# Annual Financial Statements 

For the period ended December 31, 2022

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## Schedule of Investment

This section is for investors who may want to have a detailed list of the specific securities that make up the portfolios. For each security, you will find information such as its average cost and its fair value as at December 31, 2022. Income securities denominated in currencies other than the Canadian Dollar are presented using the following abbreviations:

| USD: American Dollar | CZK: Czech Koruna | HUF: Hungarian Forint | KRW: South Korean Won | PLN: Polish Zloty |
| :--- | :--- | :--- | :--- | :--- |
| AUD: Australian Dollar | DKK: Danish Krome | IDR: Indonesian Rupiah | MXN: Mexican Peso | SEK: Swedish Krona |
| BR: Brazilian Reais | EUR: Euro | ILS: Israeli New Shekel | MYR: Malaysian Ringgit | SGD: Singapore Dollar |
| CHF: Swiss Franc | GBP: Pound Sterling CZK: | INR: Indian Rupee | NOK: Norwegian Krone | THB: Thai Baht |
| CNY: Chinese Yuan Renminbi | HKD: Hong Kong Dollar | JPY: Japanese Yen | NZD: New Zealand Dollar | TWD: New Taiwan Dollar |

## Financial Statements

This section contains four financial statements, each of which has a specific role and contains different information:

- The Statements of Financial Position presents all the items that make up the fund's net assets as at December 31. The main item is the "Investments" section, which reflects the overall value of the securities portfolio.
- The Statements of Comprehensive Income breaks down the overall income and expenses generated by the fund during the year.
- The Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series reconciles the changes in net assets per Series during the year, listing the unit purchases and redemptions carried out by investors, as well as distributions.
- The Statement of Cash Flows reconciles the change in cash during the year detailing cash inflows and outflows by operating, investing and financing activities.
Finally, the notes to the financial statements provide additional information. For example, they outline the main accounting policies used in the preparation of the financial statements.
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## NBI Money Market Fund

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | December 31, 2022 | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \$ \end{array}$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 42,277 | 45,726 |
| Cash |  | 31 | 25 |
| Subscriptions receivable |  | 21 | 11 |
| Interest receivable |  | 16 | 18 |
| Other assets receivable |  | . | 4 |
| Total assets |  | 42,345 | 45,784 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Distributions payable |  | 4 |  |
| Redeemed units payable |  | 12 | 17 |
| Accrued expenses |  | 27 | 5 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 42,302 | 45,762 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 20,356 | 38,913 |
| Series F |  | 16,315 | 2,605 |
| Series 0 |  | 5,631 | 4,244 |
|  |  | 42,302 | 45,762 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 10.00 | 10.00 |
| Series F |  | 10.00 | 10.00 |
| Series 0 |  | 10.00 | 10.00 |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 900 | 133 |
| Total income |  | 900 | 133 |
| Expenses | 8 |  |  |
| Management fees |  | 304 | 389 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 37 | 44 |
| Fees paid by the manager |  | (89) | (382) |
| Total expenses |  | 254 | 53 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 646 | 80 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 304 | 66 |
| Series F |  | 235 | 2 |
| Series 0 |  | 107 | 12 |
|  |  | 646 | 80 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 2,764,743 | 4,439,003 |
| Series F |  | 1,243,222 | 229,853 |
| Series 0 |  | 529,045 | 469,241 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 0.11 | 0.02 |
| Series F |  | 0.19 | 0.02 |
| Series 0 |  | 0.20 | 0.02 |

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Investor/Adv | or Series | Seri |  | Seri |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 38,913 | 54,667 | 2,605 | 1,889 | 4,244 | 3,648 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 304 | 66 | 235 | 2 | 107 | 12 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 17,843 | 12,754 | 18,295 | 2,051 | 4,973 | 7,437 |
| Reinvestments of distributions to holders of redeemable units Redemption of redeemable units |  | $\begin{array}{r} 276 \\ (36,676) \\ \hline \end{array}$ | $\begin{array}{r} 65 \\ (28,573) \\ \hline \end{array}$ | $\begin{array}{r} 225 \\ (4,810) \\ \hline \end{array}$ | $\begin{array}{r} 3 \\ (1,337) \\ \hline \end{array}$ | $\begin{gathered} 107 \\ (3,692) \\ \hline \end{gathered}$ | $\begin{array}{r} 11 \\ (6,853) \\ \hline \end{array}$ |
| Total redeemable units transactions |  | $(18,557)$ | $(15,754)$ | 13,710 | 717 | 1,388 | 595 |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | 304 | 66 | 235 | 3 | 108 | 11 |
| Total distributions to investors |  | 304 | 66 | 235 | 3 | 108 | 11 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(18,557)$ | $(15,754)$ | 13,710 | 716 | 1,387 | 596 |
| Net assets attributable to holders of redeemable units, end of the year |  | 20,356 | 38,913 | 16,315 | 2,605 | 5,631 | 4,244 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 3,891,318 | 5,466,642 | 260,509 | 188,898 | 424,406 | 364,836 |
| Redeemable units issued |  | 1,784,323 | 1,275,447 | 1,829,493 | 205,084 | 497,266 | 743,688 |
| Redeemable units issued on reinvestments |  | 27,561 | 6,546 | 22,470 | 264 | 10,721 | 1,135 |
| Redeemable units redeemed |  | $(3,667,629)$ | $(2,857,317)$ | $(480,963)$ | $(133,737)$ | $(369,246)$ | $(685,253)$ |
| Redeemable units outstanding, end of the year |  | 2,035,573 | 3,891,318 | 1,631,509 | 260,509 | 563,147 | 424,406 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of
redeemable units
Purchases of investments
Proceeds from sale and maturity of investments
Amortization
Interest receivable
Other assets receivable
Accrued expenses
Accrued short term interest
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdratt), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 |  |  |
|  | $(552,629)$ | $(232,940)$ |
|  | 556,214 | 247,208 |
|  | (3) | 205 |
|  | ( | 51 |
|  | 4 | (1) |
|  | 22 | (6) |
|  | (133) | (9) |
|  | 4,123 | 14,588 |
| 2 |  |  |
|  | (35) | (1) |
|  | 41,101 | 22,244 |
|  | $(45,183)$ | $(36,814)$ |
| $(4,117)$ |  | $(14,571)$ |
| $\begin{array}{r}6 \\ 25 \\ \hline\end{array}$ |  | 17 |
|  |  | 8 |
| 31 |  | 25 |
|  | 902 | 184 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Money Market Fund's investment objective is to ensure maximum protection of capital while providing a competitive short-term rate of return. This Fund invests its net assets primarily in debt securities of corporations and of Canadian federal, provincial and municipal governments.
The portfolio manager's security selection is based on an analysis of economic conditions in Canada and their impact on yields. Shorter or longer term issues will be favored depending on whether interest rates are expected to rise or fall. It is expected that investments in securities of foreign issuers will not exceed approximately $15 \%$ of the Fund's assets ; these investments are denominated in Canadian dollars.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | December 21, 1990 | M | A | 0.75 | 0.08 |
| Advisor Series | February 8, 2002 | M | A | 0.75 | 0.08 |
| Series F | December 24, 2013 | M | A | 0.50 | 0.08 |
| Series 0 | December 14, 2012 | M | A |  | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 10.00 | - | 10.00 |
| Series F | 10.00 | - | 10.00 |
| Series 0 | 10.00 | - | 10.00 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 10.00 | - | 10.00 |
| Series F | 10.00 | - | 10.00 |
| Series 0 | 10.00 | - | 10.00 |



This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately $6 \$$ as at December 31, 2021.

## Credit Risk (Note 5)

| Debt securities by Credit Rating | December 31, 2022 | $\begin{array}{r} \text { December 31, } \\ 2021 \end{array}$ |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - AAA | 29.4 | 37.7 |
| Investment Grade - AA | 21.4 | 10.0 |
| Investment Grade - A | 49.1 | 50.9 |
| Not rated | - | 1.4 |
|  | 99.9 | 100.0 |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A .
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Under one year | 42,276,946 | 45,726,156 |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 10,444$ (\$14,704 as at December 31, 2021)

## Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |  |
| :--- | ---: | ---: | ---: |
|  |  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
|  | $\%$ | $\%$ |  |
| Banker's Acceptance | 54.3 | 33.9 |  |
| Canadian T-Bills | - | 5.4 |  |
| Cash \& Other Net Assets | 0.1 | - |  |
| Commercial Papers | 20.0 | 15.6 |  |
| Corporate Bonds | 10.0 | 8.1 |  |
| Municipal Bonds | - | 1.4 |  |
| Provincial T-Bills | 15.6 | 34.6 |  |
| Short Term Notes | - | 1.0 |  |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Money market | - | 38,042,668 | - | 38,042,668 |
| Bonds and debentures | - | 4,234,278 | - | 4,234,278 |
| Total investments | - | 42,276,946 | - | 42,276,946 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Money market | - | 41,403,442 | - | 41,403,442 |
| Bonds and debentures | - | 4,322,714 | - | 4,322,714 |
| Total investments | - | 45,726,156 | - | 45,726,156 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.


## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Ad | isor Series | $\begin{gathered} \text { Investor-2 / Advisor-2 } \\ \text { Series } \\ \hline \end{gathered}$ |  | Series F |  | Series FT |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (232 days) } \end{array}$ | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 26,061 | 108,365 | 44,298 | - | 71,516 | 5,117 | 1 | 1 | 39,555 | 2 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,266)$ | 2,697 | $(1,979)$ | 133 | $(3,453)$ | 716 | - | - | $(1,478)$ | 878 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 2,353 | 12,735 | 775 | 49,622 | 26,978 | 76,334 | - | - | 1,140 | 38,675 |
| Reinvestments of distributions to holders of redeemable units |  | 460 | 635 | 770 | 92 | 1,566 | 104 |  |  | 1,485 | 692 |
| Redemption of redeemable units |  | $(9,020)$ | $(97,663)$ | $(15,243)$ | $(5,447)$ | $(46,495)$ | $(10,579)$ | - | - | $(4,903)$ |  |
| Total redeemable units transactions |  | $(6,207)$ | $(84,293)$ | $(13,698)$ | 44,267 | $(17,951)$ | 65,859 | - | - | $(2,278)$ | 39,367 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 557 | 231 | 858 | 100 | 2,459 | 167 | - | - | 1,485 | 253 |
| Return of capital |  | 36 | 470 |  |  |  |  | - | - |  | 439 |
| Management fees rebate |  | 6 | 7 | 2 | 2 | 26 | 9 | - | - | - | - |
| Total distributions to investors |  | 599 | 708 | 860 | 102 | 2,485 | 176 | - | - | 1,485 | 692 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(8,072)$ | $(82,304)$ | $(16,537)$ | 44,298 | $(23,889)$ | 66,399 |  | - | $(5,241)$ | 39,553 |
| Net assets attributable to holders of redeemable units, end of the year |  | 17,989 | 26,061 | 27,761 | 44,298 | 47,627 | 71,516 | 1 | 1 | 34,314 | 39,555 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,650,757 | 11,296,547 | 4,381,500 | - | 6,948,841 | 520,481 | 121 | 119 | 3,916,645 | 208 |
| Redeemable units issued |  | 243,955 | 1,298,748 | 80,458 | 4,912,070 | 2,698,844 | 7,454,931 |  |  | 116,193 | 3,847,819 |
| Redeemable units issued on reinvestments |  | 49,638 | 65,143 | 80,741 | 9,164 | 161,389 | 10,220 | 4 | 2 | 156,518 | 68,618 |
| Redeemable units redeemed |  | (963,672) | $(10,009,681)$ | $(1,575,756)$ | $(539,734)$ | $(4,815,710)$ | $(1,036,791)$ |  |  | (515,769) |  |
| Redeemable units outstanding, end of the year |  | 1,980,678 | 2,650,757 | 2,966,943 | 4,381,500 | 4,993,364 | 6,948,841 | 125 | 121 | 3,673,587 | 3,916,645 |



Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Change in unrealized gains/losses on interest rate swap
Purchases of investments
Proceeds from sale and maturity of investments
Margin deposited on futures contracts
Interest receivable
Dividends receivable
Accrued expenses
Other liabilities payable
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(8,203)$ | 4,450 |
|  | 4,649 | (848) |
|  | 4 | (56) |
|  | 110 | (85) |
|  | 13,365 | 339 |
|  | (7) | 6 |
|  | - | (7) |
|  | $(4,202)$ | $(2,851)$ |
|  | $(73,095)$ | $(242,803)$ |
|  | 108,373 | 238,663 |
|  | 362 | (453) |
|  | (326) | (486) |
|  | (6) | (2) |
|  | (48) | (9) |
|  | (4) | (10) |
|  | 40,972 | $(4,152)$ |
| 2 |  |  |
|  | $(1,148)$ | (156) |
|  | 31,297 | 121,117 |
|  | $(75,685)$ | $(114,669)$ |
|  | $(45,536)$ | 6,292 |
|  | (4) | 56 |
|  | 7 | (6) |
|  | $(4,564)$ | 2,140 |
|  | 4,850 | 2,660 |
|  | 289 | 4,850 |
|  | 4,789 | 276 |
|  | 1,061 | 929 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Floating Rate Income Fund's investment objective is to generate income corresponding to current short-term bond yields while minimizing the effects of interest-rate fluctuations. The Fund invests, directly or indirectly, in a portfolio composed mainly of Canadian debt securities while using interest rate derivatives to minimize interest rate risk and deliver a floating rate of income.

The portfolio manager uses fundamental credit research to select companies that, based on its view of the industry and the company's growth prospects, seem to offer attractive risk-adjusted returns. It is expected that investments in foreign securities will not exceed approximately $40 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | M | A | 1.05 | 0.10 |
| Investor Series-2 | May 13, 2021 | M | A | 1.05 | 0.10 |
| Advisor Series | January 8, 2014 | M | A | 1.05 | 0.10 |
| Advisor Series-2 | May 13, 2021 | M | A | 1.05 | 0.10 |
| Series F | January 8, 2014 | M | A | 0.55 | 0.10 |
| Series FT | May 21, 2015 | M | A | 0.55 | 0.10 |
| Series 0 | January 8, 2014 | M | A | - | 0.02 |
| Series T | January 14, 2015 | M | A | 1.05 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value $\qquad$ | Adjustment $\qquad$ | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 9.08 | - | 9.08 |
| Investor-2 / Advisor-2 Series | 9.36 | - | 9.36 |
| Series F | 9.54 | - | 9.54 |
| Series FT | 9.08 | - | 9.08 |
| Series 0 | 9.34 | - | 9.34 |
| Series T | 8.72 | - | 8.72 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 9.83 | - | 9.83 |
| Investor-2 / Advisor-2 Series | 10.11 | - | 10.11 |
| Series F | 10.29 | - | 10.29 |
| Series FT | 9.80 | - | 9.80 |
| Series 0 | 10.10 | - | 10.10 |
| Series T | 9.43 | - | 9.43 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Income from Security Lending (Note 2) <br> (in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 4 | 100 | - | - |
| Net Income Received by the Fund | 2 | 50 | - | - |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 2 | 50 | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value


This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 1,926 (\$ 2,339 as at December 31, 2021).

Credit Risk (Note 5)

|  |  | December 31, | December 31, |
| :--- | ---: | ---: | ---: |
| Debt securities by Credit Rating | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
|  |  | $\%$ | $\%$ |
| Investment Grade - AAA | 1.7 | 1.9 |  |
| Investment Grade - AA | 1.9 | 4.0 |  |
| Investment Grade - A | 25.1 | 27.9 |  |
| Investment Grade - BBB | 57.5 | 53.0 |  |
| Non-investment Grade - BB | 8.8 | 7.3 |  |
| Not rated | - | 2.2 |  |
|  | 95.0 | 96.3 |  |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | $\begin{array}{r} \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \end{array}$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Under one year | 68,349,693 | 82,880,120 |
| From 1 year to 3 years | $(6,822,700)$ | 12,629,667 |
| From 3 years to 5 years | 3,301,117 | 18,079,747 |
| From 5 years to 10 years | 33,721,519 | 25,164,014 |
| More than 10 years | 9,876,316 | 9,155,169 |
|  | 108,425,945 | 147,908,717 |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 913,648$ (\$1,010,998 as at December 31, 2021).

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Asset Backed Securities | 1.1 | 1.0 |
| Cash, Money Market and Other Net Assets | 1.4 | 3.5 |
| Corporate Bonds | 70.6 | 69.2 |
| Derivative Products | 3.6 | 0.2 |
| Federal Bonds |  | 1.1 |
| Foreign Bonds | 9.0 | 6.9 |
| Mortgage Backed Securities | 0.4 | 0.7 |
| Municipal Bonds |  | 2.2 |
| Preferred Shares | 13.9 | 15.2 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | - | 103,850,755 | - | 103,850,755 |
| Preferred shares | 17,882,138 |  | - | 17,882,138 |
| Total investments | 17,882,138 | 103,850,755 | - | 121,732,893 |
| Derivatives assets | 3,998,110 | 85,075,710 | - | 89,073,820 |
| Derivatives liabilities | $(3,990,090)$ | (80,488,115) | - | (84,478,205) |
| Total derivatives instruments | 8,020 | 4,587,595 |  | 4,595,615 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures |  | 147,535,503 | - | 147,535,503 |
| Preferred shares | 27,786,595 | - | - | 27,786,595 |
| Total investments | 27,786,595 | 147,535,503 | - | 175,322,098 |
| Derivatives assets | 1,138,960 | 72,507,209 | - | 73,646,169 |
| Derivatives liabilities | $(1,140,960)$ | (72,121,911) | - | $(73,262,871)$ |
| Total derivatives instruments | $(2,000)$ | 385,298 | - | 383,298 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions
Soft Dollars


Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  |  | December 31, 2021 |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |  |  |
|  | 125 | 100 | 121 | 100 |  |  |
| Series FT | 223 | - | 213 | - |  |  |

Losses (Note 9)
(in thousands Canadian dollars)

Capital Losses

| December 31, <br> 2022 | December 31, <br> 2022 |
| ---: | ---: |
|  | $\$ \mathbf{~}$ |
| 8,660 | 6,759 |


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \\ \hline \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \$ \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds And Debentures (81.1\%) |  |  |  | 3.92\%, due June 21, 2027 | 221,000 | 221,000 | 207,428 |
| Corporations (70.6\%) |  |  |  | 2.69\%, due March 31, 2028 | 344,000 | 346,516 | 299,585 |
| Aéroport d'Edmonton |  |  |  | CT Real Estate Investment Trust |  |  |  |
| 7.21\%, due November 1, 2030 | 82,460 | 99,172 | 87,263 | 3.53\%, due June 9, 2025 | 1,125,000 | 1,179,096 | 1,078,372 |
| Aéroports de Montréal |  |  |  | 3.03\%, due February 5, 2029 | 401,000 | 401,000 | 350,209 |
| 6.95\%, due April 16, 2032 | 342,968 | 434,792 | 374,715 | Empire Life Insurance |  |  |  |
| Algonquin Power \& Utilities Corp. |  |  |  | Floating, due March 15, 2023 | 163,000 | 165,001 | 162,278 |
| Floating, due January 18, 2082 | 455,000 | 455,000 | 355,697 | Enbridge Inc. |  |  |  |
| Allied Properties Real Estate Investment Trust |  |  |  | Floating, due April 12, 2078 | 537,000 | 552,654 | 516,708 |
| 3.64\%, due April 21, 2025 | 895,000 | 915,048 | 855,832 | Enmax Corp. |  |  |  |
| 3.11\%, due April 8, 2027 | 210,000 | 210,000 | 189,915 | 3.81\%, due December 5, 2024 | 1,000,000 | 1,047,160 | 966,230 |
| AltaGas Ltd. |  |  |  | 3.33\%, due June 2, 2025 | 293,000 | 301,535 | 279,142 |
| 3.84\%, due January 15, 2025 | 920,000 | 974,277 | 892,867 | Fédération des caisses Desjardins |  |  |  |
| 2.16\%, due June 10, 2025 | 61,000 | 62,350 | 56,740 | Floating, due February 23, 2023 | 870,000 | 870,000 | 846,830 |
| 2.08\%, due May 30, 2028 | 401,000 | 397,833 | 342,658 | 1.09\%, due January 21, 2026 | 800,000 | 768,792 | 711,714 |
| Floating, due January 11, 2082 | 856,000 | 856,000 | 698,309 | Floating, due May 28, 2026 | 438,000 | 438,657 | 387,642 |
| 7.35\%, due August 17, 2082 | 425,000 | 425,000 | 414,676 | 4.41\%, due May 19, 2027 | 981,000 | 981,537 | 958,592 |
| Bank of America Corp. |  |  |  | Floating, due May 26, 2030 | 3,355,000 | 3,449,752 | 3,147,275 |
| Floating, due September 15, 2027 | 1,101,000 | 1,096,761 | 980,576 | First Capital Realty Inc. |  |  |  |
| Bank of Montreal |  |  |  | 3.90\%, due October 30, 2023 | 559,000 | 584,094 | 547,914 |
| 4.31\%, due June 1, 2027 | 1,015,000 | 1,015,000 | 989,594 | 4.32\%, due July 31, 2025 | 446,000 | 463,510 | 425,476 |
| Floating, due November 26, 2027 | 721,000 | 721,000 | 721,404 | 3.46\%, due January 22, 2027 | 200,000 | 200,000 | 179,466 |
| 7.37\%, due November 26, 2027 | 680,000 | 680,000 | 687,666 | Ford Credit Canada Ltd. |  |  |  |
| 4.71\%, due December 7, 2027 | 1,436,000 | 1,436,000 | 1,417,612 | 3.74\%, due May 8, 2023 | 576,000 | 592,311 | 571,023 |
| Floating, due December 15, 2027 | 330,000 | 423,502 | 394,468 | $3.50 \%$, due November 30, 2023 | 1,065,000 | 1,085,200 | 1,038,730 |
| 2.88\%, due September 17, 2029 | 813,000 | 844,159 | 776,052 | 4.46\%, due November 13, 2024 | 179,000 | 189,594 | 172,678 |
| 2.08\%, due June 17, 2030 | 958,000 | 956,716 | 881,522 | General Motors Financial of Canada Ltd. |  |  |  |
| 6.53\%, due October 27, 2032 | 367,000 | 367,000 | 381,438 | 3.25\%, due November 7, 2023 | 537,000 | 551,499 | 525,798 |
| Floating, due May 26, 2082 | 450,000 | 450,000 | 419,425 | 5.95\%, due May 14, 2024 | 199,000 | 221,825 | 198,944 |
| Bank of Nova Scotia/The |  |  |  | 1.70\%, due July 9, 2025 | 575,000 | 568,160 | 521,990 |
| 2.95\%, due March 8, 2027 | 751,000 | 749,994 | 694,323 | Gibson Energy Inc. |  |  |  |
| Floating, due July 27, 2027 | 612,000 | 612,000 | 598,162 | 2.45\%, due July 14, 2025 | 598,000 | 602,845 | 557,018 |
| 3.93\%, due May 3, 2032 | 840,000 | 839,950 | 783,702 | Floating, due December 22, 2080 | 358,000 | 363,290 | 305,077 |
| Bell Canada |  |  |  | Goldman Sachs Group Inc./The |  |  |  |
| 2.90\%, due August 12, 2026 | 84,000 | 88,395 | 78,534 | Floating, due February 28, 2029 | 717,000 | 709,170 | 612,395 |
| 3.80\%, due August 21, 2028 | 850,000 | 788,316 | 804,956 | Granite Reit Holdings LP |  |  |  |
| Canadian Imperial Bank of Commerce |  |  |  | 3.06\%, due June 4, 2027 | 50,000 | 52,600 | 45,573 |
| 2.25\%, due January 7, 2027 | 910,000 | 908,034 | 819,743 | H\&R Real Estate Investment Trust |  |  |  |
| 4.95\%, due June 29, 2027 | 795,000 | 793,784 | 794,141 | $3.37 \%$, due January 30, 2024 | 1,133,000 | 1,167,255 | 1,101,199 |
| Floating, due September 28, 2027 | 717,000 | 717,000 | 721,399 | 2.63\%, due February 19, 2027 | 135,000 | 121,755 | 119,762 |
| 5.05\%, due October 7, 2027 | 672,000 | 670,972 | 672,402 | Hyundai Capital Canada Inc. |  |  |  |
| 2.95\%, due June 19, 2029 | 1,671,000 | 1,740,207 | 1,604,870 | 2.01\%, due May 12, 2026 | 388,000 | 388,830 | 345,213 |
| Floating, due July 21, 2030 | 1,965,000 | 1,995,809 | 1,796,609 | iA Financial Corp Inc. |  |  |  |
| 1.96\%, due April 21, 2031 | 60,000 | 59,980 | 53,237 | Floating, due June 30, 2027 | 236,000 | 236,000 | 227,883 |
| Floating, due April 7, 2032 | 608,000 | 608,000 | 572,762 | 3.07\%, due September 24, 2031 | 165,000 | 165,000 | 151,349 |
| 7.15\%, due July 28, 2082 | 313,000 | 312,108 | 307,286 | Inter Pipeline Ltd. |  |  |  |
| Canadian Pacific Railway Co. |  |  |  | $3.48 \%$, due December 16, 2026 | 1,258,000 | 1,292,243 | 1,173,177 |
| 2.54\%, due February 28, 2028 | 391,000 | 390,961 | 351,561 | 5.76\%, due February 17, 2028 | 407,000 | 406,967 | 412,164 |
| Canadian Western Bank |  |  |  | Floating, due March 26, 2029 | 582,000 | 610,585 | 557,717 |
| 2.61\%, due January 30, 2025 | 359,000 | 367,878 | 339,232 | Keyera Corp. |  |  |  |
| 1.93\%, due April 16, 2026 | 757,000 | 759,491 | 680,196 | 6.88\%, due June 13, 2079 | 574,000 | 599,919 | 543,696 |
| Capital Power Corp. |  |  |  | Laurentian Bank of Canada |  |  |  |
| 7.95\%, due September 9, 2082 | 385,000 | 385,000 | 380,031 | 1.15\%, due June 3, 2024 | 457,000 | 455,483 | 429,793 |
| Chip Mortgage Trust |  |  |  | 1.95\%, due March 17, 2025 | 668,000 | 667,152 | 620,157 |
| 1.74\%, due December 15, 2025 | 310,000 | 309,879 | 276,823 | 4.60\%, due September 2, 2025 | 477,000 | 477,143 | 467,307 |
| Choice Properties Reit |  |  |  | Floating, due June 15, 2032 | 787,000 | 787,063 | 745,132 |
| 4.29\%, due February 8, 2024 | 728,000 | 784,196 | 717,914 | 5.30\%, due June 15, 2081 | 150,000 | 150,750 | 121,967 |
| 4.06\%, due November 24, 2025 | 422,000 | 451,072 | 407,195 | Loblaw Companies Ltd. |  |  |  |
| 2.46\%, due November 30, 2026 | 543,000 | 543,000 | 489,384 | 4.49\%, due December 11, 2028 | 903,000 | 996,061 | 889,953 |
| 2.85\%, due May 21, 2027 | 700,000 | 724,465 | 635,854 | Manulife Financial Corp. |  |  |  |
| 4.18\%, due March 8, 2028 | 598,000 | 651,928 | 568,376 | 3.05\%, due August 20, 2029 | 1,217,000 | 1,255,494 | 1,167,612 |
| Coast Capital Savings Credit Union |  |  |  | 2.24\%, due May 12, 2030 | 838,000 | 861,982 | 777,887 |
| Floating, due May 3, 2028 | 615,000 | 632,804 | 612,514 | Floating, due February 24, 2032 | 335,000 | 414,735 | 417,499 |
| Concentra Bank |  |  |  | 7.12\%, due June 19, 2082 | 464,000 | 464,000 | 457,114 |
| 1.46\%, due May 17, 2024 | 104,000 | 104,159 | 97,848 | MCAP Commercial LP |  |  |  |
| Co-operators Financial Services Ltd. |  |  |  | 3.38\%, due November 26, 2027 | 467,000 | 456,430 | 411,372 |
| 3.33\%, due May 13, 2030 | 330,000 | 340,329 | 282,331 | Metro Inc. |  |  |  |
| Crombie Real Estate Investment Trust |  |  |  | 3.39\%, due December 6, 2027 | 650,000 | 701,724 | 610,732 |
| 4.80\%, due January 31, 2025 | 362,000 | 390,504 | 354,933 | Parkland Corp |  |  |  |
| 3.68\%, due August 26, 2026 | 724,000 | 759,375 | 678,909 | 3.88\%, due June 16, 2026 | 146,000 | 146,000 | 134,229 |


|  | Par Value | Average Cost $\$$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | $\begin{array}{r} \text { Average } \\ \text { Cost } \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Pembina Pipeline Corporation |  |  |  | Foreign Bonds (9.0\%) |  |  |  |
| 3.54\%, due February 3, 2025 | 252,000 | 259,821 | 242,972 | Bank of America Corp. |  |  |  |
| 3.71\%, due August 11, 2026 | 729,000 | 787,690 | 694,243 | Floating, due September 20, 2025 | 620,000 | 646,667 | 599,834 |
| 4.80\%, due January 25, 2081 | 644,000 | 634,807 | 527,850 | Floating, due March 16, 2028 | 2,118,000 | 2,118,000 | 1,989,149 |
| Reliance LP |  |  |  | 2.60\%, due April 4, 2029 | 520,000 | 528,534 | 457,714 |
| 3.84\%, due March 15, 2025 | 590,000 | 618,444 | 567,040 | Citigroup Inc. |  |  |  |
| $3.75 \%$, due March 15, 2026 | 174,000 | 173,436 | 164,643 | 4.09\%, due June 9, 2025 | 479,000 | 502,754 | 463,806 |
| 2.68\%, due December 1, 2027 | 135,000 | 134,976 | 118,678 | Goldman Sachs Group Inc./The |  |  |  |
| 2.67\%, due August 1, 2028 | 310,000 | 315,272 | 267,044 | 2.60\%, due November 30, 2027 | 893,000 | 893,000 | 807,726 |
| RioCan Real Estate Investment Trust |  |  |  | J. P. Morgan Chase \& Co. |  |  |  |
| $3.29 \%$, due February 12, 2024 | 419,000 | 440,163 | 407,438 | Floating, due March 5, 2028 | 611,000 | 602,887 | 539,029 |
| 1.97\%, due June 15, 2026 | 500,000 | 490,190 | 441,846 | Morgan Stanley |  |  |  |
| 2.36\%, due March 10, 2027 | 400,000 | 398,820 | 349,517 | Floating, due August 4, 2027 | 986,000 | 964,385 | 872,988 |
| 2.83\%, due November 8, 2028 | 343,000 | 343,000 | 292,639 | National Australia Bank Ltd. |  |  |  |
| Rogers Communications Inc. |  |  |  | $3.52 \%$, due June 12, 2030 | 167,000 | 174,343 | 155,051 |
| 3.65\%, due March 31, 2027 | 2,261,000 | 2,413,760 | 2,134,452 | Wells Fargo \& Co. |  |  |  |
| 3.75\%, due April 15, 2029 | 592,000 | 591,355 | 547,447 | Floating, due April 28, 2025 | 1,654,000 | 1,654,000 | 1,609,028 |
| 5.00\%, due December 17, 2081 | 1,172,000 | 1,172,000 | 1,058,947 | 3.87\%, due May 21, 2025 | 1,816,000 | 1,897,630 | 1,751,944 |
| Royal Bank of Canada |  |  |  | 2.57\%, due May 1, 2026 | 500,000 | 490,892 | 469,122 |
| 1.59\%, due May 4, 2026 | 340,000 | 339,838 | 305,203 | 2.98\%, due May 19, 2026 | 1,909,000 | 2,001,044 | 1,779,186 |
| 2.33\%, due January 28, 2027 | 865,000 | 891,723 | 781,321 |  |  | 12,474,136 | 11,494,577 |
| Floating, due July 25,2029 | 863,000 | 893,528 | 824,058 |  |  |  |  |
| Floating, due December 23, 2029 | 1,961,000 | 2,042,557 | 1,857,887 | Mortgage Backed Securities (0.4\%) |  |  |  |
| Floating, due June 30, 2030 | 750,000 | 765,617 | 689,833 | Classic RMBS Trust |  |  |  |
| 2.14\%, due November 3, 2031 | 792,000 | 791,802 | 697,037 | 1.43\%, due November 15, 2051 | 103,450 | 103,450 | 98,718 |
| 2.94\%, due May 3, 2032 | 490,000 | 489,892 | 439,215 | 1.53\%, due March 15, 2052 | 186,349 | 186,150 | 175,922 |
| 4.20\%, due February 24, 2070 | 800,000 | 800,000 | 621,326 | Real Estate Asset Liquidity Trust |  |  |  |
| Scotiabank |  |  |  | 3.64\%, due June 12, 2027 | 300,489 | 300,485 | 286,827 |
| Floating, due July 3, 2024 | 730,000 | 748,587 | 699,501 |  |  | 590,085 | 561,467 |
| Floating, due January 18, 2029 | 901,000 | 953,402 | 884,485 |  |  |  |  |
| Floating, due December 31, 2099 | 330,000 | 454,358 | 429,474 | Asset Backed Securities (1.1\%) |  |  |  |
| Shaw Communications Inc. |  |  |  | BMW Canada Auto Trust |  |  |  |
| 4.35\%, due January 31, 2024 | 350,000 | 347,683 | 345,540 | 0.76\%, due April 20, 2024 | 41,000 | 40,806 | 39,204 |
| Sienna Senior Living Inc. |  |  |  | Cards Trust |  |  |  |
| 3.11\%, due November 4, 2024 | 223,000 | 227,257 | 212,081 | 4.33\%, due May 15, 2025 | 849,000 | 849,000 | 833,056 |
| 3.45\%, due February 27, 2026 | 120,000 | 119,986 | 111,677 | CNH Capital Canada Receivables Trust |  |  |  |
| 2.82\%, due March 31, 2027 | 119,000 | 119,427 | 106,228 | 2.18\%, due November 17, 2025 | 26,413 | 26,836 | 26,077 |
| Smart Real Estate Investment Trust |  |  |  | Eagle Credit Card Trust |  |  |  |
| 2.99\%, due August 28, 2024 | 330,000 | 330,442 | 315,865 | 1.27\%, due July 17, 2025 | 27,000 | 26,929 | 24,512 |
| 1.74\%, due December 16, 2025 | 350,000 | 345,373 | 312,460 | Ford Auto Securitization Trust |  |  |  |
| 3.19\%, due June 11, 2027 | 350,000 | 363,640 | 316,964 | 2.50\%, due August 15, 2024 | 9,650 | 9,694 | 9,554 |
| Summit Industrial Income REIT |  |  |  | 2.47\%, due February 15, 2025 | 162,466 | 167,474 | 160,028 |
| 2.15\%, due September 17, 2025 | 150,000 | 149,943 | 137,569 | 1.15\%, due November 15, 2025 | 75,000 | 75,175 | 71,202 |
| Sun Life Financial Inc. |  |  |  | Glacier Credit Card Trust |  |  |  |
| 2.46\%, due November 18, 2031 | 250,000 | 250,090 | 224,065 | 1.39\%, due September 22, 2025 | 224,000 | 223,871 | 202,507 |
| 2.58\%, due May 10, 2032 | 1,359,000 | 1,377,605 | 1,217,172 | GMF Canada Leasing Trust Asset-Backed Notes |  |  |  |
| Floating, due November 21, 2033 | 1,338,000 | 1,337,746 | 1,169,052 | Series 2016-1 |  |  |  |
| 4.78\%, due August 10, 2034 | 680,000 | 679,837 | 656,842 | 1.05\%, due November 20, 2025 | 5,657 | 5,691 | 5,642 |
| Superior Plus Corp. |  |  |  |  |  | 1,425,476 | 1,371,782 |
| 4.25\%, due May 18, 2028 | 464,000 | 469,980 | 404,376 |  |  |  | 1,31,82 |
| TELUS Corp. 3.63\%, due March 1,2028 | 850,000 | 919,966 | 798,340 | Total Bonds and Debentures |  | 112,866,097 | 103,850,755 |
| Toronto-Dominion Bank |  |  |  |  |  |  |  |
| 2.26\%, due January 7, 2027 | 714,000 | 714,000 | 644,456 |  | Number |  |  |
| 4.21\%, due June 1, 2027 | 691,000 | 691,000 | 671,373 |  |  |  |  |
| $5.38 \%$, due October 21, 2027 | 686,000 | 686,000 | 697,719 |  |  |  |  |
| $3.22 \%$, due July 25,2029 | 2,497,000 | 2,645,056 | 2,403,065 | Preferred Shares (13.9\%) |  |  |  |
| 3.06\%, due January 26, 2032 | 967,000 | 1,013,386 | 879,428 | Communication Services (1.5\%) BCE Inc. |  |  |  |
| $5.75 \%$, Series 27 | 696,000 | 696,000 | 618,199 |  |  |  |  |
| Toronto-Dominion Bank/The |  |  |  | 2.80\%, Series AG | 18,000 | 326,129 | 500,232 271,980 |
| 7.23\%, due June 1, 2027 | 854,000 | 854,000 | 858,032 | 3.80\%, Series AG | 12,960 | 323,576 | 227,318 |
| Floating, due October 31, 2027 | 608,000 | 608,000 | 604,342 |  | re,640 | 116,076 | 27,318 94,329 |
| 4.68\%, due January 8, 2029 | 1,526,000 | 1,526,000 | 1,503,107 | 3.20\%, Series Y | 6,300 | 125,635 | 94,329 114,093 |
| TransCanada Pipelines Ltd. |  |  |  | $3.45 \%$, Class A, Series AJ | 1,000 | 12,63 20,080 | 18,150 |
| $3.80 \%$, due April 5, 2027 Ventas Canada Finance Ltd. | 1,559,000 | 1,695,269 | 1,487,694 | $3.45 \%$, Series AB | 13,000 | 242,379 | 236,080 |
| 2.45\%, due January 4, 2027 | 736,000 | 734,447 | 655,295 | $3.45 \%$, Series AD | 2,700 | 50,800 | 49,437 |
| Videotron Ltée |  |  |  | $3.45 \%$, Series AE | 3,000 | 60,375 | 54,420 |
| 3.63\%, due June 15, 2028 | 507,000 | 500,660 | 437,235 | 3.61\%, Series AA | 17,603 | 317,974 31838 | 307,876 |
|  |  | 98,376,400 | 90,422,929 | Floating, Series AH | 1,500 | 31,838 | 27,600 |
|  |  |  |  |  |  | 2,144,253 | 1,901,515 |



Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Interest Rate Futures (2.5\%) | Position | Number of Futures | $\begin{array}{r} \text { Maturity } \\ \text { Date } \end{array}$ | Unitary Cost | Current <br> Value (1) | Fair Value Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
|  |  |  |  |  | CAD | CAD |
| Canada (2.5\%) |  |  |  |  |  |  |
| Five years Government of Canada Bond | Short | 27 | March 2023 | 111.470 CAD | $(3,009,690)$ | 5,940 |
| 10yr Canada Bond Index | Short | 8 | March 2023 | 122.550 CAD | $(980,400)$ | 2,080 |
|  |  |  |  |  | (3,990,090) | 8,020 |
| Assets Placed in Collateral (97.5\%) |  |  |  |  |  | 311,270 |
| Margin Deposited on Futures Contracts (100\%) |  |  |  |  |  | 319,290 |

(1) Current value represents the portfolio's exposure to particular market fluctuations resulting from investments in futures.

Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 1.3649 | USD | 1,055,669 | 1,428,402 | CAD | 1,440,883 | 1,440,883 | 12,481 |

Unrealized Depreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 0.7351 | CAD | 14,283 | 14,283 | USD | 10,500 | 14,207 | (76) |

Unrealized Appreciation on Foreign Exchange Contracts

| Swaps on Interest Rates |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Currency | Notional Amount | Termination $\qquad$ | Counterparty | $\begin{array}{r} \text { Receive } \\ \text { (Pay) } \\ \text { Fixed rate } \end{array}$ | Floating Rate | Fixed <br> Rate | Unrealised <br> Gain (Loss) |
| CAD | 13,000,000 | May 25,2023 | RBC | Pay | 3-month CDOR | 2.57\% | 119,600 |
| CAD | 3,200,000 | May 7, 2026 | RBC | Pay | 3-month CDOR | 1.32\% | 268,160 |
| CAD | 7,000,000 | May 13, 2026 | RBC | Pay | 3-month CDOR | 1.39\% | 572,600 |
| CAD | 9,000,000 | May 13, 2027 | RBC | Pay | 3-month CDOR | 1.54\% | 813,600 |
| CAD | 13,500,000 | June 4, 2024 | RBC | Pay | 3-month CDOR | 0.95\% | 703,350 |
| CAD | 10,000,000 | June 4, 2025 | RBC | Pay | 3-month CDOR | 1.17\% | 715,000 |
| CAD | 4,000,000 | June 4, 2028 | RBC | Pay | 3-month CDOR | 1.60\% | 409,600 |
| CAD | 6,000,000 | November 26, 2027 | RBC | Pay | 3 -month CDOR | 1.88\% | 497,400 |
| CAD | 7,000,000 | August 8, 2027 | RBC | Pay | 3-month CDOR | 3.18\% | 180,600 |
| CAD | 6,000,000 | August 12, 2027 | RBC | Pay | 3-month CDOR | 3.21\% | 145,200 |
| USD | 2,000,000 | February 3, 2024 | RBC | Pay | 3 -month LIBOR | 2.83\% | 64,175 |
| USD | 1,500,000 | October 22, 2024 | RBC | Pay | 3 -month LIBOR | 2.33\% | 85,905 |
|  |  |  |  |  |  |  | 4,575,190 |

## NBI Bond Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 68,053 | 72,484 |
| Income from securities lending |  | 32 | - |
| Income from derivatives |  | 77 | - |
| Other income |  | - | 661 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(166,176)$ | $(19,784)$ |
| Net realized gains (losses) on foreign currencies |  | (9) | - |
| Net realized gains (losses) on forwards currency |  | (1) |  |
| Change in net unrealized appreciation/depreciation on investments |  | $(225,683)$ | $(101,527)$ |
| Change in unrealized gains/losses on bond forward contracts |  | 394 | - |
| Total income |  | $(323,313)$ | $(48,166)$ |
| Expenses | 8 |  |  |
| Management fees |  | 957 | 2,393 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 621 | 840 |
| Fees paid by the manager |  | (11) | (4) |
| Transaction costs on purchase and sale of investments | 8 | 11 | - |
| Total expenses |  | 1,580 | 3,231 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(324,893)$ | $(51,397)$ |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(4,375)$ | $(21,963)$ |
| Investor-2 Series |  | $(7,694)$ | $(2,570)$ |
| Series F |  | (980) | (34) |
| Series 0 |  | $(311,844)$ | $(26,605)$ |
| Series R |  | - | (225) |
|  |  | $(324,893)$ | $(51,397)$ |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 1,824,198 | 9,362,504 |
| Investor-2 Series |  | 4,462,895 | 6,863,932 |
| Series F |  | 2,796,890 | 159,600 |
| Series 0 |  | 222,573,653 | 229,308,647 |
| Series R |  | - | 405,317 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (2.40) | (2.35) |
| Investor-2 Series |  | (1.72) | (0.37) |
| Series F |  | (0.35) | (0.21) |
| Series 0 |  | (1.40) | (0.12) |
| Series R |  | - | (0.55) |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on bond forward contracts
Purchases of investments
Proceeds from sale and maturity of investments Amortization
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Bond Fund's investment objective is to provide a high level of income, reasonable unit price stability and sustained capital growth. The Fund invests primarily in Canadian federal and provincial bonds. These offer investors secure return with low risk.
The portfolio manager's security selection is based on an analysis of economic conditions in Canada and their impact on yields. Shorter or longer term issues will be favored depending on whether interest rates are expected to rise or fall. It is expected that investments in dept securities of foreign companies will not exceed approximately $30 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | November 18, 1966 | M | A | 1.25 | 0.14 |
| Investor Series-2 | May 19, 2017 | M | A | 1.00 | 0.10 |
| Advisor Series | February 8, 2002 | M | A | 1.25 | 0.14 |
| Series F | December 24, 2013 | M | A | 0.75 | 0.14 |
| Series 0 | January 30, 2004 | M | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 10.25 | - | 10.25 |
| Investor-2 Series | 8.67 | - | 8.67 |
| Series F | 9.26 | - | 9.26 |
| Series 0 | 9.40 | - | 9.40 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 11.99 | - | 11.99 |
| Investor-2 Series | 10.14 | - | 10.14 |
| Series F | 10.79 | - | 10.79 |
| Series 0 | 10.98 | - | 10.98 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

| December 31, | December 31, <br> $\mathbf{2 0 2 2}$ |
| ---: | ---: |
| $\mathbf{\$}$ | $\mathbf{2 0 2 1}$ |
| 29,110 | 118,960 |
| 29,692 | 121,339 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 64 | 100 | - | - |  |
| 32 | 50 | - | - |  |
| 32 | 50 | - | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
|  | $\mathbf{\$}, 221$ |
| 24,578 | 25,509 |

Asset Backed Commercial Paper
Exchange Traded Fund


Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | $(682,898)$ |  |  |  |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately $\$(34,145)$.

## Credit Risk (Note 5)

| Debt securities by Credit Rating | December 31, 2022 | December 31 2021 |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - AAA | 20.1 | 29.0 |
| Investment Grade - AA | 16.7 | 10.5 |
| Investment Grade - A | 39.6 | 37.8 |
| Investment Grade - BBB | 17.2 | 14.7 |
| Non-investment Grade - BB | - | 0.4 |
| Not rated | 4.6 | 7.0 |
|  | 98.2 | 99.4 |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A .
The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | December 31, 2022 | December 31 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Under one year | 41,608,002 | 90,424,006 |
| From 1 year to 3 years | 400,852,223 | 389,603,795 |
| From 3 years to 5 years | 376,454,686 | 429,740,529 |
| From 5 years to 10 years | 594,044,371 | 840,312,995 |
| More than 10 years | 693,754,598 | 1,124,454,358 |
|  | 2,106,713,880 | 2,874,535,683 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 40,602,763$ ( $\$ 64,118,973$ as at December 31, 2021).

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Asset Backed Securities | 0.2 | 0.5 |
| Cash, Money Market and Other Net Assets | 0.7 | 0.6 |
| Corporate Bonds | 38.4 | 33.2 |
| Exchange Traded Funds | 1.1 | - |
| Federal Bonds | 18.8 | 25.0 |
| Foreign Bonds | 2.8 | 1.9 |
| Mortgage Backed Securities | 0.1 | 0.4 |
| Municipal Bonds | 6.4 | 8.7 |
| Provincial Bonds | 31.5 | 29.7 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 237,753,378 | 1,868,960,502 | - | 2,106,713,880 |
| Exchange traded funds | 24,578,400 | - | - | 24,578,400 |
| Total investments | 262,381,778 | 1,868,960,502 | - | 2,131,292,280 |
| Derivatives assets | 63,804,216 | - | - | 63,804,216 |
| Derivatives liabilities | $(63,410,624)$ | - | - | $(63,410,624)$ |
| Total derivatives instruments | 393,592 | - | - | 393,592 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :--- | :--- | :--- | :--- | :--- |
|  |  | $\$ 2,874,535,683$ |  |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 11 | - |

Positions Held by Related Parties (Note 8)


## Losses (Note 9)

(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | 5,259 |


|  | Par Value | Average Cost \$ |  |  | Par Value | $\begin{array}{r} \text { Average } \\ \text { Cost } \end{array}$ | Fair Value \$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds and Debentures (98.2\%) |  |  |  | Province of New Brunswick |  |  |  |
| Issued and Guaranteed by |  |  |  | 3.80\%, due August 14, 2045 | 2,250,000 | 2,592,068 | 2,046,080 |
| the Government of Canada (18.8\%) |  |  |  | 3.10\%, due August 14, 2048 | 5,471,000 | 5,476,315 | 4,374,568 |
| Government of Canada |  |  |  | 3.05\%, due August 14, 2050 | 1,296,000 | 1,354,906 | 1,022,171 |
| 0.75\%, due February 1, 2024 | 7,578,000 | 7,304,025 | 7,289,892 | Province of Newfoundland |  |  |  |
| 2.50\%, due June 1, 2024 | 45,463,000 | 44,703,984 | 44,431,945 | 1.25\%, due June 2, 2027 | 5,351,000 | 5,343,027 | 4,778,406 |
| 1.50\%, due April 1, 2025 | 21,750,000 | 20,471,290 | 20,625,177 | 2.85\%, due June 2, 2029 | 4,592,000 | 4,912,367 | 4,286,072 |
| 0.50\%, due September 1, 2025 | 16,478,000 | 15,114,507 | 15,106,289 | 1.75\%, due June 2, 2030 | 4,467,000 | 4,363,883 | 3,798,866 |
| 1.25\%, due March 1, 2027 | 20,648,000 | 19,016,126 | 18,877,393 | 5.60\%, due October 17, 2033 | 8,690,000 | 11,331,057 | 9,572,044 |
| 1.00\%, due June 1, 2027 | 1,326,000 | 1,204,671 | 1,200,155 | 3.30\%, due October 17, 2046 | 437,000 | 416,789 | 350,496 |
| 2.00\%, due June 1, 2028 | 738,000 | 696,783 | 691,653 | 3.70\%, due October 17, 2048 | 306,000 | 340,327 | 261,709 |
| 2.25\%, due December 1, 2029 | 3,000,000 | 2,797,200 | 2,815,338 | 2.65\%, due October 17, 2050 | 7,576,000 | 6,936,428 | 5,238,607 |
| 1.25\%, due June 1, 2030 | 4,146,000 | 3,818,973 | 3,594,582 | 3.15\%, due December 2, 2052 | 2,341,000 | 2,321,195 | 1,786,949 |
| 0.50\%, due December 1, 2030 | 2,992,000 | 2,779,075 | 2,413,733 | Province of Nova Scotia |  |  |  |
| 1.50\%, due June 1, 2031 | 26,161,000 | 24,663,138 | 22,697,205 | 5.80\%, due June 1, 2033 | 168,000 | 229,081 | 190,732 |
| 1.50\%, due December 1, 2031 | 18,910,000 | 16,968,953 | 16,282,039 | 3.15\%, due December 1, 2051 | 7,294,000 | 7,598,891 | 5,868,154 |
| 2.00\%, due June 1, 2032 | 28,759,000 | 25,906,759 | 25,757,768 | Province of Ontario |  |  |  |
| 5.00\%, due June 1, 2037 | 3,310,000 | 4,555,245 | 3,925,504 | 2.65\%, due February 5, 2025 | 32,750,000 | 31,638,672 | 31,779,094 |
| 3.50\%, due December 1, 2045 | 1,242,000 | 1,307,753 | 1,274,101 | 2.60\%, due June 2, 2025 | 6,686,000 | 6,712,284 | 6,461,645 |
| 2.75\%, due December 1, 2048 | 3,800,000 | 3,774,709 | 3,434,505 | 1.85\%, due February 1, 2027 | 9,961,000 | 9,229,045 | 9,214,164 |
| 2.00\%, due December 1, 2051 | 16,403,000 | 13,977,163 | 12,471,808 | 2.90\%, due June 2, 2028 | 5,373,000 | 5,576,929 | 5,124,955 |
| 1.75\%, due December 1, 2053 | 49,471,000 | 37,343,446 | 34,864,291 | 2.70\%, due June 2, 2029 | 8,513,000 | 8,788,965 | 7,933,128 |
| Canada Housing Trust |  |  |  | 1.55\%, due November 1, 2029 | 3,000,000 | 2,566,900 | 2,576,874 |
| 1.80\%, due December 15, 2024 | 35,800,000 | 34,094,626 | 34,246,710 | 2.05\%, due June 2, 2030 | 26,768,000 | 24,942,718 | 23,514,537 |
| 1.95\%, due December 15, 2025 | 57,482,000 | 55,100,192 | 54,359,348 | 1.35\%, due December 2, 2030 | 23,081,000 | 21,964,806 | 18,986,015 |
| 1.25\%, due June 15, 2026 | 9,490,000 | 8,882,110 | 8,701,390 | 2.15\%, due June 2, 2031 | 37,965,000 | 35,858,172 | 32,943,256 |
| 2.65\%, due December 15, 2028 | 4,000,000 | 3,795,480 | 3,778,128 | 3.75\%, due June 2, 2032 | 18,851,000 | 18,746,723 | 18,424,138 |
| 1.75\%, due June 15, 2030 | 2,170,000 | 2,038,371 | 1,894,284 | 5.85\%, due March 8, 2033 | 51,527,000 | 70,335,909 | 58,803,540 |
| 1.90\%, due March 15, 2031 | 22,810,000 | 22,643,102 | 19,874,467 | 5.60\%, due June 2, 2035 | 3,681,000 | 5,006,637 | 4,168,795 |
| 3.55\%, due September 15, 2032 | 21,447,000 | 21,480,441 | 21,080,621 | 0.00\%, due December 2, 2035 | 1,334,000 | 955,967 | 767,183 |
| Royal Office Finance LP |  |  |  | 0.00\%, due December 2, 2036 | 5,664,000 | 4,145,407 | 3,115,863 |
| 5.21\%, due November 12, 2032 | 21,024,759 | 25,153,631 | 21,743,301 | 0.00\%, due June 2, 2037 | 667,000 | 454,922 | 358,346 |
|  |  | 419,591,753 | 403,431,627 | 4.70\%, due June 2, 2037 | 7,216,000 | 8,810,995 | 7,527,414 |
|  |  |  |  | 0.00\%, due December 2, 2037 | 3,335,000 | 2,242,057 | 1,748,864 |
| Issued and Guaranteed by |  |  |  | 0.00\%, due June 2, 2039 | 2,001,000 | 1,281,872 | 975,490 |
| a Province (31.5\%) |  |  |  | 4.60\%, due June 2, 2039 | 16,370,000 | 20,989,299 | 16,871,806 |
| Hydro-Québec |  |  |  | 0.00\%, due December 2, 2039 | 1,861,000 | 1,173,397 | 886,441 |
| Floating, due January 16, 2023 | 25,000,000 | 25,065,000 | 25,039,925 | 4.65\%, due June 2, 2041 | 27,795,000 | 36,107,592 | 28,843,261 |
| 2.00\%, due September 1, 2028 | 17,000,000 | 15,037,350 | 15,401,405 | 3.50\%, due June 2, 2043 | 18,646,000 | 22,186,989 | 16,519,461 |
| 0.00\%, due February 15, 2035 | 1,538,000 | 1,122,038 | 919,704 | 3.45\%, due June 2, 2045 | 5,237,000 | 5,653,060 | 4,571,723 |
| 0.00\%, due February 15, 2037 | 223,000 | 152,651 | 120,997 | 2.90\%, due December 2, 2046 | 7,423,000 | 7,909,646 | 5,847,439 |
| 0.00\%, due August 15, 2037 | 5,844,000 | 3,920,374 | 3,104,496 | 2.80\%, due June 2, 2048 | 14,816,000 | 14,604,190 | 11,369,324 |
| 0.00\%, due August 15, 2038 | 3,345,000 | 2,176,336 | 1,695,912 | 2.90\%, due June 2, 2049 | 2,411,000 | 2,705,996 | 1,878,762 |
| 0.00\%, due February 15, 2039 | 2,063,000 | 1,314,599 | 1,019,077 | 2.65\%, due December 2, 2050 | 12,474,000 | 10,382,588 | 9,184,669 |
| 0.00\%, due August 15, 2039 | 680,000 | 423,043 | 327,887 | 1.90\%, due December 2, 2051 | 4,613,000 | 3,833,606 | 2,814,345 |
| 5.00\%, due February 15, 2050 | 10,000,000 | 11,154,456 | 11,151,870 | 3.75\%, due December 2, 2053 | 7,680,000 | 7,027,910 | 7,047,898 |
| Ontario School Boards Financing Corp. |  |  |  | Province of Quebec |  |  |  |
| 5.80\%, due November 7, 2028 | 3,078,682 | 3,645,247 | 3,169,327 | 2.25\%, due February 22, 2024 | 6,300,000 | 6,145,424 | 6,149,896 |
| 5.48\%, due November 26, 2029 | 2,331,694 | 2,706,269 | 2,404,597 | 2.60\%, due July 6, 2025 | 10,000,000 | 9,656,100 | 9,667,080 |
| 4.79\%, due August 8, 2030 | 639,743 | 687,523 | 639,405 | 1.85\%, due February 13, 2027 | 3,000,000 | 2,778,570 | 2,778,039 |
| 5.07\%, due April 18, 2031 | 3,785,114 | 4,301,063 | 3,843,620 | 1.90\%, due September 1, 2030 | 4,546,000 | 4,737,296 | 3,936,822 |
| Province of Alberta |  |  |  | 1.50\%, due September 1, 2031 | 2,000,000 | 1,599,540 | 1,636,768 |
| 2.90\%, due December 1, 2028 | 5,283,000 | 5,403,169 | 5,011,829 | $3.90 \%$, due November 22, 2032 | 18,000,000 | 17,973,360 | 17,819,478 |
| 2.05\%, due June 1, 2030 | 3,739,000 | 3,638,687 | 3,284,614 | 5.75\%, due December 1, 2036 | 1,491,000 | 1,814,547 | 1,724,473 |
| $3.90 \%$, due December 1, 2033 | 2,728,000 | 3,378,232 | 2,664,069 | 5.00\%, due December 1, 2038 | 696,000 | 871,185 | 751,197 |
| 4.50\%, due December 1, 2040 | 4,546,000 | 5,687,455 | 4,633,556 | 5.00\%, due December 1, 2041 | 10,688,000 | 14,679,870 | 11,605,458 |
| 3.45\%, due December 1, 2043 | 444,000 | 477,371 | 389,626 | 4.25\%, due December 1, 2043 | 8,292,000 | 9,452,393 | 8,201,078 |
| 3.30\%, due December 1, 2046 | 4,091,000 | 4,323,667 | 3,463,342 | 3.50\%, due December 1, 2045 | 9,479,000 | 10,434,525 | 8,352,051 |
| 3.05\%, due December 1, 2048 | 3,405,000 | 3,474,144 | 2,735,832 | 3.50\%, due December 1, 2048 | 8,891,000 | 9,935,571 | 7,785,333 |
| 3.10\%, due June 1, 2050 | 23,473,000 | 24,739,696 | 19,025,524 | 3.10\%, due December 1, 2051 | 5,014,000 | 5,839,867 | 4,064,273 |
| Province of British Columbia |  |  |  | 2.85\%, due December 1, 2053 | 6,000,000 | 4,936,530 | 4,589,274 |
| 5.70\%, due June 18, 2029 | 5,123,000 | 6,908,058 | 5,648,189 | Province of Saskatchewan |  |  |  |
| 2.20\%, due June 18, 2030 | 2,787,000 | 2,784,910 | 2,477,718 | 2.20\%, due June 2, 2030 | 3,992,000 | 4,230,881 | 3,543,108 |
| 3.20\%, due June 18, 2044 | 8,326,000 | 7,945,894 | 7,031,857 | 3.30\%, due June 2, 2048 | 10,576,000 | 10,806,898 | 8,890,059 |
| 2.80\%, due June 18, 2048 | 6,825,000 | 5,853,113 | 5,258,915 | 3.10\%, due June 2, 2050 | 2,586,000 | 2,888,965 | 2,088,084 |
| 2.95\%, due June 18, 2050 | 11,364,000 | 9,408,042 | 8,977,583 | 2.80\%, due December 2, 2052 | 1,020,000 | 1,054,313 | 767,533 |
| 2.75\%, due June 18, 2052 | 1,364,000 | 1,355,216 | 1,026,960 | TCHC Issuer Trust |  |  |  |
| Province of Manitoba |  |  |  | 4.88\%, due May 11, 2037 | 5,980,000 | 7,356,027 | 6,102,841 |
| 4.10\%, due March 5, 2041 | 5,652,000 | 6,821,204 | 5,403,041 | 5.40\%, due February 22, 2040 | 3,167,000 | 3,919,580 | 3,400,006 |
| 2.85\%, due September 5, 2046 | 1,732,000 | 1,830,204 | 1,330,372 |  |  |  |  |
| 3.40\%, due September 5, 2048 | 5,384,000 | 5,622,346 | 4,543,121 |  |  |  |  |
| $3.20 \%$, due March 5, 2050 | 7,077,000 | 7,100,681 | 5,743,672 |  |  |  |  |


|  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |


|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost $\$$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| City of Saint-Hyacinthe |  |  |  | Municipalite de St-Lambert-de-Lauzon Canada |  |  |  |
| 2.65\%, due July 13, 2026 | 91,000 | 95,640 | 86,632 | 1.90\%, due December 2, 2026 | 1,500,000 | 1,476,915 | 1,347,672 |
| 1.25\%, due August 30, 2026 | 1,376,000 | 1,356,378 | 1,242,666 | Municipality of Boischatel |  |  |  |
| $3.10 \%$, due February 28, 2028 | 117,000 | 125,519 | 111,115 | 0.90\%, due January 25,2026 | 1,700,000 | 1,677,560 | 1,535,610 |
| City of Saint-Jean-sur-Richelieu |  |  |  | Municipality of Chelsea |  |  |  |
| 1.85\%, due December 14, 2026 | 3,297,000 | 3,263,338 | 3,023,679 | 3.40\%, due October 16, 2028 | 2,553,000 | 2,491,380 | 2,432,243 |
| 2.70\%, due December 14, 2027 | 83,000 | 87,040 | 77,580 | Municipality of Eastman |  |  |  |
| $3.20 \%$, due December 19, 2028 | 32,000 | 30,656 | 30,342 | 1.00\%, due December 21, 2025 | 19,000 | 18,598 | 17,239 |
| City of Saint-Jérôme |  |  |  | Municipality of Grenville-sur-la-Rouge |  |  |  |
| 3.25\%, due October 14, 2025 | 1,000 | 1,087 | 966 | 1.60\%, due March 24, 2025 | 710,000 | 710,221 | 666,264 |
| 1.20\%, due October 5, 2026 | 1,924,000 | 1,885,116 | 1,711,590 | Municipality of Havre-St-Pierre |  |  |  |
| 3.40\%, due November 8, 2028 | 120,000 | 116,453 | 114,600 | 2.40\%, due February 17, 2027 | 934,000 | 914,330 | 851,916 |
| City of Saint-Joseph-de-Beauce |  |  |  | Municipality of Lac-Beauport |  |  |  |
| 2.00\%, due January 20, 2027 | 1,000,000 | 961,390 | 921,700 | 1.90\%, due March 16, 2025 | 865,000 | 855,309 | 819,588 |
| City of Saint-Lazare |  |  |  | 1.05\%, due December 21, 2025 | 23,000 | 22,564 | 20,953 |
| 1.05\%, due December 8, 2025 | 53,000 | 52,023 | 48,304 | Municipality of Métabetchouan-Lac-à-la-Croix |  |  |  |
| City of Saint-Lin-Laurentides |  |  |  | 2.30\%, due March 17, 2027 | 315,000 | 309,481 | 285,626 |
| 1.65\%, due March 23, 2025 | 812,000 | 810,953 | 779,682 | Municipality of Notre-Dame-du-Mont-Carmel |  |  |  |
| City of Salaberry-de-Valleyfield |  |  |  | 1.25\%, due September 17, 2026 | 1,000,000 | 986,620 | 881,152 |
| 2.10\%, due March 31, 2025 | 855,000 | 845,315 | 810,796 | Municipality of Port-Cartier |  |  |  |
| 2.50\%, due March 18, 2027 | 1,300,000 | 1,281,501 | 1,188,442 | 1.00\%, due January 27, 2026 | 835,000 | 825,322 | 754,256 |
| City of Sept-Îles |  |  |  | Municipality of Rawdon |  |  |  |
| 3.00\%, due August 19, 2025 | 9,000 | 9,660 | 8,720 | 1.85\%, due December 2, 2026 | 1,050,000 | 1,028,874 | 963,690 |
| City of Sherbrooke |  |  |  | Municipality of Saint-Honoré |  |  |  |
| 3.05\%, due June 23, 2025 | 23,000 | 24,717 | 22,250 | 0.90\%, due January 26, 2026 | 2,125,000 | 2,094,889 | 1,911,650 |
| $3.00 \%$, due January 26, 2026 | 641,000 | 696,966 | 617,027 | Municipality of Saint-Hyppolyte |  |  |  |
| 3.05\%, due March 6, 2029 | 120,000 | 113,630 | 112,260 | 0.95\%, due February 2, 2026 | 1,000,000 | 988,580 | 899,500 |
| City of St Colomban |  |  |  | Municipality of Saint-Isidore |  |  |  |
| 2.70\%, due February 26, 2024 | 22,000 | 23,079 | 21,487 | 2.80\%, due April 5, 2027 | 421,000 | 407,389 | 396,456 |
| City of St. John's |  |  |  | Municipality of Saint-Jacques |  |  |  |
| 2.92\%, due September 3, 2040 | 2,829,000 | 2,829,000 | 2,203,384 | 1.00\%, due February 24, 2026 | 1,963,000 | 1,930,218 | 1,756,689 |
| City of St-Faustin-Lac-Carre Canada |  |  |  | Municipality of St Jean Baptiste Canada |  |  |  |
| 1.20\%, due August 13, 2026 | 1,607,000 | 1,574,410 | 1,431,194 | 1.85\%, due December 17, 2026 | 944,000 | 929,311 | 845,496 |
| City of Terrebonne |  |  |  | Municipality of St-Andre-Avellin Canada |  |  |  |
| 3.00\%, due January 27, 2025 | 3,000 | 3,207 | 2,969 | 2.00\%, due January 21, 2027 | 1,090,000 | 1,047,893 | 979,801 |
| 2.50\%, due July 27,2026 | 706,000 | 751,671 | 677,901 | Municipality of St-Come-Liniere Canada |  |  |  |
| 1.80\%, due December 13, 2026 | 1,275,000 | 1,254,230 | 1,183,455 | 1.05\%, due December 21, 2025 | 27,000 | 26,488 | 24,492 |
| 2.95\%, due December 21, 2026 | 422,000 | 425,346 | 409,213 | Municipality of Ste-Luce Canada |  |  |  |
| 3.05\%, due July 10, 2028 | 75,000 | 71,596 | 70,980 | 2.35\%, due March 10, 2027 | 1,095,000 | 1,075,848 | 995,379 |
| 3.20\%, due November 29, 2028 | 1,507,000 | 1,457,118 | 1,439,185 | Municipality of St-Joseph-du-Lac Canada |  |  |  |
| City of Toronto |  |  |  | 1.70\%, due December 17, 2025 | 149,000 | 146,747 | 138,317 |
| 3.50\%, due June 2, 2036 | 138,000 | 141,429 | 123,929 | Municipality of Venise-en-Québec |  |  |  |
| 4.40\%, due December 14, 2042 | 8,548,000 | 8,526,545 | 8,261,599 | 0.90\%, due October 20, 2025 | 1,210,000 | 1,188,716 | 1,098,922 |
| 3.20\%, due August 1, 2048 | 1,000,000 | 787,470 | 786,165 | Newfoundland Power Inc. |  |  |  |
| 2.80\%, due November 22, 2049 | 6,129,000 | 5,023,479 | 4,417,207 | 3.61\%, due April 20, 2060 | 634,000 | 634,000 | 490,449 |
| 2.90\%, due April 29, 2051 | 194,000 | 191,406 | 142,340 | Régie intermunicipale de gestion des déchets de la |  |  |  |
| 4.30\%, due June 1, 2052 | 2,877,000 | 2,871,217 | 2,753,272 | Mauricie |  |  |  |
| City of Trois-Rivières |  |  |  | 3.30\%, due January 29, 2029 | 120,000 | 115,510 | 113,556 |
| 3.25\%, due October 21, 2025 | 8,000 | 8,697 | 7,749 | Regie Intermunicipale de L'Energie du Bas St |  |  |  |
| 3.35\%, due October 3, 2028 | 120,000 | 116,231 | 114,552 | Laurent |  |  |  |
| City of Val-d'Or |  |  |  | 3.05\%, due July 11, 2028 | 3,161,000 | 3,067,767 | 2,891,345 |
| 4.10\%, due July 28, 2027 | 440,000 | 433,281 | 427,788 | Régie intermunicipale de l'énergie Gaspésie-lles-de- |  |  |  |
| $3.40 \%$, due October 30, 2028 | 120,000 | 116,488 | 114,624 | la-Madeleine |  |  |  |
| City of Vancouver |  |  |  | 3.15\%, due July 5, 2028 | 151,000 | 144,987 | 140,717 |
| 3.10\%, due September 21, 2028 | 1,000,000 | 963,510 | 958,262 | Regional County Municipality of Bellechasse |  |  |  |
| City of Varennes |  |  |  | 2.50\%, due March 1, 2027 | 550,000 | 539,864 | 503,333 |
| 1.50\%, due March 23, 2025 | 1,183,000 | 1,157,606 | 1,107,525 | Regional County Municipality of La Vallée-du- |  |  |  |
| City of Vaudreuil |  |  |  | Richelieu |  |  |  |
| 3.20\%, due July 21, 2025 | 4,000 | 4,330 | 3,853 | 0.90\%, due February 2, 2025 | 1,167,000 | 1,162,274 | 1,083,560 |
| $3.25 \%$, due November 3, 2025 | 4,000 | 4,350 | 3,846 | Regional County Municipality of Montmagny |  |  |  |
| 2.85\%, due November 30, 2026 | 142,000 | 150,591 | 133,792 | 3.35\%, due April 22, 2027 | 1,380,000 | 1,363,040 | 1,304,215 |
| 3.35\%, due December 4, 2028 | 716,000 | 678,214 | 695,666 | Regional County of Vaudreuil-Soulanges Canada |  |  |  |
| City of Victoriaville |  |  |  | 2.10\%, due February 7, 2027 | 760,000 | 732,891 | 685,224 |
| $3.40 \%$, due February 12, 2029 | 120,000 | 116,168 | 113,844 | Regional Municipality of Kativik |  |  |  |
| City of Waterloo |  |  |  | 1.25\%, due June 30, 2025 | 1,285,000 | 1,268,723 | 1,184,770 |
| 3.40\%, due November 26, 2025 | 32,000 | 35,519 | 31,453 | Regional Municipality of Niagara |  |  |  |
| City of Windsor |  |  |  | 2.30\%, due July 6, 2025 | 500,000 | 526,450 | 480,100 |
| 0.95\%, due November 17, 2025 | 1,365,000 | 1,351,951 | 1,236,963 | Regional Municipality of Peel |  |  |  |
| City of Winnipeg |  |  |  | 5.10\%, due June 29, 2040 | 1,384,000 | 1,959,592 | 1,461,879 |
| 4.30\%, due November 15, 2051 | 374,000 | 503,905 | 355,299 | Reseau de Transport Metropolitain |  |  |  |
| Metropolitan Regional Transportation Authority |  |  |  | 1.35\%, due April 30, 2026 | 360,000 | 324,864 | 325,440 |
| 1.75\%, due November 1, 2026 | 900,000 | 814,860 | 808,560 | 2.00\%, due December 3, 2026 | 420,000 | 383,250 | 378,753 |
| Municipalite de Riviere Bleue Canada |  |  |  | Ryerson University |  |  |  |
| 2.00\%, due April 21, 2025 | 1,802,000 | 1,872,512 | 1,700,547 | 3.54\%, due May 4, 2061 | 3,591,000 | 3,591,000 | 2,728,438 |


|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Société de transport de l'Outaouais |  |  |  | 5.05\%, due October 7, 2027 | 8,569,000 | 8,524,662 | 8,574,124 |
| $3.25 \%$, due December 2, 2025 | 3,000 | 3,264 | 2,872 | 2.95\%, due June 19, 2029 | 7,978,000 | 8,205,486 | 7,662,271 |
| 2.30\%, due September 12, 2029 | 94,000 | 86,041 | 81,037 | Floating, due April 7, 2032 | 2,779,000 | 2,779,000 | 2,617,935 |
| Town of Temiscouata-sur-le-Lac Canada |  |  |  | 7.15\%, due July 28, 2082 | 5,671,000 | 5,659,031 | 5,567,476 |
| 1.00\%, due December 21, 2025 | 30,000 | 29,365 | 27,357 | Canadian National Railway Co . |  |  |  |
| 1.85\%, due November 26, 2026 | 1,100,000 | 1,080,475 | 986,652 | 3.60\%, due February 8, 2049 | 1,065,000 | 1,159,125 | 866,187 |
| York University |  |  |  | 3.05\%, due February 8, 2050 | 639,000 | 634,256 | 464,041 |
| 4.46\%, due February 26, 2054 | 836,000 | 991,563 | 772,715 | Canadian Utilities Ltd. |  |  |  |
|  |  | 153,125,215 | 137,918,872 | 4.54\%, due October 24, 2041 | 909,000 | 1,110,571 | 858,877 |
|  |  |  |  | 4.09\%, due September 2, 2044 | 581,000 | 698,053 | 511,710 |
| Corporations (38.4\%) |  |  |  | 3.95\%, due November 23, 2048 | 3,823,000 | 3,692,947 | 3,265,775 |
| 407 International Inc. |  |  |  | Canadian Western Bank |  |  |  |
| 4.45\%, due November 15, 2041 | 600,000 | 558,342 | 562,535 | 2.61\%, due January 30, 2025 | 4,499,000 | 4,610,260 | 4,251,272 |
| 3.83\%, due May 11, 2046 | 2,609,000 | 3,162,238 | 2,215,670 | 1.93\%, due April 16, 2026 | 2,788,000 | 2,788,851 | 2,505,135 |
| $3.60 \%$, due May 21, 2047 | 182,000 | 188,121 | 148,228 | Capital City Link GP |  |  |  |
| $3.72 \%$, due May 11, 2048 | 1,652,000 | 1,652,000 | 1,371,337 | 4.39\%, due March 31, 2046 | 3,952,927 | 4,208,260 | 3,601,081 |
| 3.67\%, due March 8, 2049 | 4,349,000 | 4,658,814 | 3,575,583 | Central 1 Credit Union |  |  |  |
| 2.84\%, due March 7, 2050 | 990,000 | 996,119 | 688,191 | 1.32\%, due January 29, 2026 | 1,618,000 | 1,617,356 | 1,431,448 |
| Access Justice Durham |  |  |  | Chip Mortgage Trust |  |  |  |
| 5.02\%, due August 31, 2039 | 1,582,784 | 1,974,903 | 1,569,329 | 1.74\%, due December 15, 2025 | 1,166,000 | 1,165,986 | 1,041,214 |
| Aéroports de Montréal |  |  |  | Choice Properties Reit |  |  |  |
| 5.17\%, due September 17, 2035 | 3,111,000 | 3,200,631 | 3,170,797 | $3.55 \%$, due January 10, 2025 | 1,547,000 | 1,560,052 | 1,490,035 |
| 3.03\%, due April 21, 2050 | 2,541,000 | 2,664,053 | 1,839,608 | 4.06\%, due November 24, 2025 | 2,556,000 | 2,693,812 | 2,466,328 |
| 3.44\%, due April 26, 2051 | 1,357,000 | 1,357,882 | 1,064,504 | 2.46\%, due November 30, 2026 | 3,600,000 | 3,179,435 | 3,244,532 |
| Algonquin Power \& Utilities Corp. |  |  |  | 2.85\%, due May 21, 2027 | 273,000 | 273,000 | 247,983 |
| 4.60\%, due January 29, 2029 | 1,054,000 | 1,053,494 | 1,009,882 | 4.18\%, due March 8, 2028 | 4,091,000 | 4,191,994 | 3,888,340 |
| Alimentation Couche-Tard Inc. |  |  |  | 3.53\%, due June 11, 2029 | 3,036,000 | 2,921,767 | 2,733,241 |
| $3.60 \%$, due June 2, 2025 | 1,408,000 | 1,500,656 | 1,365,384 | 6.00\%, due June 24, 2032 | 5,627,000 | 5,627,000 | 5,791,044 |
| AltaGas Ltd. |  |  |  | Clover LP |  |  |  |
| 2.16\%, due June 10, 2025 | 1,185,000 | 1,185,000 | 1,102,241 | 4.22\%, due March 31, 2034 | 1,595,832 | 1,608,741 | 1,521,160 |
| 4.12\%, due April 7, 2026 | 3,273,000 | 3,544,750 | 3,164,500 | Coast Capital Savings Credit Union |  |  |  |
| 3.98\%, due October 4, 2027 | 679,000 | 678,722 | 645,062 | Floating, due May 3, 2028 | 2,271,000 | 2,289,258 | 2,261,821 |
| 2.08\%, due May 30, 2028 | 1,469,000 | 1,469,000 | 1,255,274 | $5.25 \%$, due October 29, 2030 | 1,406,000 | 1,500,111 | 1,363,994 |
| 4.50\%, due August 15, 2044 | 635,000 | 590,209 | 519,958 | Comber Wind Financial Corp. |  |  |  |
| Bank of Montreal |  |  |  | $5.13 \%$, due November 15, 2030 | 149,472 | 164,180 | 146,662 |
| 2.37\%, due February 3, 2025 | 10,739,000 | 10,649,130 | 10,165,817 | Concentra Bank |  |  |  |
| 1.76\%, due March 10, 2026 | 8,500,000 | 7,783,875 | 7,709,194 | 1.46\%, due May 17, 2024 | 1,098,000 | 1,098,143 | 1,033,053 |
| 3.65\%, due April 1, 2027 | 6,550,000 | 6,289,162 | 6,223,201 | Connect 6ix GP |  |  |  |
| 4.31\%, due June 1, 2027 | 10,000,000 | 9,692,120 | 9,749,690 | $6.11 \%$, due November 30, 2046 | 1,026,000 | 1,026,000 | 1,034,926 |
| Floating, due November 26, 2027 | 2,071,000 | 2,071,000 | 2,072,160 | 6.21\%, due November 30, 2060 | 737,000 | 737,000 | 738,621 |
| 4.71\%, due December 7, 2027 | 18,565,000 | 18,565,000 | 18,327,275 | Co-operators Financial Services Ltd. |  |  |  |
| 2.88\%, due September 17, 2029 | 2,200,000 | 2,227,214 | 2,100,019 | $3.33 \%$, due May 13, 2030 | 679,000 | 700,253 | 580,916 |
| 2.08\%, due June 17, 2030 | 10,000,000 | 9,121,700 | 9,201,690 | Crombie Real Estate Investment Trust |  |  |  |
| $6.53 \%$, due October 27, 2032 | 3,131,000 | 3,131,000 | 3,254,177 | $3.68 \%$, due August 26, 2026 | 2,166,000 | 2,159,137 | 2,031,099 |
| Bank of Nova Scotia/The |  |  |  | 3.92\%, due June 21, 2027 | 782,000 | 787,508 | 733,977 |
| 1.95\%, due January 10, 2025 | 13,900,000 | 13,894,023 | 13,069,670 | 2.69\%, due March 31, 2028 | 507,000 | 507,000 | 441,540 |
| $5.50 \%$, due May 8, 2026 | 2,325,000 | 2,324,930 | 2,360,977 | CSS FSCC Partnership |  |  |  |
| 1.85\%, due November 2, 2026 | 1,943,000 | 1,862,497 | 1,734,607 | 6.92\%, due July 31, 2042 | 1,873,769 | 2,538,617 | 2,089,485 |
| 2.95\%, due March 8, 2027 | 5,163,000 | 5,156,082 | 4,773,354 | CT Real Estate Investment Trust |  |  |  |
| Floating, due July 27, 2027 | 7,454,000 | 7,454,000 | 7,285,458 | 3.29\%, due June 1, 2026 | 100,000 | 91,701 | 93,375 |
| $3.93 \%$, due May 3, 2032 | 7,082,000 | 7,081,575 | 6,607,357 | $3.47 \%$, due June 16, 2027 | 1,527,000 | 1,541,967 | 1,415,027 |
| BCI QuadReal Realty |  |  |  | 3.87\%, due December 7, 2027 | 1,247,000 | 1,263,691 | 1,164,530 |
| 2.55\%, due June 24, 2026 | 2,000,000 | 1,848,340 | 1,855,062 | 3.03\%, due February 5, 2029 | 7,319,000 | 6,440,605 | 6,391,975 |
| Bell Canada |  |  |  | Daimler Canada Finance Inc. |  |  |  |
| 1.65\%, due August 16, 2027 | 2,697,000 | 2,696,491 | 2,347,733 | 1.65\%, due September 22, 2025 | 1,396,000 | 1,393,864 | 1,275,171 |
| 2.20\%, due May 29, 2028 | 5,692,000 | 5,242,962 | 4,979,111 | Dollarama Inc. |  |  |  |
| 2.50\%, due May 14, 2030 | 1,042,000 | 1,042,774 | 881,494 | 1.87\%, due July 8, 2026 | 2,650,000 | 2,350,514 | 2,388,130 |
| $3.00 \%$, due March 17, 2031 | 3,303,000 | 3,093,388 | 2,845,241 | 2.44\%, due July 9, 2029 | 3,685,000 | 3,685,000 | 3,161,350 |
| $5.85 \%$, due November 10, 2032 | 4,496,000 | 4,485,569 | 4,704,417 | Empire Life Insurance |  |  |  |
| 6.10\%, due March 16, 2035 | 2,507,000 | 3,234,830 | 2,617,396 | Floating, due September 24, 2031 | 1,567,000 | 1,567,000 | 1,373,499 |
| 4.45\%, due February 27, 2047 | 872,000 | 911,603 | 743,062 | Enbridge Gas Distribution Inc. |  |  |  |
| Bridging North America GP |  |  |  | 4.00\%, due August 22, 2044 | 327,000 | 281,119 | 281,805 |
| 4.34\%, due August 31, 2053 | 571,000 | 591,128 | 464,630 | 4.95\%, due November 22, 2050 | 1,258,000 | 1,682,578 | 1,249,561 |
| British Columbia Ferry Services Inc. |  |  |  | $3.20 \%$, due September 15, 2051 | 1,700,000 | 1,698,045 | 1,238,965 |
| 6.25\%, due October 13, 2034 | 400,000 | 435,272 | 452,133 | Enbridge Inc. |  |  |  |
| BRP Finance ULC |  |  |  | 2.99\%, due October 3, 2029 | 4,682,000 | 4,487,778 | 4,110,403 |
| 5.84\%, due November 5, 2036 | 455,000 | 589,562 | 465,563 | 6.10\%, due November 9, 2032 | 3,190,000 | 3,189,043 | 3,356,400 |
| Canadian Imperial Bank of Commerce |  |  |  | 3.10\%, due September 21, 2033 | 3,170,000 | 3,164,643 | 2,570,138 |
| 2.35\%, due August 28, 2024 | 7,610,000 | 7,798,644 | 7,278,706 | 5.75\%, due September 2, 2039 | 1,876,000 | 2,259,949 | 1,849,800 |
| 2.75\%, due March 7, 2025 | 5,139,000 | 5,137,818 | 4,896,881 | 4.10\%, due September 21, 2051 | 1,428,000 | 1,423,345 | 1,086,751 |
| 2.25\%, due January 7, 2027 | 8,741,000 | 8,678,755 | 7,874,033 | Floating, due September 27, 2077 | 1,807,000 | 1,774,329 | 1,650,734 |
| 4.95\%, due June 29, 2027 | 4,561,000 | 4,554,022 | 4,556,070 | Floating, due April 12, 2078 | 2,566,000 | 2,701,690 | 2,469,039 |


|  | Par Value | Average $\qquad$ Cost $\$$ | Fair Value $\$$ |  | Par Value | Average $\qquad$ Cost | Fair Value \$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Enbridge Pipelines Inc. |  |  |  | Hyundai Capital Canada Inc. |  |  |  |
| 3.52\%, due February 22, 2029 | 607,000 | 613,177 | 560,274 | 2.01\%, due May 12, 2026 | 898,000 | 898,236 | 798,973 |
| 4.55\%, due August 17, 2043 | 3,086,000 | 2,945,340 | 2,614,280 | iA Financial Corp Inc. |  |  |  |
| 4.55\%, due September 29, 2045 | 3,242,000 | 3,204,069 | 2,727,585 | Floating, due June 30, 2027 | 5,727,000 | 5,727,000 | 5,530,020 |
| 4.33\%, due February 22, 2049 | 3,017,000 | 2,939,030 | 2,431,295 | 3.07\%, due September 24, 2031 | 3,444,000 | 3,444,000 | 3,159,064 |
| 4.20\%, due May 12, 2051 | 2,808,000 | 2,721,599 | 2,198,743 | Intact Financial Corp. |  |  |  |
| Energir Inc. |  |  |  | 2.85\%, due June 7, 2027 | 2,700,000 | 2,646,320 | 2,492,821 |
| 2.10\%, due April 16, 2027 | 1,000,000 | 894,640 | 911,082 | 1.93\%, due December 16, 2030 | 3,257,000 | 2,998,656 | 2,608,235 |
| Energir LP |  |  |  | 2.95\%, due December 16, 2050 | 943,000 | 943,000 | 639,177 |
| 3.04\%, due February 9, 2032 | 1,900,000 | 1,633,202 | 1,667,322 | 3.77\%, due May 20, 2053 | 670,000 | 670,000 | 526,748 |
| Enmax Corp. |  |  |  | Integrated Team Solutions SJHC Partnership |  |  |  |
| 3.33\%, due June 2, 2025 | 1,684,000 | 1,692,127 | 1,604,352 | 5.95\%, due November 30, 2042 | 1,538,611 | 1,881,620 | 1,608,271 |
| EPCOR Utilities Inc. |  |  |  | Inter Pipeline Ltd. |  |  |  |
| 6.80\%, due June 28, 2029 | 330,000 | 438,435 | 368,678 | 5.76\%, due February 17, 2028 | 2,856,000 | 2,855,772 | 2,892,234 |
| Fair Hydro Trust |  |  |  | $3.98 \%$, due November 25, 2031 | 2,719,000 | 2,719,000 | 2,369,543 |
| 3.36\%, due May 15, 2033 | 546,000 | 628,812 | 499,855 | 5.85\%, due May 18, 2032 | 3,633,000 | 3,633,000 | 3,609,894 |
| Fairfax Financial Holdings Ltd. |  |  |  | Ivanhoe Cambridge II Inc. |  |  |  |
| 4.95\%, due March 3, 2025 | 1,000,000 | 977,710 | 987,862 | 2.30\%, due December 12, 2024 | 4,000,000 | 3,793,025 | 3,797,020 |
| 4.70\%, due December 16, 2026 | 3,950,000 | 3,778,098 | 3,839,985 | Laurentian Bank of Canada |  |  |  |
| 4.23\%, due June 14, 2029 | 1,000,000 | 884,900 | 927,373 | 1.15\%, due June 3, 2024 | 2,548,000 | 2,547,414 | 2,396,307 |
| Fédération des caisses Desjardins |  |  |  | 1.95\%, due March 17, 2025 | 4,174,000 | 4,168,699 | 3,875,054 |
| Floating, due February 23, 2023 | 7,709,000 | 7,507,237 | 7,503,694 | Loblaw Companies Ltd. |  |  |  |
| 2.42\%, due October 4, 2024 | 3,457,000 | 3,480,829 | 3,301,290 | 6.50\%, due January 22, 2029 | 1,892,000 | 2,411,967 | 2,026,621 |
| 5.20\%, due October 1, 2025 | 3,871,000 | 3,868,794 | 3,883,271 | 6.85\%, due March 1, 2032 | 385,000 | 509,730 | 423,193 |
| Floating, due May 28, 2026 | 3,146,000 | 3,146,000 | 2,784,295 | 6.05\%, due June 9, 2034 | 1,692,000 | 2,120,617 | 1,764,147 |
| 1.59\%, due September 10, 2026 | 3,350,000 | 2,936,046 | 2,974,398 | 6.15\%, due January 29, 2035 | 892,000 | 1,135,016 | 942,015 |
| 4.41\%, due May 19, 2027 | 7,861,000 | 7,799,142 | 7,681,439 | 5.90\%, due January 18, 2036 | 2,503,000 | 3,135,897 | 2,588,530 |
| Floating, due May 26, 2030 | 9,174,000 | 9,088,830 | 8,605,992 | 5.34\%, due September 13, 2052 | 1,548,000 | 1,548,000 | 1,550,697 |
| First Capital Realty Inc. |  |  |  | Lower Mattagami Energy LP |  |  |  |
| 3.46\%, due January 22, 2027 | 824,000 | 824,000 | 739,398 | 4.85\%, due April 28, 2024 | 3,000,000 | 3,117,555 | 3,034,593 |
| First Nations ETF LP |  |  |  | 2.31\%, due October 21, 2026 | 2,500,000 | 2,286,960 | 2,310,842 |
| 4.14\%, due December 31, 2041 | 1,555,624 | 1,565,747 | 1,408,906 | 2.43\%, due May 14, 2031 | 3,900,000 | 3,305,008 | 3,331,895 |
| FortisAlberta Inc. |  |  |  | Manulife Financial Corp. |  |  |  |
| 4.11\%, due September 29, 2044 | 136,000 | 159,812 | 119,744 | 2.86\%, due February 16, 2027 | 3,858,000 | 3,858,000 | 3,553,712 |
| 2.63\%, due June 8, 2051 | 542,000 | 542,000 | 352,252 | 3.05\%, due August 20, 2029 | 4,982,000 | 5,007,639 | 4,779,820 |
| 4.62\%, due May 30, 2052 | 1,267,000 | 1,267,000 | 1,203,565 | 2.24\%, due May 12, 2030 | 1,876,000 | 1,876,000 | 1,741,427 |
| FortisBC Inc. |  |  |  | Floating, due May 13, 2035 | 3,860,000 | 3,867,235 | 3,252,918 |
| 4.00\%, due October 28, 2044 | 2,000,000 | 1,697,760 | 1,694,418 | Floating, due June 19, 2081 | 2,572,000 | 2,572,000 | 1,934,985 |
| General Motors Financial of Canada Ltd. |  |  |  | 7.12\%, due June 19, 2082 | 6,439,000 | 6,439,000 | 6,343,445 |
| 5.95\%, due May 14, 2024 | 601,000 | 669,935 | 600,830 | MCAP Commercial LP |  |  |  |
| 1.70\%, due July 9, 2025 | 899,000 | 897,786 | 816,119 | 3.38\%, due November 26, 2027 | 1,204,000 | 1,204,000 | 1,060,582 |
| Gibson Energy Inc. |  |  |  | Melancthon Wolfe Wind LP |  |  |  |
| 2.45\%, due July 14, 2025 | 625,000 | 624,777 | 582,168 | 3.83\%, due December 31, 2028 | 1,512,441 | 1,539,205 | 1,419,007 |
| 3.60\%, due September 17, 2029 | 1,152,000 | 1,148,544 | 1,032,966 | Metro Inc. |  |  |  |
| Grand Renewable Solar LP |  |  |  | 3.39\%, due December 6, 2027 | 1,577,000 | 1,608,000 | 1,481,729 |
| 3.93\%, due January 31, 2035 | 1,718,260 | 1,741,347 | 1,590,406 | 4.27\%, due December 4, 2047 | 3,616,000 | 3,806,331 | 3,076,536 |
| Granite Reit Holdings LP |  |  |  | Montreal Metropolitan Community |  |  |  |
| 3.06\%, due June 4, 2027 | 3,800,000 | 3,400,962 | 3,463,514 | 1.25\%, due June 10, 2025 | 1,700,000 | 1,691,448 | 1,583,040 |
| 2.19\%, due August 30, 2028 | 779,000 | 732,891 | 660,575 | National Bank of Canada |  |  |  |
| 2.38\%, due December 18, 2030 | 889,000 | 889,000 | 708,534 | 2.58\%, due February 3, 2025 | 902,000 | 879,540 | 857,061 |
| Great-West Lifeco Inc. |  |  |  | 5.30\%, due November 3, 2025 | 10,219,000 | 10,219,000 | 10,285,352 |
| 6.00\%, due November 16, 2039 | 1,991,000 | 2,725,230 | 2,146,400 | 1.53\%, due June 15, 2026 | 4,850,000 | 4,273,246 | 4,331,433 |
| H\&R Real Estate Investment Trust |  |  |  | North Battleford Power LP |  |  |  |
| 3.37\%, due January 30, 2024 | 6,542,000 | 6,627,289 | 6,358,379 | 4.96\%, due December 31, 2032 | 2,152,732 | 2,261,949 | 2,139,329 |
| Health Montreal Collective LP |  |  |  | North West Redwater Partnership / NWR Financing |  |  |  |
| 6.72\%, due September 30, 2049 | 4,134,574 | 5,389,423 | 4,446,611 | Co. Ltd. |  |  |  |
| Hospital Infrastructure Partners NOH Partnership |  |  |  | 2.80\%, due June 1, 2031 | 6,470,000 | 5,707,070 | 5,514,627 |
| 5.44\%, due January 31, 2045 | 2,919,172 | 3,338,447 | 2,916,810 | 3.65\%, due June 1, 2035 | 483,000 | 502,190 | 415,224 |
| HSBC Bank Canada |  |  |  | 3.70\%, due February 23, 2043 | 15,000 | 15,659 | 12,046 |
| 1.78\%, due May 20, 2026 | 4,870,000 | 4,871,505 | 4,408,051 | 3.75\%, due June 1, 2051 | 1,250,000 | 1,244,675 | 970,676 |
| Hydro One Inc. |  |  |  | Northern Courier Pipeline LP |  |  |  |
| 2.23\%, due September 17, 2031 | 6,738,000 | 5,793,133 | 5,597,627 | 3.37\%, due June 30, 2042 | 1,608,216 | 1,608,216 | 1,399,042 |
| 6.93\%, due June 1, 2032 | 771,000 | 1,140,432 | 886,456 | Northwestern Hydro Acquisition Co II LP |  |  |  |
| 5.36\%, due May 20, 2036 | 273,000 | 373,368 | 283,942 | 3.88\%, due December 31, 2036 | 3,268,000 | 3,268,000 | 2,811,460 |
| 5.49\%, due July 16, 2040 | 56,000 | 73,284 | 59,682 | Nova Scotia Power Inc. |  |  |  |
| 4.39\%, due September 26, 2041 | 245,000 | 288,169 | 228,661 | 5.61\%, due June 15, 2040 | 557,000 | 790,623 | 566,646 |
| 4.17\%, due June 6, 2044 | 2,000,000 | 1,740,520 | 1,803,608 | 3.31\%, due April 25, 2050 | 1,854,000 | 1,878,721 | 1,305,787 |
| 5.00\%, due October 19, 2046 | 299,000 | 402,633 | 302,718 | OMERS Finance Trust |  |  |  |
| 3.63\%, due June 25, 2049 | 3,499,000 | 3,162,707 | 2,860,691 | 1.55\%, due April 21, 2027 | 6,159,000 | 6,152,903 | 5,567,718 |
| 3.10\%, due September 15, 2051 | 1,400,000 | 1,110,049 | 1,025,361 | 2.60\%, due May 14, 2029 | 1,813,000 | 1,847,231 | 1,661,428 |
| 4.00\%, due December 22, 2051 | 138,000 | 153,925 | 119,521 |  |  |  |  |


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \\ \hline \end{array}$ | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| OMERS Finance Trust Realty Corporation |  |  |  | SNC-Lavalin Innisfree McGill Finance Inc. |  |  |  |
| 5.38\%, due November 14, 2028 | 4,300,000 | 4,364,925 | 4,421,359 | 6.63\%, due June 30, 2044 | 3,840,672 | 4,951,694 | 4,274,261 |
| Ontario Power Generation Inc. |  |  |  | SSL Finance Inc. / SSL Financement Inc. |  |  |  |
| 2.89\%, due April 8, 2025 | 1,500,000 | 1,428,675 | 1,440,104 | 4.10\%, due October 31, 2045 | 310,488 | 338,665 | 274,506 |
| 4.92\%, due July 19, 2032 | 548,000 | 557,250 | 548,802 | Sun Life Financial Inc. |  |  |  |
| Ontario Teachers' Finance Trust |  |  |  | Floating, due August 13, 2029 | 2,000,000 | 1,885,860 | 1,900,572 |
| 1.10\%, due October 19, 2027 | 3,339,000 | 3,329,818 | 2,917,969 | 2.46\%, due November 18, 2031 | 5,069,000 | 5,066,871 | 4,543,137 |
| 4.45\%, due June 2, 2032 | 11,000,000 | 10,965,570 | 11,177,650 | 2.58\%, due May 10, 2032 | 16,119,000 | 16,309,424 | 14,436,789 |
| OPB Finance Trust |  |  |  | Floating, due November 21, 2033 | 2,962,000 | 2,900,153 | 2,587,991 |
| 2.98\%, due January 25, 2027 | 2,064,000 | 2,133,422 | 1,965,157 | 4.78\%, due August 10, 2034 | 4,737,000 | 4,735,863 | 4,575,677 |
| Ornge Issuer Trust |  |  |  | Floating, due October 1, 2035 | 2,661,000 | 2,199,692 | 2,095,742 |
| 5.73\%, due June 11, 2034 | 5,666,150 | 6,517,167 | 5,854,799 | Floating, due May 29, 2037 | 998,000 | 1,253,538 | 968,386 |
| Ottawa University |  |  |  | TELUS Corp. |  |  |  |
| 2.64\%, due February 13, 2060 | 3,028,000 | 3,028,000 | 1,884,400 | 3.15\%, due February 19, 2030 | 2,807,000 | 2,762,200 | 2,483,533 |
| Pembina Pipeline Corporation |  |  |  | 2.05\%, due October 7, 2030 | 2,184,000 | 1,939,589 | 1,754,925 |
| 3.62\%, due April 3, 2029 | 1,078,000 | 1,105,029 | 989,121 | $5.25 \%$, due November 15, 2032 | 5,147,000 | 5,130,169 | 5,120,946 |
| 3.31\%, due February 1, 2030 | 2,675,000 | 2,708,560 | 2,374,667 | 4.85\%, due April 5, 2044 | 6,708,000 | 7,497,359 | 5,988,144 |
| $3.53 \%$, due December 10, 2031 | 2,801,000 | 2,800,524 | 2,436,413 | 4.75\%, due January 17, 2045 | 2,000,000 | 2,264,440 | 1,759,070 |
| 4.75\%, due April 30, 2043 | 2,346,000 | 2,033,460 | 1,999,958 | 4.40\%, due January 29, 2046 | 247,000 | 238,073 | 205,637 |
| 4.81\%, due March 25, 2044 | 9,322,000 | 9,766,078 | 8,005,594 | 4.70\%, due March 6, 2048 | 1,974,000 | 2,052,775 | 1,708,169 |
| 4.67\%, due May 28, 2050 | 566,000 | 587,067 | 466,481 | 3.95\%, due February 16, 2050 | 2,037,000 | 2,102,568 | 1,551,112 |
| Plenary Health Bridgepoint LP |  |  |  | 4.10\%, due April 5, 2051 | 926,000 | 921,092 | 721,488 |
| 7.25\%, due August 31, 2042 | 2,379,841 | 3,315,799 | 2,740,259 | Teranet Holdings LP |  |  |  |
| Plenary Properties LTAP LP |  |  |  | 5.75\%, due December 17, 2040 | 431,000 | 479,214 | 407,396 |
| 6.29\%, due January 31, 2044 | 3,473,738 | 4,568,378 | 3,773,480 | Toronto District School Board |  |  |  |
| PSP Capital Inc. |  |  |  | $5.07 \%$, due December 17, 2024 | 2,125,409 | 2,260,776 | 2,126,920 |
| 3.29\%, due April 4, 2024 | 3,117,000 | 3,242,006 | 3,071,093 | Toronto Hydro Corp. |  |  |  |
| 2.60\%, due March 1, 2032 | 4,000,000 | 3,556,090 | 3,543,844 | 4.95\%, due October 13, 2052 | 2,250,000 | 2,290,665 | 2,302,569 |
| Reliance LP |  |  |  | Toronto-Dominion Bank |  |  |  |
| 3.75\%, due March 15, 2026 | 756,000 | 753,551 | 715,348 | 1.94\%, due March 13, 2025 | 40,000 | 41,555 | 37,466 |
| 2.68\%, due December 1, 2027 | 442,000 | 441,920 | 388,561 | 2.67\%, due September 9, 2025 | 4,153,000 | 4,058,976 | 3,910,336 |
| 2.67\%, due August 1, 2028 | 1,627,000 | 1,602,281 | 1,401,551 | 1.13\%, due December 9, 2025 | 151,000 | 148,531 | 135,318 |
| Réseau de transport de la Capitale |  |  |  | 2.26\%, due January 7, 2027 | 9,284,000 | 9,055,362 | 8,379,729 |
| 0.80\%, due November 18, 2023 | 426,000 | 409,982 | 413,177 | 4.21\%, due June 1, 2027 | 11,107,000 | 11,044,800 | 10,791,517 |
| 1.30\%, due June 14, 2026 | 550,000 | 494,010 | 508,750 | 5.38\%, due October 21, 2027 | 16,052,000 | 16,083,920 | 16,326,216 |
| RioCan Real Estate Investment Trust |  |  |  | 1.90\%, due September 11, 2028 | 940,000 | 798,464 | 799,610 |
| 2.58\%, due February 12, 2025 | 709,000 | 722,386 | 665,830 | 3.22\%, due July 25,2029 | 382,000 | 402,935 | 367,630 |
| Rogers Communications Inc. |  |  |  | Floating, due April 22, 2030 | 4,598,000 | 4,598,000 | 4,356,550 |
| 3.65\%, due March 31, 2027 | 3,112,000 | 3,223,102 | 2,937,821 | Toronto-Dominion Bank/The |  |  |  |
| 4.25\%, due April 15, 2032 | 2,180,000 | 2,179,717 | 1,988,714 | Floating, due October 31, 2027 | 6,645,000 | 6,645,000 | 6,605,024 |
| 6.11\%, due August 25, 2040 | 3,718,000 | 4,682,874 | 3,739,892 | 4.68\%, due January 8, 2029 | 16,877,000 | 16,877,000 | 16,623,811 |
| 5.25\%, due April 15, 2052 | 3,805,000 | 3,785,328 | 3,437,951 | Toyota Credit Canada Inc. |  |  |  |
| Royal Bank of Canada |  |  |  | 2.73\%, due August 25, 2025 | 1,704,000 | 1,703,710 | 1,610,287 |
| Floating, due January 28, 2023 | 8,423,000 | 7,719,620 | 6,973,688 | TransCanada Pipelines Ltd. |  |  |  |
| 3.30\%, due September 26, 2023 | 1,700,000 | 1,672,834 | 1,677,518 | 3.80\%, due April 5, 2027 | 4,755,000 | 4,773,691 | 4,537,516 |
| 3.37\%, due September 29, 2025 | 2,742,000 | 2,742,000 | 2,628,256 | $3.00 \%$, due September 18, 2029 | 819,000 | 845,858 | 721,355 |
| 1.59\%, due May 4, 2026 | 3,158,000 | 3,016,269 | 2,834,801 | 2.97\%, due June 9, 2031 | 1,559,000 | 1,467,424 | 1,312,898 |
| 5.24\%, due November 2, 2026 | 7,638,000 | 7,637,924 | 7,703,588 | 5.33\%, due May 12, 2032 | 2,771,000 | 2,770,584 | 2,764,837 |
| 2.33\%, due January 28, 2027 | 5,489,000 | 4,925,883 | 4,958,000 | 8.05\%, due February 17, 2039 | 5,952,000 | 9,340,228 | 7,305,199 |
| 4.61\%, due July 26,2027 | 7,000,000 | 6,886,600 | 6,909,784 | 4.55\%, due November 15, 2041 | 866,000 | 953,962 | 738,252 |
| 1.83\%, due July 31, 2028 | 2,000,000 | 1,657,060 | 1,700,634 | 4.35\%, due June 6, 2046 | 682,000 | 756,352 | 553,079 |
| Floating, due July 25,2029 | 3,873,000 | 3,879,477 | 3,698,235 | 4.34\%, due October 15, 2049 | 1,661,000 | 1,728,340 | 1,330,624 |
| Floating, due December 23, 2029 | 1,350,000 | 1,355,209 | 1,279,014 | Transcanada Trust |  |  |  |
| 2.94\%, due May 3, 2032 | 3,671,000 | 3,670,192 | 3,290,530 | Floating, due March 4, 2081 | 1,801,000 | 1,801,000 | 1,438,441 |
| Scotiabank |  |  |  | Trillium Windpower LP |  |  |  |
| 1.40\%, due November 1, 2027 | 5,359,000 | 4,510,077 | 4,561,977 | 5.80\%, due February 15, 2033 | 161,257 | 188,108 | 164,515 |
| Floating, due July 3, 2024 | 4,252,000 | 4,287,020 | 4,074,356 | Union Gas Ltd. |  |  |  |
| Floating, due January 18, 2029 | 1,564,000 | 1,588,200 | 1,535,332 | 5.20\%, due July 23, 2040 | 1,313,000 | 1,852,170 | 1,334,495 |
| SEC LP and Arci Ltd. |  |  |  | 4.20\%, due June 2, 2044 | 2,051,000 | 2,299,707 | 1,820,088 |
| 5.19\%, due August 29, 2033 | 270,342 | 291,434 | 260,056 | Verizon Communications Inc. |  |  |  |
| SGTP Highway Bypass LP |  |  |  | 4.05\%, due March 22, 2051 | 2,895,000 | 2,888,023 | 2,295,301 |
| 4.11\%, due January 31, 2045 | 4,013,631 | 4,115,879 | 3,579,794 | West Edmonton Mall Property Inc. |  |  |  |
| Shaw Communications Inc. |  |  |  | 4.31\%, due February 13, 2024 | 1,657,000 | 1,716,402 | 1,604,176 |
| 6.75\%, due November 9, 2039 | 1,371,000 | 1,684,969 | 1,465,068 | Winnipeg Airport Authority Inc. |  |  |  |
| Sienna Senior Living Inc. |  |  |  | $5.21 \%$, due September 28, 2040 | 315,681 | 383,483 | 311,260 |
| 3.11\%, due November 4, 2024 | 1,284,000 | 1,284,000 | 1,221,129 |  |  | 890,395,916 | 824,407,848 |
| 2.82\%, due March 31, 2027 | 716,000 | 715,671 | 639,155 |  |  |  |  |
| Sinai Health System/Canada |  |  |  | Foreign Bonds (2.8\%) |  |  |  |
| 3.53\%, due June 9, 2056 | 3,416,000 | 3,357,765 | 2,700,136 | AT\&T Inc. |  |  |  |
| Smart Real Estate Investment Trust |  |  |  | 4.00\%, due November 25, 2025 | 1,136,000 | 1,160,746 | 1,106,607 |
| 3.83\%, due December 21, 2027 | 3,056,000 | 3,086,766 | 2,815,539 | Bank of America Corp. |  |  |  |
| 2.31\%, due December 18, 2028 | 409,000 | 383,669 | 338,535 | Floating, due April 25, 2024 | 4,123,000 | 4,226,402 | 3,989,720 |
| 3.53\%, due December 20, 2029 | 2,204,000 | 2,182,986 | 1,911,359 |  |  |  |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | $\begin{array}{r} \mathrm{Par} \\ \text { Value } \\ \hline \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Floating, due September 20, 2025 | 2,606,000 | 2,637,368 | 2,521,240 |
| Floating, due September 15, 2027 | 1,022,000 | 1,021,959 | 910,217 |
| Floating, due March 16, 2028 | 3,546,000 | 3,546,000 | 3,330,276 |
| 2.60\%, due April 4, 2029 | 2,993,000 | 2,996,298 | 2,634,498 |
| BNP Paribas SA |  |  |  |
| 2.54\%, due July 13, 2029 | 1,106,000 | 1,106,000 | 928,742 |
| CDP Financial Inc. |  |  |  |
| 3.80\%, due June 2, 2027 | 11,800,000 | 11,796,696 | 11,762,240 |
| Citigroup Inc. |  |  |  |
| 4.09\%, due June 9, 2025 | 2,857,000 | 3,039,619 | 2,766,376 |
| Goldman Sachs Group Inc./The |  |  |  |
| Floating, due October 31, 2024 | 3,697,000 | 3,734,136 | 3,559,150 |
| Floating, due February 28, 2029 | 2,477,000 | 2,477,000 | 2,115,626 |
| J. P. Morgan Chase \& Co. |  |  |  |
| Floating, due March 5, 2028 | 3,017,000 | 3,017,115 | 2,661,622 |
| Manulife Finance (Delaware) LP |  |  |  |
| Floating, due December 15, 2036 | 3,157,000 | 3,767,982 | 2,949,184 |
| Morgan Stanley |  |  |  |
| 3.00\%, due February 7, 2024 | 1,027,000 | 1,059,819 | 1,000,422 |
| Floating, due August 4, 2027 | 1,992,000 | 1,992,000 | 1,763,683 |
| Wells Fargo \& Co. |  |  |  |
| 3.18\%, due February 8, 2024 | 511,000 | 511,000 | 498,430 |
| Floating, due April 28, 2025 | 5,237,000 | 5,237,000 | 5,094,606 |
| $3.87 \%$, due May 21, 2025 | 3,507,000 | 3,721,116 | 3,383,298 |
| 2.57\%, due May 1, 2026 | 4,455,000 | 4,249,140 | 4,179,881 |
| 2.49\%, due February 18, 2027 | 2,275,000 | 2,290,491 | 2,047,700 |
|  |  | 63,587,887 | 59,203,518 |
| Mortgage Backed Securities (0.1\%) |  |  |  |
| Classic RMBS Trust |  |  |  |
| 1.43\%, due November 15, 2051 | 712,368 | 712,368 | 679,780 |
| 1.53\%, due March 15, 2052 | 685,451 | 684,855 | 647,099 |
| Real Estate Asset Liquidity Trust |  |  |  |
| 3.64\%, due June 12, 2027 | 642,730 | 649,868 | 613,507 |
|  |  | 2,047,091 | 1,940,386 |
| Asset Backed Securities (0.2\%) |  |  |  |
| Eagle Credit Card Trust |  |  |  |
| 1.27\%, due July 17, 2025 | 942,000 | 941,819 | 855,192 |
| Glacier Credit Card Trust |  |  |  |
| 1.39\%, due September 22, 2025 | 3,789,000 | 3,789,065 | 3,425,442 |
|  |  | 4,730,884 | 4,280,634 |
| Total Bonds and Debentures |  | 2,309,215,258 | 2,106,713,880 |
|  | Number of units |  |  |
| Exchange Traded Funds (1.1\%) |  |  |  |
| NBI Sustainable Canadian Bond ETF | 1,140,000 | 25,000,200 | 24,578,400 |
| Total Investments (99.3\%) |  | 2,334,215,458 * | 2,131,292,280 |
| Bond Forward Contracts (0.0\%) |  |  | 393,592 |
| Cash and Other Net Assets (0.7\%) |  |  | 14,492,075 |
| Net Assets (100\%) |  |  | $\underline{\text { 2,146,177,947 }}$ |

*Average cost of Investments as of December 31, 2021 is $\$ 2,851,776,161$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Bond Forward Contracts (0.0 \%) | Position | Number of Contracts | $\begin{array}{r} \text { Maturity } \\ \text { Date } \\ \hline \end{array}$ | Unitary Cost | Current <br> Value (1) | Fair Value <br> Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
|  |  |  |  |  | \$ CA | \$CA |
| T-Bills ( 0.0 \%) |  |  |  |  |  |  |
| US Treasury Bill, 2,75\% | Long | 24,000,000 | 44,999 | 97.878 \$ US | 32,493,600 | $(689,384)$ |
| Government of Canada, 2,00\% | Short | 32,000,000 | 44,999 | 96.616 \$ CA | 32,000,000 | 1,082,976 |
|  |  |  |  |  |  | 393,592 |
| Total Bond Forward Contracts |  |  |  |  |  | 393,592 |

## NBI Income Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Assets |  |  |  | Income | 2 |  |  |
| Current assets |  |  |  | Interest income for distribution purposes |  | 2,497 | 2,820 |
| Investments | 5 | 71,551 | 93,639 | Income from securities lending |  | 1 |  |
| Cash |  | 88 | - | Other income |  | 6 | 27 |
| Subscriptions receivable |  | 6 | 8 | Changes in fair value |  |  |  |
| Proceeds from sale of investments receivable |  | 108 | 502 | Net realized gains (losses) on sale of investments |  | $(3,571)$ | 288 |
| Interest receivable |  | 480 | 436 | Change in net unrealized appreciation/depreciation on investments |  | $(9,570)$ | $(5,568)$ |
| Total assets |  | 72,233 | 94,585 |  |  |  |  |
|  |  |  |  | Total income |  | $(10,637)$ | $(2,433)$ |
| Liabilities |  |  |  |  |  |  |  |
|  |  |  |  | Expenses | 8 |  |  |
| Current liabilities |  |  |  |  |  |  |  |
| Bank overdraft |  | - | 130 | Management fees |  | 817 | 1,098 |
| Redeemed units payable |  | 62 | 43 | Directors' fees of independent review committee |  | 2 | 2 |
| Investments payable |  | 67 |  | Fees paid by the manager |  | (2) | (2) |
| Accrued expenses |  | 61 | 89 |  |  |  |  |
|  |  |  |  | Total expenses |  | 817 | 1,098 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 190 | 262 | Increase (decrease) in net assets attributable to holders of redeemable units |  | $(11,454)$ | $(3,531)$ |
| Net assets attributable to holders of redeemable units |  | 72,043 | 94,323 |  |  |  |  |
|  |  |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Net assets attributable to holders of redeemable units per series | 2 |  |  | Investor Series |  | $(11,115)$ | $(3,531)$ |
| Investor Series |  | 54,202 | 94,178 | Series F |  | (339) |  |
| Series F |  | 17,841 | 145 |  |  | $(11,454)$ | $(3,531)$ |
|  |  | 72,043 | 94,323 |  |  |  |  |
|  |  |  |  | Average number of units Investor Series | 2 |  |  |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  | Investor Series <br> Series F |  | $\begin{aligned} & 8,318,484 \\ & 1,414,835 \end{aligned}$ | $\begin{array}{r} 11,138,486 \\ 7,094 \end{array}$ |
| Investor Series |  | 7.57 | 8.85 |  |  |  |  |
| Series F |  | 8.59 | 10.02 | redeemable units per unit, per series | 2 |  |  |
|  |  |  |  | Investor Series |  | (1.34) | (0.32) |
| haff of the board of directors of National Bank Investments Inc. |  |  |  | Series F |  | (0.24) | (0.01) |
| Éric-Olivier Savoie |  |  |  |  |  |  |  |
| President and Chief Executive Officer |  |  |  |  |  |  |  |
| The Giang Diep |  |  |  |  |  |  |  |
| Director |  |  |  |  |  |  |  |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor Series |  | Series F |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ (192 \text { days }) \end{array}$ |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 94,178 | 109,843 | 145 | . |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (11,115) | $(3,531)$ | (339) | - |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,150 | 4,327 | 19,464 | 146 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  | . |
| Redemption of redeemable units |  | $(29,985)$ | $(16,430)$ | $(1,422)$ | - |
| Total redeemable units transactions |  | $(27,497)$ | $(10,306)$ | 18,343 | 146 |
| Distributions to investors | 2 |  |  |  |  |
| Net investment income |  | 1,364 | 1,736 | 308 | 1 |
| Net realized gain |  |  | 92 |  | - |
| Total distributions to investors |  | 1,364 | 1,828 | 308 | 1 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(39,976)$ | $(15,665)$ | 17,696 | 145 |
| Net assets attributable to holders of redeemable units, end of the year |  | 54,202 | 94,178 | 17,841 | 145 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 10,639,615 | 11,797,360 | 14,483 | - |
| Redeemable units issued |  | 143,001 | 484,345 | 2,188,891 | 14,460 |
| Redeemable units issued on reinvestments |  | 170,269 | 203,183 | 34,671 | 23 |
| Redeemable units redeemed |  | (3,792,062) | $(1,845,273)$ | $(162,229)$ | - |
| Redeemable units outstanding, end of the year |  | $\xrightarrow{7,160,823}$ | $\underline{ }$ 10,639,615 | $\underline{ }$ 2,075,816 | $\underline{14,483}$ |

## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments Amortization
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of
reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

2

| (33) | (32) |
| :---: | :---: |
| 20,616 | 4,486 |
| $(31,388)$ | $(16,401)$ |
| $(10,805)$ | $(11,947)$ |
| 218 | (262) |
| (130) | 132 |
| 88 | (130) |
| 2,453 | 2,900 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Income Fund's investment objective is to achieve a reasonably high return (higher than that for five-year guaranteed investment certificates) and income for the investor by investing mainly in fixed income securities. The Fund invests primarily in Canadian (federal and provincial) government bonds and investment grade corporate bonds.

The portfolio manager's security selection is based on an analysis of economic conditions in Canada and their impact on yields. Shorter or longer term issues will be favored depending on whether interest rates are expected to rise or fall. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's assets.

## General Information



|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 7.57 | - | 7.57 |
| Series F | 8.59 |  | 8.59 |


|  | As at December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Uni | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit \$ |
| Investor Series | 8.85 |  | 8.85 |
| Series F | 10.02 | - | 10.02 |
| Securities Lending (Note 2) |  |  |  |
| (in thousands Canadian dollars) |  |  |  |
|  |  | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Value of Securities Lent |  | 960 | 3,638 |
| Value of Collateral |  | 979 | 3,710 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

Total Income
Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\%$ |  |
| 2 | 100 | - | - |  |
| 1 | 50 | - | - |  |
| 1 | 50 | - | - |  |

Structured Entities (Note 2)
(in thousands Canadian dollars)

Asset Backed Commercial Paper

| December 31, | December 31, |
| ---: | ---: |
| 2022 | 2021 |
| $\$$ | $\$$ |
| 291 | 1,129 |


| Credit Risk (Note 5) |  |  |
| :---: | :---: | :---: |
| Debt securities by Credit Rating | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
| - $\quad$ \% |  |  |
| Investment Grade - AAA | 26.4 | 29.4 |
| Investment Grade - AA | 10.8 | 10.9 |
| Investment Grade - A | 36.4 | 37.0 |
| Investment Grade - BBB | 19.8 | 15.2 |
| Non-investment Grade - BB | - | 0.7 |
| Not rated | 5.9 | 6.1 |
|  | 99.3 | 99.3 |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A .
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | December 31, 2022 | December 31 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Under one year | 826,638 | 1,777,440 |
| From 1 year to 3 years | 6,808,130 | 13,915,523 |
| From 3 years to 5 years | 9,577,935 | 10,720,066 |
| From 5 years to 10 years | 28,059,322 | 26,792,005 |
| More than 10 years | 26,278,653 | 40,433,478 |
|  | 71,550,678 | 93,638,512 |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 1,482,522$ ( $\$ 2,100,054$ as at December 31, 2021).

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Asset Backed Securities | 0.2 | 0.5 |
| Cash, Money Market and Other Net Assets | 0.7 | 0.7 |
| Corporate Bonds | 37.3 | 29.4 |
| Federal Bonds | 26.0 | 27.8 |
| Foreign Bonds | 3.1 | 2.4 |
| Mortgage Backed Securities | 0.2 | 0.7 |
| Municipal Bonds | 8.3 | 8.5 |
| Provincial Bonds | 24.2 | 30.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 15,965,926 | 55,584,752 | - | 71,550,678 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 20,098,232 | 73,540,280 | - | 93,638,512 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  |  | December 31, 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |  |
| Series $F$ | - | 101 | 1 |  |  |

Losses (Note 9)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, <br> 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Capital Losses | 1,627 |  |


|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds and Debentures (99.3\%) |  |  |  | 3.70\%, due October 17, 2048 | 79,000 | 86,406 | 67,565 |
| Issued and Guaranteed by |  |  |  | 2.65\%, due October 17, 2050 | 123,000 | 113,879 | 85,051 |
| the Government of Canada (26.0\%) |  |  |  | 3.15\%, due December 2, 2052 | 69,000 | 68,416 | 52,670 |
| Government of Canada |  |  |  | Province of Nova Scotia |  |  |  |
| 2.50\%, due June 1, 2024 | 30,000 | 29,425 | 29,320 | 3.15\%, due December 1, 2051 | 259,000 | 261,679 | 208,370 |
| 0.50\%, due September 1, 2025 | 1,361,000 | 1,243,984 | 1,247,704 | Province of Ontario |  |  |  |
| 1.00\%, due June 1, 2027 | 38,000 | 34,523 | 34,394 | 2.60\%, due June 2, 2025 | 64,000 | 63,360 | 61,852 |
| 1.25\%, due June 1, 2030 | 2,356,000 | 2,088,534 | 2,042,652 | 2.90\%, due June 2, 2028 | 240,000 | 259,683 | 228,920 |
| 0.50\%, due December 1, 2030 | 1,445,000 | 1,340,453 | 1,165,723 | 2.70\%, due June 2, 2029 | 241,000 | 252,594 | 224,584 |
| 1.50\%, due June 1, 2031 | 5,647,000 | 5,246,540 | 4,899,320 | 2.05\%, due June 2, 2030 | 529,000 | 474,076 | 464,704 |
| 1.50\%, due December 1, 2031 | 1,477,000 | 1,324,086 | 1,271,738 | 1.35\%, due December 2, 2030 | 100,000 | 98,791 | 82,258 |
| 2.00\%, due June 1, 2032 | 2,508,000 | 2,269,759 | 2,246,270 | 2.15\%, due June 2, 2031 | 210,000 | 193,090 | 182,223 |
| 5.75\%, due June 1, 2033 | 1,046,000 | 1,521,296 | 1,265,484 | 2.25\%, due December 2, 2031 | 728,000 | 654,040 | 631,747 |
| 5.00\%, due June 1, 2037 | 93,000 | 124,240 | 110,294 | 3.75\%, due June 2, 2032 | 335,000 | 335,234 | 327,414 |
| 3.50\%, due December 1, 2045 | 219,000 | 249,000 | 224,660 | 5.85\%, due March 8, 2033 | 1,541,000 | 2,202,939 | 1,758,617 |
| 2.75\%, due December 1, 2048 | 55,000 | 68,705 | 49,710 | 5.60\%, due June 2, 2035 | 770,000 | 1,006,996 | 872,038 |
| 2.00\%, due December 1, 2051 | 523,000 | 461,106 | 397,656 | 0.00\%, due December 2, 2035 | 55,000 | 39,382 | 31,630 |
| 1.75\%, due December 1, 2053 | 1,392,000 | 1,008,387 | 981,001 | 0.00\%, due December 2, 2036 | 99,000 | 68,636 | 54,462 |
| Canada Housing Trust |  |  |  | 0.00\%, due June 2, 2037 | 27,000 | 18,401 | 14,506 |
| 2.65\%, due December 15, 2028 | 95,000 | 89,676 | 89,731 | 4.70\%, due June 2, 2037 | 421,000 | 507,408 | 439,169 |
| $1.75 \%$, due June 15, 2030 | 117,000 | 111,295 | 102,134 | 0.00\%, due December 2, 2037 | 137,000 | 92,033 | 71,842 |
| 1.10\%, due March 15, 2031 | 205,000 | 196,534 | 167,132 | 0.00\%, due June 2, 2039 | 82,000 | 52,492 | 39,975 |
| 1.90\%, due March 15, 2031 | 678,000 | 662,541 | 590,745 | 4.60\%, due June 2, 2039 | 67,000 | 88,489 | 69,054 |
| 3.55\%, due September 15, 2032 | 770,000 | 778,414 | 756,846 | 0.00\%, due December 2, 2039 | 76,000 | 47,885 | 36,201 |
| Dream Industrial Real Estate Investment Trust |  |  |  | 4.65\%, due June 2, 2041 | 2,173,000 | 3,003,662 | 2,254,953 |
| 2.06\%, due June 17, 2027 | 127,000 | 127,000 | 110,040 | $3.50 \%$, due June 2, 2043 | 921,000 | 1,078,827 | 815,962 |
| Royal Office Finance LP |  |  |  | 2.90\%, due December 2, 2046 | 314,000 | 339,870 | 247,352 |
| 5.21\%, due November 12, 2032 | 927,708 | 1,142,819 | 959,413 | 2.80\%, due June 2, 2048 | 505,000 | 491,242 | 387,521 |
|  |  | 20,118,317 | 18,741,967 | Province of Quebec |  |  |  |
|  |  |  |  | 3.90\%, due November 22, 2032 | 389,000 | 388,424 | 385,099 |
| Issued and Guaranteed by |  |  |  | 5.75\%, due December 1, 2036 | 92,000 | 126,758 | 106,406 |
| a Province (24.2\%) |  |  |  | $5.00 \%$, due December 1, 2038 | 365,000 | 438,000 | 393,947 |
| Hydro-Québec |  |  |  | 5.00\%, due December 1, 2041 | 90,000 | 119,853 | 97,726 |
| 0.00\%, due February 15, 2035 | 62,000 | 45,194 | 37,075 | 4.25\%, due December 1, 2043 | 814,000 | 832,991 | 805,074 |
| 0.00\%, due February 15, 2037 | 55,000 | 37,620 | 29,842 | $3.50 \%$, due December 1, 2045 | 100,000 | 130,957 | 88,111 |
| 0.00\%, due August 15, 2037 | 249,000 | 166,925 | 132,276 | 3.50\%, due December 1, 2048 | 381,000 | 432,867 | 333,620 |
| 0.00\%, due August 15, 2038 | 137,000 | 89,068 | 69,459 | 3.10\%, due December 1, 2051 | 108,000 | 120,333 | 87,543 |
| 0.00\%, due February 15, 2039 | 81,000 | 51,570 | 40,012 | Province of Saskatchewan |  |  |  |
| 0.00\%, due August 15, 2039 | 27,000 | 16,785 | 13,019 | 2.20\%, due June 2, 2030 | 146,000 | 154,737 | 129,583 |
| Municipality of Saint-Hyppolyte |  |  |  | 4.75\%, due June 1, 2040 | 266,000 | 337,660 | 278,378 |
| 2.45\%, due March 18, 2027 | 35,000 | 34,374 | 31,931 | 3.30\%, due June 2, 2048 | 300,000 | 319,985 | 252,176 |
| Ontario School Boards Financing Corp. |  |  |  | 2.80\%, due December 2, 2052 | 28,000 | 28,942 | 21,070 |
| $5.80 \%$, due November 7, 2028 | 399,423 | 467,273 | 411,183 |  |  | 20,964,578 | 17,408,832 |
| 5.07\%, due April 18, 2031 | 175,249 | 199,137 | 177,958 |  |  |  |  |
| Province of Alberta |  |  |  | Municipalities and Subsidized Issuers (8.3\%) |  |  |  |
| 2.90\%, due December 1, 2028 | 190,000 | 192,564 | 180,247 | Brock University |  |  |  |
| 2.05\%, due June 1, 2030 | 81,000 | 78,191 | 71,156 | 3.03\%, due May 17, 2060 | 223,000 | 223,000 | 147,294 |
| 4.50\%, due December 1, 2040 | 400,000 | 499,420 | 407,704 | Brookfield Infrastructure Finance ULC |  |  |  |
| 3.45\%, due December 1, 2043 | 35,000 | 37,631 | 30,714 | 5.44\%, due April 25, 2034 | 139,000 | 139,000 | 136,875 |
| 3.30\%, due December 1, 2046 | 140,000 | 146,635 | 118,521 | City of Amos |  |  |  |
| 3.10\%, due June 1, 2050 | 167,000 | 188,968 | 135,358 | 2.30\%, due March 14, 2027 | 60,000 | 59,067 | 54,418 |
| Province of British Columbia |  |  |  | City of Beauharnois |  |  |  |
| 5.70\%, due June 18, 2029 | 345,000 | 465,212 | 380,368 | 4.45\%, due December 9, 2027 | 90,000 | 89,027 | 88,603 |
| $2.20 \%$, due June 18, 2030 | 332,000 | 331,751 | 295,157 | City of Bécancour |  |  |  |
| $3.20 \%$, due June 18, 2044 | 285,000 | 263,340 | 240,701 | 4.80\%, due November 18, 2027 | 100,000 | 98,237 | 99,982 |
| 2.80\%, due June 18, 2048 | 104,000 | 99,237 | 80,136 | City of Beloeil |  |  |  |
| 2.95\%, due June 18, 2050 | 110,000 | 119,204 | 86,900 | 4.35\%, due December 8, 2027 | 35,000 | 34,458 | 34,305 |
| Province of Manitoba |  |  |  | City of Brownsburg-Chatham |  |  |  |
| 4.10\%, due March 5, 2041 | 157,000 | 176,079 | 150,084 | 2.25\%, due February 11, 2027 | 250,000 | 245,400 | 226,705 |
| 3.40\%, due September 5, 2048 | 106,000 | 110,712 | 89,445 | City of Cowansville |  |  |  |
| $3.20 \%$, due March 5, 2050 | 165,000 | 184,246 | 133,914 | 4.55\%, due November 10, 2027 | 25,000 | 24,593 | 24,729 |
| 2.05\%, due September 5, 2052 | 77,000 | 67,760 | 47,502 | City of Drummondville |  |  |  |
| Province of New Brunswick |  |  |  | 4.45\%, due December 2, 2027 | 32,000 | 31,478 | 31,506 |
| 3.10\%, due August 14, 2048 | 346,000 | 343,401 | 276,659 | City of Fossambault Sur Le Lac Canada |  |  |  |
| Province of Newfoundland |  |  |  | 2.45\%, due February 18, 2027 | 65,000 | 63,692 | 60,118 |
| 1.25\%, due June 2, 2027 | 266,000 | 265,604 | 237,536 | City of Granby |  |  |  |
| 2.85\%, due June 2, 2029 | 190,000 | 203,750 | 177,342 | 1.60\%, due December 20, 2024 | 200,000 | 198,488 | 188,720 |
| 1.75\%, due June 2, 2030 | 81,000 | 80,682 | 68,885 | 1.75\%, due December 20, 2025 | 25,000 | 24,718 | 23,140 |
| 5.60\%, due October 17, 2033 | 516,000 | 671,228 | 568,375 | 3.35\%, due December 11, 2028 | 60,000 | 58,943 | 57,096 |

City of Greater Sudbury Canada
2.42\%, due March 12, 2050

## City of Lévis

$4.50 \%$, due November 28, 2027 City of Marieville
4.60\%, due November 14, 2027
City of Mont-Laurier

City of Mont-Laurier
City of Montreal
2.00\%, due September 1, 2031
$3.15 \%$, due December 1, 2036
$3.50 \%$, due December 1, 2038
$2.40 \%$, due December 1, 2041
City of Ottawa
$2.50 \%$, due May 11, 2051
City of Repentigny
$2.75 \%$, due March
City of Rosemèrch 28, 2027
4.50\%, due November 8, 2027

City of Saguenay
3.50\%, due October 18, 2028

City of Saint-Basile-Le-Grand
4.50\%, due December 8, 2027

City of Sainte-Agathe
4.45\%, due December 2, 2027

City of Sainte-Catherine
2.80\%, due April 23, 2029

City of Sainte-Julie
4.90\%, due November 4, 2027

City of Saint-Eustache
4.45\%, due December 9, 2027
3.35\%, due December 4, 2028

City of Saint-Georges
$4.35 \%$, due December 8,2027
City of Saint-Jérôme
2.10\%, due November 14, 2024

City of Saint-Joseph-de-Beauce
2.00\%, due January 20, 2027

City of Saint-Lin-Laurentides
4.25\%, due December 20, 2027

City of Salaberry-de-Valleyfield
2.50\%, due March 18, 2027
4.45\%, due December 2, 2027
City of Sherbrooke

City of Sherbrooke
$3.20 \%$, due December 12, 2028
City of St. John's
$2.92 \%$, due September 3, 2040
City of Stoneham
2.50\%, due February 25, 2027

City of Terrebonne
$3.20 \%$, due November 29, 2028
City of Toronto
$3.25 \%$, due June 24,2046
4.30\%, due June 1, 2052

City of Valcourt
$5.00 \%$, due November 18, 2027
City of Varennes
2.70\%, due March 24, 2027

City of Vaudreuil
4.80\%, due November 22, 2027

Crombie Real Estate Investment Trust
3.92\%, due June 21, 2027

MUNICIPALE WICKHAM
$0.29 \%$, due March 31, 2027
Municipalite Regionale de Comte des Pays-D'enHaut
2.20\%, due January 28, 2027
2.65\%, due March 25, 2027

Municipality of Nominingue Canada
4.10\%, due December 16, 2027

| Par <br> Value | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| $\$$ | $\$$ |  |


| 80,000 | 80,000 | 52,292 | Municipality of Saint-Anselme <br> 4.15\%, due December 16, 2027 |
| :---: | :---: | :---: | :---: |
|  |  |  | Municipality of Saint-Donat |
| 6,000 | 6,022 | 5,921 | 2.25\%, due February 11, 2027 |
|  |  |  | Municipality of Saint-Jacques |
| 65,000 | 64,096 | 64,432 | 4.90\%, due November 18, 2027 |
|  |  |  | Municipality of Saint-Paul |
| 30,000 | 29,754 | 29,337 | 4.20\%, due December 15, 2027 |
|  |  |  | Municipality of Saintt-Ambroise-de-Kildare |
| 102,000 | 86,241 | 85,767 | 4.30\%, due December 15, 2027 |
| 200,000 | 199,566 | 171,326 | Municipality of Saint-Zotique |
| 146,000 | 146,140 | 127,613 | 2.70\%, due March 25,2027 |
| 37,000 | 33,391 | 26,581 | Municipality of St Jean Baptiste Canada $4.55 \%$, due November 14, 2027 |
| 182,000 | 181,026 | 122,539 | Municipality of Ste-Luce Canada 2.30\%, due March 10, 2026 |
| 75,000 | 73,704 | 69,241 | Municipality of Village de Val-David 3.30\%, due April 25, 2027 |
| 65,000 | 64,018 | 64,159 | Newfoundland Power Inc. 3.61\%, due April 20, 2060 |
| 185,000 | 182,007 | 177,915 | Regional County Municipality of Bellechasse 2.40\%, due March 1, 2026 |
| 50,000 | 49,570 | 49,333 | 2.50\%, due March 1, 2027 |
| 45,000 | 44,266 | 44,306 | Regional County Municipality of Montmagny 3.35\%, due April 22, 2027 |
|  |  |  | Regional County Municipality of Pierre-De Saurel |
| 110,000 | 108,280 | 101,519 | 2.25\%, due January 31, 2027 |
| 80,000 | 79,045 | 80,335 | Regional County of Vaudreuil-Soulanges Canada <br> 210\%, due February 7,2027 |
|  |  |  | Ryerson University |
| 75,000 | 74,189 | 73,836 | 3.54\%, due May 4, 2061 |


| Par <br> Value | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| 3 | $\$$ | $\$$ |
| 30,000 | 29,657 | 29,139 |
| 300,000 | 293,580 | 279,180 |
| 60,000 | 59,044 | 60,247 |
| 23,000 | 22,860 | 22,390 |
| 60,000 | 59,507 | 58,674 |
| 20,000 | 19,690 | 18,428 |
| 45,000 | 44,205 | 44,510 |
| 115,000 | 113,608 | 106,460 |
| 50,000 | 49,235 | 47,156 |
| 191,000 | 191,000 | 147,754 |
| 200,000 | 197,260 | 185,827 |
| 15,000 | 14,724 | 13,727 |
| 140,000 | 138,279 | 132,312 |
| 250,000 | 245,285 | 226,888 |
| 25,000 | 24,108 | 22,540 |
| 152,000 | 152,000 | 115,489 |
| $6,619,483$ | $6,002,447$ |  |
|  |  |  |

Corporations (37.3\%)
Aéroports de Montréal
3.03\%, due April 21, 2050
3.44\%, due April 26, 2051
Algonquin Power \& Utilities Corp.

| 104,000 | 107,339 | 75,293 |
| ---: | ---: | ---: |
| 54,000 | 54,000 | 42,361 |
| 95,000 | 100,273 | 90,195 |
|  |  |  |
| 22,000 | 22,000 | 20,464 |
| 210,000 | 227,279 | 203,038 |
| 87,000 | 86,964 | 82,651 |
| 21,000 | 21,000 | 17,945 |
|  |  |  |
| 150,000 | 149,214 | 127,889 |
|  |  |  |
| 84,000 | 83,997 | 74,812 |
|  |  |  |
| 375,000 | 379,818 | 359,112 |
| 211,000 | 211,000 | 205,718 |
| 75,000 | 75,000 | 75,042 |
| 353,000 | 353,000 | 348,480 |
| 104,000 | 103,991 | 99,274 |
| 226,000 | 226,000 | 234,891 |
| 447,000 | 446,808 | 420,298 |
| 259,000 | 259,000 | 253,144 |
| 241,000 | 240,986 | 224,848 |
|  |  |  |
| 22,000 | 23,151 | 20,568 |
| 56,000 | 49711 | 48,239 |
| 198,000 | 19,541 | 207,178 |
| 43,000 | 54,693 | 44,894 |
| 30,000 | 32,774 | 26,915 |
| 39,000 | 40,375 | 31,735 |
|  |  | 371,600 |
| 379,000 | 379,000 | 371, |


|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | Fair Value |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Brookfield Renewable Energy Partners ULC |  |  |  | 3.10\%, due September 21, 2033 | 24,000 | 18,783 | 19,458 |
| 5.88\%, due November 9, 2032 | 132,000 | 131,921 | 137,422 | 5.75\%, due September 2, 2039 | 177,000 | 223,287 | 174,528 |
| Canadian Imperial Bank of Commerce |  |  |  | Floating, due September 27, 2077 | 119,000 | 116,848 | 108,709 |
| 2.35\%, due August 28, 2024 | 300,000 | 304,165 | 286,940 | Floating, due April 12, 2078 | 107,000 | 107,000 | 102,957 |
| 2.75\%, due March 7, 2025 | 165,000 | 164,962 | 157,226 | Enbridge Pipelines Inc. |  |  |  |
| 2.25\%, due January 7, 2027 | 183,000 | 182,605 | 164,849 | 4.55\%, due August 17, 2043 | 133,000 | 126,938 | 112,670 |
| 4.95\%, due June 29, 2027 | 162,000 | 161,752 | 161,825 | 4.33\%, due February 22, 2049 | 41,000 | 41,350 | 33,040 |
| 5.05\%, due October 7, 2027 | 225,000 | 224,656 | 225,135 | 4.20\%, due May 12, 2051 | 74,000 | 73,945 | 57,944 |
| 2.95\%, due June 19, 2029 | 147,000 | 146,993 | 141,182 | Enmax Corp. |  |  |  |
| Floating, due April 7, 2032 | 65,000 | 65,000 | 61,233 | 3.33\%, due June 2, 2025 | 90,000 | 89,996 | 85,743 |
| 7.15\%, due July 28, 2082 | 199,000 | 198,581 | 195,367 | EPCOR Utilities Inc. |  |  |  |
| Canadian National Railway Co. |  |  |  | 3.95\%, due November 26, 2048 | 6,000 | 7,006 | 5,159 |
| 3.60\%, due February 8, 2049 | 54,000 | 58,751 | 43,919 | Fédération des caisses Desjardins |  |  |  |
| Canadian Utilities Ltd. |  |  |  | Floating, due February 23, 2023 | 206,000 | 201,195 | 200,514 |
| 5.90\%, due November 20, 2034 | 42,000 | 44,435 | 45,396 | 2.42\%, due October 4, 2024 | 149,000 | 150,397 | 142,289 |
| 4.09\%, due September 2, 2044 | 77,000 | 92,599 | 67,817 | 5.20\%, due October 1, 2025 | 130,000 | 129,926 | 130,412 |
| 3.17\%, due September 5, 2051 | 274,000 | 267,968 | 201,131 | Floating, due May 28, 2026 | 123,000 | 123,000 | 108,858 |
| Canadian Western Bank |  |  |  | 4.41\%, due May 19, 2027 | 197,000 | 197,092 | 192,500 |
| 2.61\%, due January 30, 2025 | 95,000 | 97,349 | 89,769 | Floating, due May 26, 2030 | 182,000 | 182,223 | 170,731 |
| 1.93\%, due April 16, 2026 | 109,000 | 109,000 | 97,941 | First Nations ETF LP |  |  |  |
| Capital City Link GP |  |  |  | 4.14\%, due December 31, 2041 | 101,995 | 101,995 | 92,375 |
| 4.39\%, due March 31, 2046 | 91,689 | 89,351 | 83,528 | General Motors Financial of Canada Ltd. |  |  |  |
| Central 1 Credit Union |  |  |  | 5.95\%, due May 14, 2024 | 21,000 | 23,409 | 20,994 |
| 2.58\%, due December 6, 2023 | 149,000 | 149,000 | 145,171 | 1.70\%, due July 9, 2025 | 33,000 | 32,955 | 29,958 |
| 1.32\%, due January 29, 2026 | 74,000 | 74,000 | 65,468 | Gibson Energy Inc. |  |  |  |
| Chip Mortgage Trust |  |  |  | 2.45\%, due July 14, 2025 | 33,000 | 32,935 | 30,738 |
| 1.74\%, due December 15, 2025 | 55,000 | 55,000 | 49,114 | 3.60\%, due September 17, 2029 | 66,000 | 65,802 | 59,180 |
| Choice Properties Reit |  |  |  | Goldman Sachs Group Inc./The |  |  |  |
| 4.18\%, due March 8, 2028 | 176,000 | 178,520 | 167,281 | Floating, due February 28, 2029 | 311,000 | 311,000 | 265,628 |
| 6.00\%, due June 24, 2032 | 254,000 | 254,000 | 261,405 | Grand Renewable Solar LP |  |  |  |
| Clover LP |  |  |  | 3.93\%, due January 31, 2035 | 154,137 | 154,137 | 142,668 |
| 4.22\%, due March 31, 2034 | 93,421 | 93,421 | 89,050 | Granite Reit Holdings LP |  |  |  |
| Coast Capital Savings Credit Union |  |  |  | 2.19\%, due August 30, 2028 | 28,000 | 26,343 | 23,743 |
| Floating, due May 3, 2028 | 133,000 | 133,290 | 132,462 | Greater Toronto Airports Authority |  |  |  |
| 5.25\%, due October 29, 2030 | 30,000 | 30,000 | 29,104 | 6.98\%, due October 15, 2032 | 40,000 | 45,451 | 46,529 |
| Comber Wind Financial Corp. |  |  |  | Great-West Lifeco Inc. |  |  |  |
| 5.13\%, due November 15, 2030 | 8,827 | 9,696 | 8,661 | 2.38\%, due May 14, 2030 | 104,000 | 86,348 | 87,846 |
| Concentra Bank |  |  |  | 6.67\%, due March 21, 2033 | 136,000 | 148,983 | 152,103 |
| 1.46\%, due May 17, 2024 | 41,000 | 41,000 | 38,575 | 6.00\%, due November 16, 2039 | 75,000 | 103,600 | 80,854 |
| Connect 6ix GP |  |  |  | H\&R Real Estate Investment Trust |  |  |  |
| 6.11\%, due November 30, 2046 | 146,000 | 146,000 | 147,270 | $3.37 \%$, due January 30, 2024 | 265,000 | 267,946 | 257,562 |
| 6.21\%, due November 30, 2060 | 25,000 | 25,000 | 25,055 | Health Montreal Collective LP |  |  |  |
| Co-operators Financial Services Ltd. |  |  |  | 6.72\%, due September 30, 2049 | 122,349 | 153,193 | 131,583 |
| 3.33\%, due May 13, 2030 | 24,000 | 24,751 | 20,533 | Hospital Infrastructure Partners NOH Partnership |  |  |  |
| Crombie Real Estate Investment Trust |  |  |  | 5.44\%, due January 31, 2045 | 102,118 | 113,300 | 102,035 |
| 3.68\%, due August 26, 2026 | 87,000 | 87,000 | 81,582 | HSBC Bank Canada |  |  |  |
| 2.69\%, due March 31, 2028 | 27,000 | 27,000 | 23,514 | 3.40\%, due March 24, 2025 | 52,000 | 51,772 | 50,367 |
| CSS FSCC Partnership |  |  |  | 1.78\%, due May 20, 2026 | 183,000 | 183,000 | 165,641 |
| 6.92\%, due July 31, 2042 | 64,760 | 90,593 | 72,215 | Hydro One Inc. |  |  |  |
| CT Real Estate Investment Trust |  |  |  | 2.23\%, due September 17, 2031 | 95,000 | 87,916 | 78,922 |
| 3.47\%, due June 16, 2027 | 88,000 | 88,000 | 81,547 | 6.93\%, due June 1, 2032 | 46,000 | 67,999 | 52,888 |
| 3.87\%, due December 7, 2027 | 75,000 | 74,997 | 70,040 | 5.49\%, due July 16, 2040 | 78,000 | 102,611 | 83,129 |
| 3.03\%, due February 5, 2029 | 49,000 | 49,000 | 42,794 | 4.59\%, due October 9, 2043 | 33,000 | 43,529 | 31,537 |
| Daimler Canada Finance Inc. |  |  |  | $3.72 \%$, due November 18, 2047 | 22,000 | 20,756 | 18,289 |
| 1.65\%, due September 22, 2025 | 73,000 | 72,888 | 66,682 | 3.63\%, due June 25, 2049 | 114,000 | 123,460 | 93,203 |
| Daimler Trucks Finance Canada Inc |  |  |  | Hyundai Capital Canada Inc. |  |  |  |
| 1.85\%, due December 15, 2023 | 130,000 | 129,979 | 125,445 | 2.01\%, due May 12, 2026 | 34,000 | 34,000 | 30,251 |
| Dollarama Inc. |  |  |  | iA Financial Corp Inc. |  |  |  |
| 2.44\%, due July 9, 2029 | 92,000 | 92,000 | 78,927 | Floating, due June 30, 2027 | 193,000 | 193,000 | 186,362 |
| 5.17\%, due April 26, 2030 | 47,000 | 46,525 | 47,067 | 3.07\%, due September 24, 2031 | 104,000 | 104,000 | 95,396 |
| Dream Industrial Real Estate Investment Trust |  |  |  | Independent Order Of Foresters/The |  |  |  |
| 1.66\%, due December 22, 2025 | 125,000 | 125,000 | 111,489 | Floating, due October 15, 2035 | 39,000 | 31,249 | 32,027 |
| Empire Life Insurance |  |  |  | Intact Financial Corp. |  |  |  |
| Floating, due September 24, 2031 | 112,000 | 112,000 | 98,170 | 1.21\%, due May 21, 2024 | 81,000 | 81,000 | 76,720 |
| Enbridge Gas Distribution Inc. |  |  |  | 1.93\%, due December 16, 2030 | 122,000 | 98,091 | 97,699 |
| 3.65\%, due April 1, 2050 | 90,000 | 89,805 | 72,260 | 2.95\%, due December 16, 2050 | 17,000 | 17,000 | 11,523 |
| 4.95\%, due November 22, 2050 | 24,000 | 32,098 | 23,839 | $3.77 \%$, due May 20, 2053 | 56,000 | 56,000 | 44,027 |
| Enbridge Inc. |  |  |  | Integrated Team Solutions SJHC Partnership |  |  |  |
| 2.99\%, due October 3, 2029 | 124,000 | 118,281 | 108,862 | 5.95\%, due November 30, 2042 | 190,183 | 225,188 | 198,793 |
| 6.10\%, due November 9, 2032 | 223,000 | 222,933 | 234,632 |  |  |  |  |


(in Canadian dollars)


## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  |  | \$ | $\frac{1}{\$}$ |
| :---: | :---: | :---: | :---: |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 961,605 | 1,052,966 |
| Unrealized appreciation on foreign exchange contracts |  | 6,594 | 10,192 |
| Cash |  | 13,782 | 18,934 |
| Margin deposited on futures contracts |  | 2,088 | - |
| Unrealized appreciation on futures contracts |  |  | 1 |
| Subscriptions receivable |  | 152 | 86 |
| Interest receivable |  | 5,721 | 4,918 |
| Other assets receivable |  | 219 | - |
| Total assets |  | 990,161 | 1,087,097 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Unrealized depreciation on foreign exchange contracts |  | 5,864 | 1,076 |
| Redeemed units payable |  | 50 | 100 |
| Investments payable |  | 3,591 | 46,727 |
| Accrued expenses |  | 95 | 157 |
| Margin deposited on futures contracts |  | - | 1,059 |
| Total liabilities (excluding net assets attributable to holders   <br> of redeemable units)   |  |  |  |
| Net assets attributable to holders of redeemable units |  | 980,561 | 1,037,978 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 6,640 | 15,648 |
| Advisor-U.S.\$ Series |  | 109 | 114 |
| Advisor-2 Series |  | 683 | 1,467 |
| Series F |  | 12,909 | 23,298 |
| Series F-U.S.\$ |  | 2,597 | 6,104 |
| Series F-2 |  | 2,846 | 5,074 |
| Series FT |  | 37,854 | 58,323 |
| Series FT-U.S.\$ |  | 1,822 | 3,051 |
| Series FT-2 |  | 715 | 801 |
| Series 0 |  | 905,536 | 908,393 |
| Series O-U.S.\$ |  | 2 | 2 |
| Series R/T |  | 8,512 | 14,889 |
| Series T-2 |  | 53 | 61 |
| Series T-U.S.\$ |  | 280 | 750 |
| Private Series |  | 3 | 3 |
|  |  | 980,561 | 1,037,978 |

## Statements of Financial Position (continued)

(in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 8.76 | 10.23 |
| Advisor-U.S.\$ Series |  | 11.76 | 12.63 |
| Advisor-2 Series |  | 8.60 | 10.00 |
| Series F |  | 8.70 | 10.13 |
| Series F-U.S.\$ |  | 12.36 | 13.30 |
| Series F-2 |  | 8.57 | 10.01 |
| Series FT |  | 7.18 | 8.59 |
| Series FT-U.S.\$ |  | 10.88 | 12.05 |
| Series FT-2 |  | 8.08 | 9.71 |
| Series 0 |  | 7.69 | 9.11 |
| Series O-U.S.\$ |  | 11.26 | 12.34 |
| Series R/T |  | 6.45 | 7.72 |
| Series T-2 |  | 8.06 | 9.70 |
| Series T-U.S.\$ |  | 10.52 | 11.64 |
| Private Series |  | 8.92 | 10.37 |
| Net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Advisor-U.S.\$ Series |  | 8.69 | 9.99 |
| Series F-U.S.\$ |  | 9.13 | 10.52 |
| Series FT |  | 5.30 | 6.79 |
| Series FT-U.S.\$ |  | 8.04 | 9.53 |
| Series O-U.S.\$ |  | 8.32 | 9.76 |
| Series R/T |  | 4.76 | 6.10 |
| Series T-U.S.\$ |  | 7.77 | 9.20 |

Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## NBI Global Tactical Bond Fund

Financial Statements

Statements of Comprehensive Income for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  |  |  |  | (in thousands Canadian dollars, except per unit amounts) |
| :--- | ---: | ---: | ---: | :--- | ---: | ---: | ---: | ---: |
|  |  |  |  |  |  |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (continued) (in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Net realized (gains) losses on options
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on futures contracts
Change in unrealized gains/losses on forwards currency
Change in unrealized gains/losses on options
Purchases of investments
Proceeds from sale and maturity of investments
Amortization
Margin deposited on futures contracts
Interest receivable
Options
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units

## Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(108,583)$ | $(12,335)$ |
|  | 122,794 | 9,964 |
|  | $(4,952)$ | 861 |
|  | 19,776 | $(20,120)$ |
|  | $(2,217)$ | (207) |
|  | 11,657 | 48,587 |
|  | (811) | (316) |
|  | 1 | (2) |
|  | 8,387 | $(10,803)$ |
|  |  | 2 |
|  | $(1,952,451)$ | $(1,884,065)$ |
|  | 1,848,665 | 1,694,060 |
|  | - | 13 |
|  | $(3,147)$ | 1,061 |
|  | (803) | 691 |
|  | - | 305 |
|  | (219) | - |
|  | (62) | (168) |
|  | $(61,965)$ | $(172,472)$ |
| 2 |  |  |
|  | $(1,849)$ | $(1,930)$ |
|  | 171,929 | 303,223 |
|  | $(119,030)$ | $(139,945)$ |
|  | 51,050 | 161,348 |
|  | 4,952 | (861) |
|  | 811 | 316 |
|  | $(10,915)$ | $(11,124)$ |
|  | 18,934 | 30,603 |
|  | 13,782 | 18,934 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Global Tactical Bond Fund's investment objective is to generate income and capital growth while focusing on capital preservation. To do this, the Fund invests directly, or indirectly through investments in securities of other mutual funds or through the use of derivatives, in a diverse portfolio mainly composed of bonds and other foreign fixed income securities with various maturities and credit ratings.

The portfolio manager employs various active investment strategies, such as securities selection and asset allocation based on countries, duration, yield curve, currencies and sectors in order to achieve the Fund's investment objective. These strategies are implemented using a disciplined approach within a robust risk management framework.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 24,2016 | M | A | 1.60 | 0.10 |
| Advisor Series | May 24, 2016 | M | A | 1.60 | 0.10 |
| Advisor Series-U.S.\$ | May 19, 2017 | M | A | 1.60 | 0.10 |
| Advisor Series-2 | May 13, 2021 | M | A | 1.10 | 0.08 |
| Series F | May 24,2016 | M | A | 0.84 | 0.10 |
| Series F-U.S.\$ | May 19, 2017 | M | A | 0.84 | 0.10 |
| Series F-2 | May 13, 2021 | M | A | 0.60 | 0.08 |
| Series FT | January 8, 2014 | M | A | 0.84 | 0.10 |
| Series FT-U.S.\$ | May 19, 2017 | M | A | 0.84 | 0.10 |
| Series FT-2 | May 13, 2021 | M | A | 0.60 | 0.08 |
| Series 0 | January 8, 2014 | M | A |  | 0.02 |
| Series O-U.S.\$ | May 19, 2017 | M | A |  | 0.02 |
| Series R | October 30, 2015 | M | A | 1.60 | 0.10 |
| Series T | January 8, 2014 | M | A | 1.60 | 0.10 |
| Series T-2 | May 13, 2021 | M | A | 1.10 | 0.08 |
| Series T-U.S.\$ | May 19, 2017 | M | A | 1.60 | 0.10 |
| Private Series | December 1, 2015 | M | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 8.76 |  | 8.76 |
| Advisor-U.S.\$ Series | 11.76 | - | 11.76 |
| Advisor-2 Series | 8.60 | - | 8.60 |
| Series F | 8.70 |  | 8.70 |
| Series F-U.S.\$ | 12.36 |  | 12.36 |
| Series F-2 | 8.57 | - | 8.57 |
| Series FT | 7.18 | - | 7.18 |
| Series FT-U.S.\$ | 10.88 | - | 10.88 |
| Series FT-2 | 8.08 |  | 8.08 |
| Series 0 | 7.69 |  | 7.69 |
| Series O-U.S.\$ | 11.26 |  | 11.26 |
| Series R/T | 6.45 |  | 6.45 |
| Series T-2 | 8.06 | - | 8.06 |
| Series T-U.S.\$ | 10.52 |  | 10.52 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 10.23 |  | 10.23 |
| Advisor-U.S.\$ Series | 12.63 |  | 12.63 |
| Advisor-2 Series | 10.00 |  | 10.00 |
| Series F | 10.13 | - | 10.13 |
| Series F-U.S.\$ | 13.30 |  | 13.30 |
| Series F-2 | 10.01 | - | 10.01 |
| Series FT | 8.59 |  | 8.59 |
| Series FT-U.S.\$ | 12.05 |  | 12.05 |
| Series FT-2 | 9.71 |  | 9.71 |
| Series 0 | 9.11 | - | 9.11 |
| Series O-U.S.\$ | 12.34 |  | 12.34 |
| Series R/T | 7.72 | - | 7.72 |
| Series T-2 | 9.70 | - | 9.70 |
| Series T-U.S.\$ | 11.64 | - | 11.64 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

|  | Fair Value |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \$ | \$ |
| Asset Backed Commercial Paper | 264,058 | 185,523 |
| Exchange Traded Fund | 28,750 |  |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 29,505,324 | 3.0 | 31,315,280 | 3.0 |
| Australian Dollar | $(6,506)$ | - | 86,468 |  |
| Brazilian Real | 304,691 | - | - | - |
| Chinese Renminbi | (29,319,914) | (3.0) | - |  |
| Czech Republic Koruna | 2,374,009 | 0.2 | - | - |
| Euro | $(15,034,202)$ | (1.5) | $(12,935,424)$ | (1.2) |
| Hungarian Forint | - | - | 40,479 | - |
| Indian Rupee | $(1,953)$ | - | $(1,553,399)$ | (0.1) |
| Indonesian Rupiah | 149,866 | - | - |  |
| Japanese Yen | $(814,338)$ | (0.1) | $(60,901)$ |  |
| Malaysian Ringgit | 27,681 | - | 85,282 | - |
| Mexican Peso | 11,491 | - | $(255,295)$ | - |
| New Zealand Dollar | $(83,847)$ | - | - | - |
| Norwegian Krone | - | - | $(100,800)$ | - |
| Pound Sterling | $(1,560,646)$ | (0.2) | $(120,442)$ | - |
| Russian Rouble | - | - | $(446,437)$ | - |
| Singapore Dollar | $(175,906)$ | - | $(169,769)$ | - |
| South African Rand | 263,778 | - | 1,379 | - |
| South Korean Won | 1,072,134 | 0.1 | $(714,901)$ | (0.1) |
| Swedish Krona | $(76,607)$ | - | $(2,487,453)$ | (0.2) |
| Swiss Franc | 4,922,419 | 0.5 | - | - |
| Taiwanese New Dollar | $(43,948)$ |  | $(4,185,373)$ | (0.4) |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$(424,324)$ ( $\$ 424,935$ as at December 31, 2021).

Credit Risk (Note 5)

| Debt securities by Credit Rating | $\begin{array}{r} \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \end{array}$ |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - AAA | 33.9 | 43.3 |
| Investment Grade - AA | 10.4 | 13.7 |
| Investment Grade - A | 13.0 | 15.0 |
| Investment Grade - BBB | 12.8 | 15.3 |
| Non-investment Grade - BB | 3.4 | 6.9 |
| Non-investment Grade - B | - | 1.8 |
| Not rated | 21.7 | 5.4 |
|  | 95.2 | 101.4 |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date |  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
| :--- | ---: | ---: | ---: | ---: |
|  |  | $\mathbf{\$}$ | $\mathbf{\$}$ | $\mathbf{\$}$ |
| Under one year | $7,816,177$ | $65,126,963$ |  |  |
| From 1 year to 3 years |  | $104,326,376$ | $63,113,631$ |  |
| From 3 years to 5 years | $53,946,123$ | $130,843,690$ |  |  |
| From 5 years to 10 years |  | $334,593,368$ | $397,711,074$ |  |
| More than 10 years | $432,172,798$ | $396,170,926$ |  |  |
|  | $\mathbf{9 3 2 , 8 5 4 , 8 4 2}$ | $\mathbf{1 , 0 5 2 , 9 6 6 , 2 8 4}$ |  |  |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 19,847,948$ ( $\$ 25,291,138$ as at December 31, 2021).

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Asset Backed Securities | 8.3 | 16.6 |
| Cash, Money Market and Other Net Assets | 1.8 | 4.0 |
| Corporate Bonds | 0.2 |  |
| Derivative Products | 0.1 |  |
| Exchange Traded Funds | 2.9 |  |
| Federal Bonds | 1.1 | 1.8 |
| Foreign Bonds | 66.9 | 76.3 |
| Mortgage Backed Securities | 18.7 | 1.3 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 132,729,033 | 800,125,809 | - | 932,854,842 |
| Exchange traded funds | 28,750,405 |  | - | 28,750,405 |
| Total investments | 161,479,438 | 800,125,809 | - | 961,605,247 |
| Derivatives assets | 270,589,259 | 1,340,962,420 | - | 1,611,551,679 |
| Derivatives liabilities | (269,760,786) | $(1,340,232,699)$ | - | (1,609,993,485) |
| Total derivatives instruments | 828,473 | 729,721 | $\cdot$ | 1,558,194 |

Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Money market | - | 55,907,861 | - | 55,907,861 |
| Bonds and debentures | 150,213,955 | 846,844,468 | - | 997,058,423 |
| Total investments | 150,213,955 | 902,752,329 | - | 1,052,966,284 |
| Derivatives assets | 361,130,970 | 1,115,510,756 | - | 1,476,641,726 |
| Derivatives liabilities | $(361,550,148)$ | $(1,106,394,495)$ | - | (1,467,944,643) |
| Total derivatives instruments | $(419,178)$ | 9,116,261 | - | 8,697,083 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31 <br> 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 1,319 | 132 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank <br> Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Advisor-U.S.\$ Series | 112 | 1 | 110 | 1 |
| Series 0 | 435 | - | 408 | - |
| Series O-U.S.\$ | 172 | 100 | 162 | 100 |
| Series T-2 | 111 | 2 | 103 | 2 |
| Private Series | 327 | 100 | 314 | 100 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 | - | 1 | - |

## Losses (Note 9)

(in thousands Canadian dollars)

Capital Losses


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \\ \hline \end{array}$ | Average Cost | Fair Value $\$$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds and Debentures (95.2\%) Issued and Guaranteed by the Government of Canada (1.1\%) |  |  |  | Freddie Mac Multifamily Structured Pass Through Certificates 2.00\%, due April 1, 2052 | 13,424,081 | 15,623,464 | 14,941,901 |
| Government of Canada |  |  |  | Freddie Mac Pool |  |  |  |
| 1.00\%, due September 1, 2026 | 3,700,000 | 3,631,365 | 3,374,555 | 2.00\%, due August 1, 2051 | 3,017,909 | 3,496,150 | 3,366,098 |
| 3.50\%, due December 1, 2045 | 7,225,000 | 10,099,317 | 7,411,737 | French Republic Government Bond OAT |  |  |  |
|  |  | 13,730,682 | 10,786,292 | due May 25,2032 | 14,275,000 | 16,039,598 | 15,664,929 |
|  |  |  |  | 0.75\%, due May 25, 2052 | 3,675,000 | 4,202,194 | 2,832,559 |
| Corporations (0.2\%) |  |  |  | Government of Australia |  |  |  |
| Toronto-Dominion Bank/The |  |  |  | 3.00\%, due March 21, 2047 | 1,415,000 | 1,426,862 | 1,033,383 |
| 2.89\%, due April 8, 2030 | 1,700,000 | 1,964,554 | 2,116,239 | Government of Ireland 2.00\%, due February 18, 2045 | 490,000 | 745,835 | 565,233 |
| Foreign Bonds (66.9\%) |  |  |  | Government of Japan |  |  |  |
| ABN AMRO Bank NV |  |  |  | 0.70\%, due June 20, 2048 | 1,073,600,000 | 12,313,203 | 9,267,265 |
| $3.00 \%$, due June 1, 2032 | 1,500,000 | 1,879,836 | 1,964,884 | 0.70\%, due December 20, 2048 | 709,600,000 | 9,561,406 | 6,082,779 |
| African Export-Import Bank |  |  |  | Government of New Zealand |  |  |  |
| 5.25\%, due October 11, 2023 | 690,000 | 942,885 | 923,821 | $3.50 \%$, due April 14, 2033 | 10,727,000 | 7,781,159 | 8,495,570 |
| Amprion GmbH |  |  |  | Government of the United States |  |  |  |
| 3.97\%, due September 22, 2032 | 1,400,000 | 1,880,514 | 2,005,717 | 2.38\%, due August 15, 2024 | 15,775,000 | 20,285,354 | 20,623,065 |
| ASR Nederland NV |  |  |  | 0.63\%, due October 15, 2024 | 19,525,000 | 24,945,238 | 24,700,768 |
| Floating, due September 7, 2033 | 1,600,000 | 2,198,937 | 2,328,296 | 2.88\%, due August 15, 2028 | 6,025,000 | 7,738,138 | 7,690,653 |
| Athora Netherlands NV |  |  |  | 2.75\%, due August 15, 2032 | 13,900,000 | 16,988,400 | 17,153,710 |
| Floating, due August 31, 2032 | 3,011,000 | 4,177,302 | 4,108,568 | 4.13\%, due November 15, 2032 | 875,000 | 1,231,513 | 1,213,539 |
| Bank of America Corp. |  |  |  | 1.13\%, due May 15, 2040 | 25,525,000 | 23,347,184 | 21,761,360 |
| Floating, due March 22, 2031 | 968,000 | 1,004,272 | 1,076,780 | 1.88\%, due February 15, 2041 | 15,325,000 | 15,629,378 | 14,723,148 |
| Bank of Ireland Group PLC |  |  |  | 2.25\%, due February 15, 2052 | 14,800,000 | 14,688,598 | 14,076,498 |
| Floating, due March 1, 2033 | 1,308,000 | 1,823,646 | 1,887,304 | Hammerson Ireland Finance DAC |  |  |  |
| Barclays PLC |  |  |  | 1.75\%, due June 3, 2027 | 3,650,000 | 5,240,246 | 4,143,323 |
| Floating, due November 14, 2023 | 1,992,000 | 3,100,873 | 3,369,723 | Ibercaja Banco SA |  |  |  |
| BAT International Finance PLC |  |  |  | Floating, due July 23,2030 | 3,000,000 | 3,366,137 | 3,745,410 |
| $2.25 \%$, due January 16, 2030 | 1,600,000 | 2,544,523 | 1,868,850 | Indonesia Treasury Bond |  |  |  |
| Berkshire Hathaway Finance Corp. |  |  |  | 7.50\%, due April 15, 2040 | - | 2,719,985 | 2,836,731 |
| 1.50\%, due March 18, 2030 | 2,750,000 | 3,327,101 | 3,381,897 | ING Groep NV |  |  |  |
| Braskem Idesa SAPI |  |  |  | Floating, due November 29, 2030 | 3,800,000 | 4,185,316 | 4,311,294 |
| 6.99\%, due February 20, 2032 | 303,000 | 374,450 | 291,398 | Ireland Government Bond |  |  |  |
| Brazil Notas do Tesouro Nacional Serie F |  |  |  | 0.35\%, due October 18, 2032 | 9,625,000 | 12,206,071 | 10,847,208 |
| 10.00\%, due January 1, 2033 | 15,000,000 | 3,289,573 | 3,481,040 | Japan Government Ten Year Bond |  |  |  |
| British American Tobacco PLC |  |  |  | 0.20\%, due June 20, 2032 | 2,723,000,000 | 25,452,513 | 27,521,524 |
| Floating, due December 31, 2099 | 1,850,000 | 2,630,891 | 2,095,187 | Japan Government Thirty Year Bond |  |  |  |
| Bundesrepublik Deutschland Bundesanleihe |  |  |  | 0.40\%, due March 20, 2050 | 1,635,000,000 | 14,999,288 | 12,801,090 |
| 1.70\%, due August 15, 2032 | 4,000,000 | 5,309,157 | 5,406,243 | JBS USA LUX SA / JBS USA Food Co / JBS USA |  |  |  |
| due August 15, 2052 | 11,595,000 | 11,623,103 | 8,417,344 | Finance Inc. |  |  |  |
| Bundesschatzanweisungen |  |  |  | $3.63 \%$, due January 15, 2032 | 1,639,000 | 2,102,050 | 1,800,631 |
| 0.40\%, due September 13, 2024 | 34,200,000 | 47,344,945 | 47,748,234 | JPMorgan Chase \& Co. |  |  |  |
| Celanese US Holdings LLC |  |  |  | Floating, due March 23, 2030 | 3,960,000 | 4,773,404 | 5,017,337 |
| 4.78\%, due July 19, 2026 | 1,360,000 | 1,710,510 | 1,880,699 | Kingdom of Belgium Government Bond |  |  |  |
| $5.34 \%$, due January 19, 2029 | 3,673,000 | 4,833,974 | 5,054,431 | 0.40\%, due June 22, 2040 | 3,225,000 | 4,621,699 | 2,857,502 |
| 6.38\%, due July 15, 2032 | 553,000 | 718,369 | 716,326 | Korea Treasury Bond |  |  |  |
| Citigroup Inc. |  |  |  | 2.38\%, due December 10, 2028 | 9,204,090,000 | 11,249,501 | 9,209,320 |
| Floating, due September 22, 2033 | 8,050,000 | 10,676,393 | 11,276,379 | 2.38\%, due December 10, 2031 | 9,780,000,000 | 8,634,331 | 9,454,325 |
| Credit Suisse Group AG |  |  |  | 2.00\%, due March 10, 2049 | 3,325,000,000 | 4,130,735 | 2,567,918 |
| 0.65\%, due January 14, 2028 | 1,400,000 | 1,492,135 | 1,508,628 | 1.88\%, due March 10, 2051 | 609,910,000 | 593,711 | 447,954 |
| Floating, due April 2,2031 | 3,520,000 | 3,647,881 | 3,688,538 | 3.13\%, due September 10, 2052 | 9,633,400,000 | 7,858,866 | 9,415,148 |
| DH Europe Finance II Sarl |  |  |  | Malaysia Government Bond |  |  |  |
| 0.20\%, due March 18, 2026 | 1,175,000 | 1,725,563 | 1,533,369 | 4.23\%, due June 30, 2031 | 11,155,000 | 3,442,600 | 3,474,806 |
| E-Carat PLC |  |  |  | Mexican Bonos |  |  |  |
| Floating, due January 18, 2023 | 696,256 | 1,207,873 | 1,139,336 | 5.75\%, due March 5, 2026 | 27,500,000 | 1,744,939 | 1,724,761 |
| Electricite de France SA |  |  |  | 7.75\%, due May 29, 2031 | 285,000,000 | 19,190,761 | 18,330,228 |
| Floating, due December 31, 2099 | 3,600,000 | 5,267,160 | 4,034,295 | Morgan Stanley |  |  |  |
| European Investment Bank |  |  |  | Floating, due January 25, 2033 | 6,196,000 | 8,455,241 | 9,348,871 |
| 0.38\%, due September 15, 2027 | 1,740,000 | 2,522,075 | 2,241,205 | MPT Operating Partnership LP / MPT Finance Corp. |  |  |  |
| Fannie Mae Pool |  |  |  | 0.99\%, due October 15, 2026 | 1,400,000 | 2,104,946 | 1,553,735 |
| 3.00\%, due August 1, 2051 | 7,496,347 | 8,857,967 | 9,109,061 | National Australia Bank Ltd. |  |  |  |
| FedEx Corp. |  |  |  | Floating, due August 2, 2034 | 1,541,000 | 1,708,151 | 1,765,150 |
| 0.95\%, due May 4, 2033 | 6,230,000 | 6,417,119 | 6,476,391 | National Grid North America Inc. |  |  |  |
| Ford Motor Co. |  |  |  | 1.05\%, due January 20, 2031 | 5,036,000 | 5,735,211 | 5,676,200 |
| $3.25 \%$, due February 12, 2032 | 1,310,000 | 1,630,164 | 1,335,173 | Netherlands Government Bond |  |  |  |
| 6.10\%, due August 19, 2032 | 2,774,000 | 3,605,407 | 3,481,735 | 0.75\%, due July 15, 2028 | 11,100,000 | 15,664,281 | 14,524,052 |
| 4.75\%, due January 15, 2043 | 1,288,000 | 1,748,370 | 1,267,411 | Orano SA |  |  |  |
|  |  |  |  | 2.75\%, due March 8, 2028 | 1,300,000 | 1,956,946 | 1,700,827 |

OSCAR 21-2
1.27\%, due September 11, 2028
OSCAR US Funding Trust VIII LLC

Philippine Government International Bond due February 3, 2023
Raiffeisen Bank International AG
Floating, due June 18, 2027
0.05\%, due September 1, 2027
5.75\%, due January 27, 2028
7.38\%, due December 20, 2032
Republic of Austria Government Bond due October 20, 2028
Republic of South Africa Government Bond 8.88\%, due February 28, 2035

Romanian Government International Bond
3.62\%, due May 26, 2030

Singapore Government Bond
2.63\%, due May 1, 2028
2.88\%, due September 1, 2030

SLM Corp.
4.20\%, due October 29, 2025

Southern Co/The
Floating, due September 15, 2081
Spain Government Bond
0.70\%, due April 30, 2032

Spirit Realty LP
4.00\%, due July 15, 2029
$3.20 \%$, due February 15, 2031
Suez SACA
2.38\%, due May 24, 2030
2.88\%, due May 24, 2034

Sweden Government Bond
2.25\%, due June 1, 2032

Swiss Confederation Government Bond
0.50\%, due June 27, 2032

Toronto-Dominion Bank/The
$3.13 \%$, due August 3,2032
United Kingdom Gilt
1.00\%, due January 31, 2032
1.25\%, due July 31, 2051

Vonovia Finance BV
$0.50 \%$, due September 14, 2029
Vonovia SE
$0.63 \%$, due December 14, 2029
2.38\%, due March 25, 2032
$0.75 \%$, due September 1, 2032
WEA Finance LLC
2.88\%, due January 15, 2027

WEA Finance LLC / Westfield UK \& Europe Finance PLC
4.75\%, due September 17, 2044

Wells Fargo \& Co.
Floating, due May 4, 2030
Westpac Banking Corp.
Floating, due July 24, 2034
Wintershall Dea Finance BV
1.33\%, due September 25, 2028

WPC Eurobond BV
2.25\%, due July 19, 2024

Mortgage Backed Securities (18.7\%)
CCH Commercial Mortgage Trust
$3.53 \%$, due June 15, 2034
$3.78 \%$, due June 15, 2034
DBCCRE 2014-ARCX C Mortgage Trust
4.93\%, due January 12,2034

Fannie Mae Pool
2.50\%, due August 1, 2051
2.00\%, due November 1, 2051

| Par <br> Value | Average <br> Cost |
| ---: | ---: | | Fair |
| ---: |
| Value |


|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| 4.00\%, due May 1, 2052 | 14,475,468 | 18,514,838 | 18,435,802 |
| 4.00\%, due May 1, 2052 | 13,631,996 | 17,644,758 | 17,359,830 |
| 3.50\%, due June 1, 2052 | 33,571,736 | 42,042,160 | 41,410,567 |
| 4.50\%, due June 1, 2052 | 27,654,423 | 36,235,777 | 36,115,376 |
| $5.00 \%$, due July 1, 2052 | 11,739,559 | 15,542,738 | 15,699,103 |
| Freddie Mac Multifamily Structured Pass Through |  |  |  |
| Certificates |  |  |  |
| 2.71\%, due August 25, 2025 | 774,982 | 1,009,618 | 1,039,748 |
| 5.00\%, due July 1, 2052 | 8,998,393 | 11,981,919 | 12,034,183 |
| Freddie Mac Pool |  |  |  |
| 3.50\%, due June 1, 2052 | 14,624,108 | 18,202,681 | 18,038,704 |
| Tricon American Homes Trust |  |  |  |
| 2.93\%, due January 18, 2036 | 1,526,066 | 1,950,570 | 2,003,939 |
|  |  | 185,267,489 | 183,787,079 |
| Asset Backed Securities (8.3\%) |  |  |  |
| AmeriCredit Automobile Receivables Trust |  |  |  |
| 1.59\%, due October 18, 2025 | 1,700,000 | 2,282,756 | 2,227,729 |
| 2.05\%, due January 20, 2026 | 462,004 | 590,161 | 618,170 |
| BXHPP Trust |  |  |  |
| 1.00\%, due August 25, 2036 | 2,750,000 | 3,472,222 | 3,391,862 |
| CAMB Commercial Mortgage Trust |  |  |  |
| 3.58\%, due December 15, 2037 | 1,240,000 | 1,644,562 | 1,655,493 |
| Carmax Auto Owner Trust 2019-3 |  |  |  |
| 2.50\%, due April 15, 2025 | 655,000 | 860,305 | 870,833 |
| 2.60\%, due June 16, 2025 | 600,000 | 788,098 | 793,564 |
| Carvana Auto Receivables Trust |  |  |  |
| 1.60\%, due June 10, 2027 | 4,375,000 | 5,339,523 | 5,032,867 |
| 1.07\%, due March 10, 2028 | 579,687 | 699,865 | 721,653 |
| CGDB COML MTG TR |  |  |  |
| CLI FUNDING VI LLC |  |  |  |
| 2.07\%, due October 18,2045 | 1,229,250 | 1,637,571 | 1,448,927 |
| CNH Capital Canada Receivables Trust |  |  |  |
| 1.00\%, due November 16, 2026 | 1,643,261 | 1,643,261 | 1,569,012 |
| Commercial Mortgage Pass Through |  |  |  |
| 2.17\%, due November 10, 2046 | 1,950,000 | 2,641,142 | 2,060,037 |
| Domino's Pizza Inc. |  |  |  |
| 2.66\%, due April 25, 2051 | 1,354,375 | 1,703,831 | 1,529,787 |
| Fannie Mae Grantor Trust 2017-T1 |  |  |  |
| 2.90\%, due June 25, 2027 | 1,441,218 | 1,846,298 | 1,823,883 |
| FARM 2021-1 MORT |  |  |  |
| 2.18\%, due January 25,2051 | 1,661,248 | 2,117,806 | 2,248,265 |
| Ford Auto Securitization Trust |  |  |  |
| $5.40 \%$, due September 15, 2028 | 3,780,000 | 3,780,000 | 3,796,779 |
| FORD CR AUT OWNER TR |  |  |  |
| 1.06\%, due April 15, 2033 | 1,450,000 | 1,925,241 | 1,761,131 |
| Freddie Mac Multifamily Structured Pass Through |  |  |  |
| Certificates |  |  |  |
| 3.37\%, due July 25, 2025 | 1,143,788 | 1,455,975 | 1,497,345 |
| GM FIN CONS AUTO REC |  |  |  |
| 0.97\%, due August 16, 2027 | 3,330,000 | 4,166,505 | 4,061,912 |
| GMF Canada Leasing Trust Asset-Backed Notes |  |  |  |
| Series 2016-1 |  |  |  |
| 1.05\%, due November 20, 2025 | 195,832 | 195,832 | 195,473 |
| Hertz Corp. |  |  |  |
| due December 25, 2027 | 4,200,000 | 5,182,459 | 4,965,643 |
| HPLY Trust 2019-HIT |  |  |  |
| 3.33\%, due November 17, 2036 | 1,071,956 | 1,440,414 | 1,416,264 |
| Life Financial Services Trust |  |  |  |
| 0.81\%, due March 15, 2038 | 1,081,267 | 1,345,027 | 1,419,380 |
| Mbarc Credit Canada Inc. |  |  |  |
| 0.93\%, due February 17, 2026 | 1,900,000 | 1,900,000 | 1,835,818 |
| ONEMEAIN FINL TR |  |  |  |
| 1.75\%, due September 14, 2035 | 1,650,000 | 2,180,911 | 1,957,070 |
| Oscar US Funding XILLC |  |  |  |
| 2.68\%, due September 10, 2026 | 1,506,605 | 1,971,391 | 2,002,872 |
| PureWest Funding LLC |  |  |  |
| 4.09\%, due December 20, 2036 | 1,059,484 | 1,331,345 | 1,361,842 |
| SANTANDER AUTO REC T |  |  |  |
| 0.95\%, due September 15, 2027 | 4,065,000 | 5,091,397 | 5,295,199 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

*Average cost of Investments as of December 31, 2021 is $\$ 1,074,836,468$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Interest Rate Futures (39.7\%) | Position | Number of Futures | Maturity | Unitary Cost | Current <br> Value (1) | Fair Value Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  | CAD | CAD |
| Asia (-0.1\%) |  |  |  |  |  |  |
| SFE | Long | 71 | March 2023 | 95.925 AUD | 7,571,675 | $(14,583)$ |
| Japan 10-year Bond | Short | 17 | March 2023 | 145.460 JPY | $(25,508,206)$ | 12,275 |
|  |  |  |  |  | (17,936,531) | $(2,308)$ |
| Canada (-0.1\%) |  |  |  |  |  |  |
| 10yr Canada Bond Index | Long | 10 | March 2023 | 122.550 CAD | 1,225,500 | $(2,600)$ |
| Europe (39.8\%) |  |  |  |  |  |  |
| EURO-BUXL 30Y BND | Short | 62 | March 2023 | 135.240 EUR | $(12,152,625)$ | 314,509 |
| Euro-Bund | Short | 132 | March 2023 | 132.930 EUR | $(25,431,396)$ | 202,793 |
| Euro-BOBL | Short | 503 | March 2023 | 115.750 EUR | ( $84,384,415$ ) | 313,480 |
| Long Gilt | Short | 1 | March 2023 | 99.900 GBP | $(163,523)$ | (180) |
|  |  |  |  |  | (122,131,959) | 830,602 |
| United States (0.1\%) |  |  |  |  |  |  |
| CBOE Volatility Index | Long | 122 | March 2023 | 118.281 USD | 19,537,192 | $(10,332)$ |
| US Long Bond | Long | 19 | March 2023 | 125.344 USD | 3,224,356 | $(4,019)$ |
| US 10-year Treasury Note | Short | 52 | March 2023 | 112.297 USD | $(7,906,016)$ | 9,899 |
| US 2-year Treasury | Long | 88 | March 2023 | 102.539 USD | 24,433,673 | $(18,607)$ |
| $5 y r$ United States Notes Index | Short | 329 | March 2023 | 107.930 USD | $(48,075,461)$ | 38,274 |
| Euro-Schatz | Long | 66 | March 2023 | 105.420 EUR | 10,084,171 | $(12,436)$ |
|  |  |  |  |  | 1,297,915 | 2,779 |
| Total Interest Rate Futures |  |  |  |  | (137,545,075) | 828,473 |
| Assets Placed in Collateral (60.3\%) |  |  |  |  |  | 1,259,060 |
| Margin Deposited on Futures Contracts (100\%) |  |  |  |  |  | 2,087,533 |
| (1) Current value represents the portfolio's exposure | ations resul | nvestments in |  |  |  |  |

## Hedging Foreign Exchange Contracts

Unrealized Depreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 0.7326 | CAD | 4,950,000 | 4,950,000 | USD | 3,626,142 | 4,908,971 | $(41,029)$ |

Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | ContractRates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 6.9657 | USD | 202,783 | 277,506 | CNY | 1,412,524 | 279,748 | 2,242 |
| January 18, 2023 | 0.0328 | TWD | 33,883,000 | 1,517,133 | USD | 1,111,465 | 1,526,548 | 9,415 |
| January 18, 2023 | 1.3608 | USD | 1,330,000 | 1,800,518 | CAD | 1,809,833 | 1,809,833 | 9,315 |
| January 18, 2023 | 1.0931 | CAD | 6,933,663 | 6,933,663 | AUD | 7,579,000 | 6,991,974 | 58,311 |
| January 18, 2023 | 0.1320 | SEK | 13,345,000 | 1,733,518 | CAD | 1,761,655 | 1,761,655 | 28,137 |
| January 18, 2023 | 1.4731 | CHF | 2,755,000 | 4,043,114 | CAD | 4,058,454 | 4,058,454 | 15,340 |
| January 18, 2023 | 1.3648 | USD | 236,231,789 | 319,804,135 | CAD | 322,410,067 | 322,410,067 | 2,605,932 |
| January 18, 2023 | 0.8650 | NZD | 9,840,507 | 8,461,828 | CAD | 8,511,748 | 8,511,748 | 49,920 |
| January 18, 2023 | 1.3649 | USD | 236,231,789 | 319,804,136 | CAD | 322,423,367 | 322,423,367 | 2,619,231 |
| January 18, 2023 | 1.6662 | GBP | 26,938,338 | 44,114,051 | CAD | 44,884,551 | 44,884,551 | 770,500 |
| January 18, 2023 | 1.4522 | EUR | 153,165,046 | 222,275,239 | CAD | 222,420,245 | 222,420,245 | 145,006 |
| January 18, 2023 | 0.0121 | INR | 119,429,000 | 1,968,564 | USD | 1,443,338 | 1,969,146 | 582 |
| January 18, 2023 | 0.6384 | NZD | 5,788,206 | 5,033,767 | USD | 3,695,000 | 5,058,693 | 24,926 |
| January 18, 2023 | 1.3589 | USD | 1,220,000 | 1,651,603 | CAD | 1,657,892 | 1,657,892 | 6,289 |
| January 18, 2023 | 82.9375 | USD | 1,439,988 | 1,962,657 | INR | 119,429,000 | 1,966,611 | 3,954 |
| January 18, 2023 | 0.0327 | TWD | 107,550,000 | 4,816,279 | USD | 3,515,280 | 4,828,991 | 12,712 |
| January 18, 2023 | 24.3397 | EUR | 3,401,187 | 4,972,609 | CZK | 82,783,962 | 4,974,778 | 2,169 |
| January 18, 2023 | 0.0411 | CZK | 82,389,689 | 4,940,663 | EUR | 3,388,000 | 4,942,887 | 2,224 |
| January 18, 2023 | 1291.0002 | USD | 1,865,157 | 2,546,807 | KRW | 2,407,918,000 | 2,611,577 | 64,770 |
| January 18, 2023 | 0.6903 | CAD | 3,042,178 | 3,042,178 | EUR | 2,100,000 | 3,047,549 | 5,371 |
| January 18, 2023 | 1.0173 | CHF | 1,700,659 | 2,511,447 | EUR | 1,730,000 | 2,576,238 | 14,791 |
| January 18, 2023 | 0.9401 | USD | 9,214,000 | 12,576,099 | EUR | 8,662,229 | 12,673,186 | 97,087 |
| January 18, 2023 | 0.8308 | USD | 725,000 | 993,091 | GBP | 602,348 | 998,007 | 4,916 |
| January 18, 2023 | 6.9734 | USD | 756,000 | 1,022,232 | CNY | 5,271,856 | 1,031,726 | 9,494 |
| January 18, 2023 | 1267.9699 | USD | 1,118,424 | 1,507,359 | KRW | 1,418,128,000 | 1,518,495 | 11,136 |
| January 18, 2023 | 0.9456 | NZD | 1,636,998 | 1,421,960 | AUD | 1,548,000 | 1,442,410 | 20,450 |
|  |  |  |  |  |  |  |  | 6,594,220 |

Unrealized Depreciation on Foreign Exchange Contracts

| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 0.9876 | EUR | 1,730,000 | 2,526,787 | CHF | 1,708,562 | 2,523,595 | $(3,192)$ |
| January 18, 2023 | 0.0568 | ZAR | 112,800,110 | 8,752,187 | USD | 6,402,776 | 8,449,114 | $(303,073)$ |
| January 18, 2023 | 30.6330 | USD | 1,106,095 | 1,510,885 | TWD | 33,883,000 | 1,508,744 | $(2,141)$ |
| January 18, 2023 | 1.0626 | EUR | 56,422,702 | 82,186,539 | USD | 59,956,106 | 81,472,121 | $(714,418)$ |
| January 18, 2023 | 0.9854 | EUR | 1,766,768 | 2,577,565 | CHF | 1,740,911 | 2,568,487 | $(9,078)$ |
| January 18, 2023 | 0.0099 | JPY | 5,492,658,393 | 56,803,818 | CAD | 54,591,957 | 54,591,957 | $(2,211,861)$ |
| January 18, 2023 | 0.6772 | AUD | 1,079,423 | 997,766 | USD | 731,000 | 991,557 | $(6,209)$ |
| January 18, 2023 | 1.0038 | SGD | 26,930,000 | 27,230,000 | CAD | 27,031,449 | 27,031,449 | $(198,551)$ |
| January 18, 2023 | 0.9151 | AUD | 390,000 | 359,793 | CAD | 356,885 | 356,885 | $(2,908)$ |
| January 18, 2023 | 0.0008 | KRW | 27,839,142,000 | 28,884,325 | USD | 21,229,376 | 27,682,478 | $(1,201,847)$ |
| January 18, 2023 | 0.1865 | BRL | 13,181,000 | 3,366,893 | USD | 2,458,362 | 3,332,975 | $(33,918)$ |
| January 18, 2023 | 0.1443 | CNY | 180,000 | 35,192 | USD | 25,980 | 35,094 | (98) |
| January 18, 2023 | 0.0008 | KRW | 857,410,000 | 896,643 | USD | 663,024 | 872,064 | $(24,579)$ |
| January 18, 2023 | 0.2261 | MYR | 11,500,000 | 3,519,682 | USD | 2,600,633 | 3,502,903 | $(16,779)$ |
| January 18, 2023 | 0.0008 | KRW | 969,664,000 | 1,014,102 | USD | 743,893 | 978,269 | $(35,833)$ |
| January 18, 2023 | 0.1437 | CNY | 6,355,166 | 1,245,098 | USD | 913,000 | 1,235,889 | $(9,209)$ |
| January 18, 2023 | 0.0688 | MXN | 290,615,000 | 20,113,906 | CAD | 19,994,187 | 19,994,187 | $(119,719)$ |
| January 18, 2023 | 0.7345 | CAD | 17,680,894 | 17,680,894 | USD | 12,986,000 | 17,580,092 | $(100,802)$ |
| January 18, 2023 | 1.2031 | GBP | 682,405 | 1,117,318 | USD | 821,000 | 1,111,263 | $(6,055)$ |
| January 18, 2023 | 0.9874 | EUR | 1,712,000 | 2,479,059 | CHF | 1,690,396 | 2,475,329 | $(3,730)$ |
| January 18, 2023 | 1.3494 | USD | 817,000 | 1,106,032 | CAD | 1,102,420 | 1,102,420 | $(3,612)$ |
| January 18, 2023 | 24.2935 | EUR | 1,620,000 | 2,343,331 | CZK | 39,355,421 | 2,339,894 | $(3,437)$ |
| January 18, 2023 | 30.5800 | USD | 1,758,339 | 2,399,938 | TWD | 53,770,000 | 2,392,422 | $(7,516)$ |
| January 18, 2023 | 0.0008 | KRW | 932,611,000 | 989,874 | USD | 725,485 | 968,972 | $(20,902)$ |
| January 18, 2023 | 30.5400 | USD | 1,760,969 | 2,398,934 | TWD | 53,780,000 | 2,388,298 | $(10,636)$ |
| January 18, 2023 | 0.0008 | KRW | 2,407,918,000 | 2,520,565 | USD | 1,840,353 | 2,422,218 | $(98,347)$ |
| January 18, 2023 | 0.6712 | AUD | 8,863,008 | 8,110,655 | USD | 5,949,000 | 7,987,721 | $(122,934)$ |
| January 18, 2023 | 0.0001 | IDR | 31,373,630,000 | 2,730,571 | USD | 2,002,785 | 2,712,381 | $(18,190)$ |
| January 18, 2023 | 0.1437 | CNY | 150,000,000 | 29,351,098 | USD | 21,552,628 | 29,138,093 | $(213,005)$ |
| January 18, 2023 | 1.5660 | USD | 3,695,000 | 5,018,647 | NZD | 5,786,230 | 4,992,023 | $(26,624)$ |
| January 18, 2023 | 0.6887 | CAD | 871,244 | 871,244 | EUR | 600,000 | 870,728 | (516) |
| January 18, 2023 | 0.7322 | CAD | 27,316,672 | 27,316,672 | USD | 20,000,000 | 27,075,453 | $(241,219)$ |
| January 18, 2023 | 1.1511 | CAD | 1,290,117 | 1,290,117 | NZD | 1,485,000 | 1,276,948 | $(13,169)$ |
| January 18, 2023 | 0.6014 | CAD | 1,662,880 | 1,662,880 | GBP | 1,000,000 | 1,637,594 | $(25,286)$ |
| January 18, 2023 | 1.0648 | EUR | 1,290,383 | 1,869,238 | USD | 1,374,000 | 1,856,701 | $(12,537)$ |
| January 18, 2023 | 0.7345 | CAD | 272,295 | 272,295 | USD | 200,000 | 270,755 | $(1,540)$ |
|  |  |  |  |  |  |  |  | $(5,823,470)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 770,750 |

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 1,827,695 | 2,337,220 |
| Cash |  | - | 818 |
| Subscriptions receivable |  | 172 | 400 |
| Interest receivable |  | 145,298 | 47,984 |
| Other assets receivable |  | 1,275 | 1,550 |
| Total assets |  | 1,974,440 | 2,387,972 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 7,384 | - |
| Distributions payable |  | - | 1 |
| Redeemed units payable |  | 12 | 68 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 7,396 | 69 |
| Net assets attributable to holders of redeemable units |  | 1,967,044 | 2,387,903 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 19,234 | 21,371 |
| Series F |  | 116,253 | 123,113 |
| Series F5 |  | 3,859 | 2,120 |
| Series 0 |  | 1,826,135 | 2,239,707 |
| Series T5 |  | 1,561 | 1,590 |
| Private Series |  | 2 | 2 |
|  |  | 1,967,044 | 2,387,903 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 8.03 | 9.51 |
| Series F |  | 8.06 | 9.65 |
| Series F5 |  | 6.64 | 8.03 |
| Series 0 |  | 8.02 | 9.53 |
| Series T5 |  | 6.32 | 7.71 |
| Private Series |  | 8.17 | 9.67 |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | $\frac{022}{\$}$ | $\frac{21}{\$}$ |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 210,737 | 93,551 |
| Income from securities lending |  |  | 3 |
| Other income |  | 11 | 6 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(53,850)$ | 45,866 |
| Net realized gains (losses) on foreign currencies |  | (10) | (670) |
| Net realized gains (losses) on forwards currency |  | (3) | 2,103 |
| Change in net unrealized appreciation/depreciation on investments |  | $(313,526)$ | $(140,025)$ |
| Change in unrealized gains/losses on foreign currencies |  | 6 | 166 |
| Change in unrealized gains/losses on forwards currency |  | - | $(1,588)$ |
| Total income |  | $(156,635)$ | (588) |
| Expenses | 8 |  |  |
| Management fees |  | 1,429 | 1,124 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 647 | 618 |
| Fees paid by the manager |  | $(18,911)$ | $(18,558)$ |
| Withholding taxes | 2 | 304 | - |
| Transaction costs on purchase and sale of investments | 8 | 125 | 134 |
| Total expenses |  | $(16,404)$ | $(16,680)$ |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(140,231)$ | 16,092 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(1,508)$ | (175) |
| Series F |  | $(7,226)$ | (460) |
| Series F5 |  | (166) | (12) |
| Series 0 |  | $(131,210)$ | 16,755 |
| Series R |  | - | - |
| Series T5 |  | (121) | (16) |
| Private Series |  | - |  |
|  |  | $(140,231)$ | 16,092 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 2,276,676 | 1,883,971 |
| Series F |  | 13,770,303 | 9,857,629 |
| Series F5 |  | 444,781 | 169,536 |
| Series 0 |  | 231,067,134 | 212,529,843 |
| Series R |  |  | 125 |
| Series T5 |  | 236,077 | 117,599 |
| Private Series |  | 255 | 188 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Investor/Advisor Series |  | (0.66) | (0.09) |
| Series F |  | (0.53) | (0.05) |
| Series F5 |  | (0.37) | (0.07) |
| Series 0 |  | (0.57) | 0.08 |
| Series R |  | - | (0.01) |
| Series T5 |  | (0.52) | (0.13) |
| Private Series |  | (0.61) | (0.06) |

Approved on behalf of the board of directors of National Bank Investments Inc.
Eric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series F5 |  | Series 0 |  | Series R |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 21,371 | 14,644 | 123,113 | 70,528 | 2,120 | 929 | 2,239,707 | 1,801,845 | - | 1 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,508)$ | (175) | $(7,226)$ | (460) | (166) | (12) | $(131,210)$ | 16,755 | . | - |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 5,631 | 11,879 | 69,457 | 71,229 | 3,157 | 1,509 | 148,859 | 474,176 | - | - |
| Reinvestments of distributions to holders of redeemable |  |  |  |  |  |  |  |  |  |  |  |
| units <br> Redemption of redeemable units |  | $\begin{gathered} 1,547 \\ (5,953) \end{gathered}$ | $\begin{gathered} 591 \\ (4,867) \\ \hline \end{gathered}$ | $\begin{gathered} 10,642 \\ (66,517) \end{gathered}$ | $\begin{gathered} 3,290 \\ (17,016) \end{gathered}$ | $\begin{array}{r} 96 \\ (891) \end{array}$ | $\begin{array}{r} 38 \\ (227) \\ \hline \end{array}$ | $\begin{gathered} 212,790 \\ (431,221) \end{gathered}$ | $\begin{aligned} & 106,833 \\ & (53,069) \\ & \hline \end{aligned}$ | - | (1) |
| Total redeemable units transactions |  | 1,225 | 7,603 | 13,582 | 57,503 | 2,362 | 1,320 | $(69,572)$ | 527,940 | - | (1) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 1,852 | 693 | 13,199 | 4,412 | 374 | 71 | 212,790 | 106,059 | - | - |
| Net realized gain |  |  | 6 |  | 31 |  | - |  | 774 |  | - |
| Return of capital |  |  | - | - | - | 83 | 46 |  |  | - | - |
| Management fees rebate |  | 2 | 2 | 17 | 15 |  | - |  | - | - | - |
| Total distributions to investors |  | 1,854 | 701 | 13,216 | 4,458 | 457 | 117 | 212,790 | 106,833 | . | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,137)$ | 6,727 | $(6,860)$ | 52,585 | 1,739 | 1,191 | $(413,572)$ | 437,862 | . | (1) |
| Net assets attributable to holders of redeemable units, end of the year |  | 19,234 | 21,371 | 116,253 | 123,113 | 3,859 | 2,120 | 1,826,135 | 2,239,707 | . | - |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,247,457 | 1,478,015 | 12,757,044 | 7,021,417 | 263,862 | 107,365 | 234,901,153 | 181,489,315 | - | 125 |
| Redeemable units issued |  | 627,787 | 1,200,141 | 7,840,964 | 7,100,600 | 428,149 | 178,971 | 16,771,099 | 47,795,991 | - | - |
| Redeemable units issued on reinvestments |  | 188,666 | 61,504 | 1,289,233 | 336,312 | 13,889 | 4,652 | 25,657,506 | 11,002,496 | - | 1 |
| Redeemable units redeemed |  | $(668,061)$ | $(492,203)$ | (7,456,961) | $(1,701,285)$ | $(124,899)$ | $(27,126)$ | $(49,757,323)$ | $(5,386,649)$ |  | (126) |
| Redeemable units outstanding, end of the year |  | 2,395,849 | 2,247,457 | 14,430,280 | 12,757,044 | 581,001 | 263,862 | 227,572,435 | 234,901,153 |  |  |



Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Other assets receivable
Accrued expenses
Other liabilities payable

## Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(140,231)$ | 16,092 |
|  | 53,850 | $(45,866)$ |
|  | 10 | 670 |
|  | 3 | $(2,103)$ |
|  | 313,526 | 140,025 |
|  | (6) | (166) |
|  | - | 1,588 |
|  | $(238,460)$ | $(679,554)$ |
|  | 380,606 | 99,797 |
|  | $(97,314)$ | $(47,446)$ |
|  | 275 | - |
|  |  | (775) |
|  | . | (1) |
|  | 272,259 | $(517,739)$ |
| 2 |  |  |
|  | $(3,419)$ | $(1,414)$ |
|  | 228,029 | 547,134 |
|  | $(505,067)$ | $(75,292)$ |
|  | $(280,457)$ | 470,428 |
|  | (10) | (670) |
|  | 6 | 166 |
|  | $(8,198)$ | $(47,311)$ |
|  | 818 | 48,633 |
|  | $(7,384)$ | 818 |
|  | 113,423 | 46,105 |
|  | (304) |  |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Unconstrained Fixed Income Fund's investment objective is to maximize total return, consistent with preservation of capital. The Fund invests, directly or indirectly through investments in securities of other mutual funds or through the use of derivatives, in a diversified portfolio composed mainly of fixed income securities of issuers located throughout the world with various maturities and credit ratings.

The portfolio manager seeks to achieve its objective by managing portfolio duration, credit risk, and volatility. The Fund has significant latitude to pursue opportunities across the fixed income spectrum, and is not managed to be compared to any specific index. The Fund has the flexibility to invest across different sectors, credit ratings, maturities and geographic regions, including moving between sectors or across credit risk, and may have long, short or negative duration. The Fund may invest a significant portion of its net assets in a specific type of securities, by weighting one or other of the above criteria more heavily.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | November 28, 2016 | M | A | 1.25 | 0.10 |
| Advisor Series | November 28, 2016 | M | A | 1.25 | 0.10 |
| Series F | November 28, 2016 | M | A | 0.75 | 0.10 |
| Series F5 | November 28, 2016 | M | A | 0.75 | 0.10 |
| Series 0 | November 28, 2016 | M | A | - | 0.02 |
| Series T5 | November 28, 2016 | M | A | 1.25 | 0.10 |
| Private Series | November 28, 2016 | M | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment <br> Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 8.03 | - | 8.03 |
| Series F | 8.06 | - | 8.06 |
| Series F5 | 6.64 | - | 6.64 |
| Series 0 | 8.02 | - | 8.02 |
| Series T5 | 6.32 | - | 6.32 |
| Private Series | 8.17 | - | 8.17 |


|  | As at December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 9.51 | - | 9.51 |
| Series F | 9.65 | - | 9.65 |
| Series F5 | 8.03 | - | 8.03 |
| Series 0 | 9.53 | - | 9.53 |
| Series T5 | 7.71 | - | 7.71 |
| Private Series | 9.67 | - | 9.67 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\%$ | $\$$ | $\%$ |
| - | - | 6 | 100 |
| - | - | 3 | 50 |
| - | - | 3 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| :---: | :---: |
| December 31, | December 31, |
| 2022 | 2021 |
| \$ | \$ |
| 1,827,409 | 2,337,054 |

## Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 289,593 | - | $(558,111)$ |  |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 14,480(\$(27,906)$ as at December 31, 2021).

## Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Ne Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ |  |
| Bloomberg Barclays Global Aggregate |  |  |  |  |
| Bond Index \$CA hedged (100\%) | $\pm 141,037,057$ | $7.2 \pm$ | 183,629,773 | 7.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

|  | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
| Asset Mix | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 7.1 | 2.1 |
| Exchange Traded Funds | 92.9 | 97.9 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 286,618 | - | - | 286,618 |
| Exchange traded funds | 1,827,408,880 | - | - | 1,827,408,880 |
| Total investments | 1,827,695,498 | - | - | 1,827,695,498 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\mathbf{\$}$ | $\mathbf{\$}$ | $\$$ | $\mathbf{\$}$ |
| Common shares | 166,830 | - | - | 166,830 |  |
| Exchange traded funds | $2,337,053,645$ | - | - | $2,337,053,645$ |  |
| Total investments | $2,337,220,475$ | - | - | $2,377,220,475$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)


Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 855 | - | 762 |  |
| Private Series | 280 | 100 | 252 | 100 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  | 1 |  |

## Losses (Note 9)

(in thousands Canadian dollars)

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| 14,700 | $\$$ |
| 2021 |  |

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

|  | Number of shares | Average $\begin{array}{r} \text { Cost } \\ \hline \$ \end{array}$ | Fair Value $\$$ |
| :---: | :---: | :---: | :---: |
| International Equities (0.0\%) |  |  |  |
| United States (0.0\%) |  |  |  |
| Noble Corp. PLC | 5,581 | 75,422 | 284,941 |
| WTS-NOBLE CORP 2, warrants due February 5, 2028 | 220 | 680 | 932 |
| WTS-NOBLE CORP 2, warrants due February 5, 2028 | 220 | 680 | 745 |
|  |  | 76,782 | 286,618 |
| Total International Equities |  | 76,782 | 286,618 |
|  | Number of units |  |  |
| Exchange Traded Funds (92.9\%) |  |  |  |
| NBI Unconstrained Fixed Income ETF | 85,995,712 | 2,219,973,818 | 1,827,408,880 |
| Total Investments (92.9\%) |  | $\underline{2,220,050,600}$ * | 1,827,695,498 |
| Cash and Other Net Assets (7.1\%) |  |  | 139,348,527 |
| Net Assets (100\%) |  |  | 1,967,044,025 |

*Average cost of Investments as of December 31, 2021 is $\$ 2,416,049,240$.

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 1,247,753 | 1,390,465 |
| Unrealized appreciation on foreign exchange contracts |  | 29 | 16 |
| Cash |  | 938 | 649 |
| Margin deposited on futures contracts |  | 945 | - |
| Subscriptions receivable |  | 4 | 1 |
| Proceeds from sale of investments receivable |  |  | 800 |
| Interest receivable |  | 11,724 | 10,229 |
| Total assets |  | 1,261,393 | 1,402,160 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 8 | 2,226 |
| Accrued expenses |  | 49 | 58 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 1,261,336 | 1,399,876 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 4,371 | 17,291 |
| Series F |  | 27,187 | 3,483 |
| Series 0 |  | 1,229,778 | 1,379,102 |
|  |  | 1,261,336 | 1,399,876 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 9.52 | 11.00 |
| Series F |  | 9.74 | 11.15 |
| Series 0 |  | 9.71 | 11.16 |

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Investor/Advisor Series |  | Series F |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 17,291 | 218,638 | 3,483 | 1,881 | 1,379,102 | 984,770 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,693)$ | $(8,451)$ | (574) | (26) | $(132,526)$ | $(2,166)$ |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 211 | 5,099 | 26,405 | 2,106 | 169,068 | 427,149 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(11,434)$ | $(197,985)$ | $(2,123)$ | (477) | $(185,759)$ | $(30,564)$ |
| Total redeemable units transactions |  | $(11,065)$ | $(192,008)$ | 24,685 | 1,693 | 30,944 | 436,453 |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | 162 | 888 | 405 | 65 | 47,742 | 39,955 |
| Management fees rebate |  |  | . | 2 |  |  | - |
| Total distributions to investors |  | 162 | 888 | 407 | 65 | 47,742 | 39,955 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(12,920)$ | $(201,347)$ | 23,704 | 1,602 | $(149,324)$ | 394,332 |
| Net assets attributable to holders of redeemable units, end of the year |  | 4,371 | 17,291 | 27,187 | 3,483 | 1,229,778 | 1,379,102 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,571,713 | 19,060,993 | 312,355 | 161,922 | 123,527,977 | 84,622,151 |
| Redeemable units issued |  | 21,588 | 453,536 | 2,653,498 | 187,245 | 17,130,871 | 38,088,041 |
| Redeemable units issued on reinvestments |  | 15,956 | 79,067 | 41,023 | 5,734 | 4,772,954 | 3,564,552 |
| Redeemable units redeemed |  | $(1,150,117)$ | $(18,021,883)$ | $(215,287)$ | $(42,546)$ | $(18,740,271)$ | $(2,746,767)$ |
| Redeemable units outstanding, end of the year |  | 459,140 | 1,571,713 | 2,791,589 | 312,355 | 126,691,531 | 123,527,977 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Margin deposited on futures contracts
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

2
$(134,793) \quad(10,643)$
20,880 (2) (137) 1
$(17)$
$\begin{array}{rr}162,694 & 52,209 \\ (1) & -\end{array}$ (1) (14)
$\begin{array}{cc}(578,236) & (617,508) \\ 537,938 & 370,653\end{array}$
$(1,655)$

| (115) | (98) |
| :---: | :---: |
| 195,681 | 434,366 |
| $(201,534)$ | $(229,757)$ |
| $(5,968)$ | 204,511 |
| 2 | (1) |
| 1 | - |
| 286 | $(2,927)$ |
| 649 | 3,577 |
| 938 | 649 |
| 46,186 | 41,065 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Corporate Bond Fund's investment objective is to ensure long-term capital growth and to generate high income. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio comprised mainly of debt securities of Canadian and U.S. companies.
The portfolio manager carefully analyzes the credit standing of every security and evaluates risk, relative return and the economic situation when confirming the selection and relative weighting of each holding in the portfolio. This is carried out to identify bonds with attractive return potential. The portfolio manager also takes economic considerations and their impact on interest rates into account. Shorter or longer term issues are favoured, depending on whether interest rates are expected to rise or fall. The Fund may invest approximately $25 \%$ of its assets in foreign dept securities.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | June 1, 2010 | M | A | 1.25 | 0.19 |
| Advisor Series | June 1, 2010 | M | A | 1.25 | 0.19 |
| Series F | June 1, 2010 | M | A | 0.60 | 0.19 |
| Series 0 | June 1, 2010 | M | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value $\begin{array}{r}\text { Per Unit } \\ \hline \$\end{array}$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit |
| Investor/Advisor Series | 9.52 | - | 9.52 |
| Series F | 9.74 | - | 9.74 |
| Series 0 | 9.71 | - | 9.71 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 11.00 | - | 11.00 |
| Series F | 11.15 | - | 11.15 |
| Series 0 | 11.16 | - | 11.16 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral


Structured Entities (Note 2)
(in thousands Canadian dollars)

Asset Backed Commercial Paper

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net | Net assets attributable to holders of redeemable | Net | Net assets attributable to holders of redeemable |
|  | exposure | units | exposure | units |
|  | \$ | \% | \$ | \% |
| American Dollar | $(753,405)$ | (0.1) | 22,515 |  |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$(37,670)(\$ 1,126$ as at December 31, 2021).

## Credit Risk (Note 5)

|  |  | December 31, | December 31, |
| :--- | ---: | ---: | ---: |
| Debt securities by Credit Rating | $\mathbf{2 0 2 2}$ | 2021 |  |
|  |  | $\%$ | $\%$ |
| Investment Grade - AAA | 1.1 | 1.4 |  |
| Investment Grade - AA | 4.8 | 3.6 |  |
| Investment Grade - A | 43.0 | 40.2 |  |
| Investment Grade - BBB | 46.7 | 50.5 |  |
| Non-investment Grade - BB | 3.3 | 3.4 |  |
| Not rated | - | 0.2 |  |
|  | 98.9 | 99.3 |  |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

|  |  | December 31, <br> Debt Securities by Maturity Date | December 31, <br>  <br>  <br> Under one year |
| :--- | ---: | ---: | ---: |
| 2022 | $\mathbf{2 0 2 1}$ |  |  |
| From 1 year to 3 years |  | $\$$ | $\$$ |
| From 3 years to 5 years | $20,428,515$ | $39,716,374$ |  |
| From 5 years to 10 years | $254,192,019$ | $262,792,962$ |  |
| More than 10 years | $252,760,093$ | $220,379,719$ |  |
|  | $339,302,602$ | $380,462,026$ |  |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 21,369,992$ ( $\$ 26,615,908$ as at December 31, 2021).

| Concentration Risk (Note 5) |  |  |
| :---: | :---: | :---: |
|  | Percentage of Net Assets as at |  |
| Asset Mix | December 31, 2022 | $\begin{array}{r} \hline \text { December 31, } \\ 2021 \end{array}$ |
|  | \% | \% |
| Asset Backed Securities | 0.7 | 0.7 |
| Cash, Money Market and Other Net Assets | 1.1 | 0.7 |
| Corporate Bonds | 90.5 | 89.6 |
| Foreign Bonds | 6.8 | 6.6 |
| Mortgage Backed Securities | 0.2 | 0.5 |
| Municipal Bonds | 0.3 | 1.1 |
| Provincial Bonds | 0.4 | 0.8 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 319,026 | 1,247,433,878 | - | 1,247,752,904 |
| Derivatives assets | 17,982,090 | 3,347,304 | - | 21,329,394 |
| Derivatives liabilities | $(17,946,670)$ | $(3,318,950)$ | - | $(21,265,620)$ |
| Total derivatives instruments | 35,420 | 28,354 | $\cdot$ | 63,774 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 519 | 1,390,464,766 | - | 1,390,465,285 |
| Derivatives assets | - | 3,230,814 | - | 3,230,814 |
| Derivatives liabilities | - | $(3,214,318)$ | - | $(3,214,318)$ |
| Total derivatives instruments | - | 16,496 | - | 16,496 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 123 | - | 118 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  | 1 |  |

## Losses (Note 9)

(in thousands Canadian dollars)

Capital Losses

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
| $\$ 2,475$ | 2,111 |


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds And Debentures (98.9\%) |  |  |  | 4.71\%, due December 7, 2027 | 9,707,000 | 9,707,000 | 9,582,702 |
| Issued and Guaranteed by |  |  |  | 2.88\%, due September 17, 2029 | 8,890,000 | 8,919,160 | 8,485,985 |
| the Government of Canada (0.0\%) |  |  |  | 2.08\%, due June 17, 2030 | 108,000 | 109,787 | 99,378 |
| Government of Canada |  |  |  | 6.53\%, due October 27, 2032 | 2,895,000 | 2,895,000 | 3,008,892 |
| 2.25\%, due June 1, 2025 | 500 | 490 | 483 | Bank of Nova Scotia/The |  |  |  |
| 1.75\%, due December 1, 2053 | 452,000 | 351,204 | 318,543 | 1.95\%, due January 10, 2025 | 9,735,000 | 9,711,709 | 9,153,470 |
|  |  | 351,694 | 319,026 | 1.85\%, due November 2, 2026 | 12,773,000 | 12,668,299 | 11,403,057 |
|  |  |  |  | 2.95\%, due March 8, 2027 | 6,014,000 | 6,020,252 | 5,560,129 |
| Issued and Guaranteed by |  |  |  | Floating, due July 27, 2027 | 4,310,000 | 4,310,000 | 4,212,547 |
| a Province (0.4\%) |  |  |  | 3.93\%, due May 3, 2032 | 6,095,000 | 6,094,634 | 5,686,507 |
| Province of Ontario |  |  |  | Bell Canada |  |  |  |
| $3.75 \%$, due June 2, 2032 | 5,000,000 | 4,927,600 | 4,886,780 | 2.90\%, due August 12, 2026 | 213,000 | 197,315 | 199,139 |
|  |  | 4,927,600 | 4,886,780 | 7.00\%, due September 24, 2027 | 2,957,000 | 3,286,119 | 3,181,776 |
|  |  |  |  | 3.80\%, due August 21, 2028 | 2,000,000 | 2,098,040 | 1,894,014 |
| Municipalities and Subsidized Issuers (0.3\%) |  |  |  | 2.90\%, due September 10, 2029 | 1,840,000 | 1,837,626 | 1,626,704 |
| Calgary Airport Authority |  |  |  | $2.50 \%$, due May 14, 2030 | 5,300,000 | 4,350,240 | 4,483,609 |
| 3.20\%, due October 7, 2036 | 762,000 | 762,000 | 632,339 | 6.10\%, due March 16, 2035 | 2,100,000 | 2,583,580 | 2,192,474 |
| 3.34\%, due October 7, 2038 | 4,418,000 | 4,418,000 | 3,652,228 | 4.75\%, due September 29, 2044 | 6,144,000 | 6,521,306 | 5,512,212 |
|  |  | 5,180,000 | 4,284,567 | 4.35\%, due December 18, 2045 | 710,000 | 852,419 | 599,095 |
|  |  |  |  | 4.45\%, due February 27, 2047 | 9,176,000 | 9,636,438 | 7,819,191 |
| Corporations (90.5\%) |  |  |  | $3.50 \%$, due September 30, 2050 | 2,195,000 | 1,927,124 | 1,570,757 |
| 407 International Inc. |  |  |  | Bridging North America GP |  |  |  |
| 4.45\%, due November 15, 2041 | 3,970,000 | 4,511,780 | 3,722,105 | 4.34\%, due August 31, 2053 | 1,123,000 | 1,161,163 | 913,799 |
| 4.19\%, due April 25, 2042 | 2,750,000 | 3,018,565 | 2,489,275 | British Columbia Ferry Services Inc. |  |  |  |
| $3.83 \%$, due May 11, 2046 | 3,858,000 | 3,846,343 | 3,276,372 | 4.70\%, due October 23, 2043 $279 \%$ due October 15, 2049 | 650,000 $2,210,000$ | 785,135 $2,210,000$ | 636,884 $1,544,333$ |
| $3.60 \%$, due May 21, 2047 | 301,000 | 311,123 | 245,147 | 2.79\%, due October 15, 2049 | 2,210,000 | 2,210,000 | 1,544,333 |
| 2.84\%, due March 7, 2050 | 1,219,000 | 1,210,502 | 847,378 | Brookfield Asset Management Inc. <br> 4.82\%, due January 28, 2026 |  |  |  |
| Access Justice Durham |  |  |  | Brookfield Renewable Energy Partners ULC | 2,175,000 | 2,338,141 | 2,150,453 |
| 5.02\%, due August 31, 2039 Aéroports de Montréal | 1,784,256 | 2,114,641 | 1,769,088 | Brookfield Renewable Energy Partners ULC 3.75\%, due June 2, 2025 | 598,000 | 647,514 | 579,798 |
| Aéroports de Montréal 6.95\%, due April 16, 2032 |  |  |  | 4.25\%, due January 15, 2029 | 4,000,000 | 4,304,420 | 3,848,668 |
| 6.95\%, due April 16,2032 $5.67 \%$, due October 16, 2037 | 285,807 43,000 | 354,166 57,116 | 312,263 46,216 | $3.38 \%$, due January 15, 2030 | 1,499,000 | 1,498,655 | 1,349,517 |
| 5.47\%, due April 16, 2040 | 2,865,000 | 3,212,841 | 3,038,009 | 3.33\%, due August 13, 2050 | 1,450,000 | 1,446,576 | 1,009,729 |
| $3.03 \%$, due April 21, 2050 | 3,587,000 | 3,581,739 | 2,596,880 | Canada Life Assurance Co. |  |  |  |
| 3.44\%, due April 26, 2051 | 4,868,000 | 4,794,470 | 3,818,722 | 6.40\%, due December 11, 2028 | 1,630,000 | 2,135,462 | 1,763,877 |
| AGT Limited |  |  |  | Canadian Imperial Bank of Commerce |  |  |  |
| 8.80\%, due September 22, 2025 | 2,530,000 | 3,511,616 | 2,747,922 | 2.35\%, due August 28, 2024 | 400,000 | 384,556 | 382,586 |
| Algonquin Power \& Utilities Corp. |  |  |  | 2.75\%, due March 7, 2025 | 8,655,000 | 8,558,805 | 8,247,228 |
| 4.09\%, due February 17, 2027 | 693,000 | 772,258 | 657,950 | 2.00\%, due April 17, 2025 | 6,117,000 | 6,130,794 | 5,718,728 |
| 4.60\%, due January 29, 2029 | 1,043,000 | 1,042,499 | 999,342 | 1.70\%, due July 15, 2026 | 8,140,000 | 8,168,039 | 7,281,849 |
| 2.85\%, due July 15, 2031 | 2,144,000 | 2,143,828 | 1,745,079 | 4.95\%, due June 29, 2027 | 8,875,000 | 8,828,871 | 8,865,406 |
| Floating, due January 18, 2082 | 3,448,000 | 3,448,000 | 2,695,481 | 5.05\%, due October 7, 2027 | 9,768,000 | 9,801,277 | 9,773,841 |
| Alimentation Couche-Tard Inc. |  |  |  | 2.95\%, due June 19, 2029 | 3,053,000 | 3,052,847 | 2,932,178 |
| 3.60\%, due June 2, 2025 | 3,628,000 | 3,653,504 | 3,518,191 | Floating, due July 21, 2030 | 4,753,000 | 4,768,837 | 4,345,692 |
| Allied Properties Real Estate Investment Trust |  |  |  | 1.96\%, due April 21, 2031 | 9,344,000 | 9,340,916 | 8,290,847 |
| 3.11\%, due April 8, 2027 | 3,825,000 | 3,796,907 | 3,459,162 | Floating, due April 7, 2032 | 2,175,000 | 2,175,000 | 2,048,941 |
| $3.13 \%$, due May 15, 2028 | 43,000 | 3,44,072 | 3, 37,912 | 7.15\%, due July 28, 2082 | 2,206,000 | 2,199,709 | 2,165,729 |
| 3.39\%, due August 15, 2029 | 2,648,000 | 2,712,816 | 2,288,584 | Canadian National Railway Co |  |  |  |
| AltaGas Ltd. |  |  |  | 3.60\%, due July 31, 2048 | 474,000 | 466,890 | 386,012 |
| 3.84\%, due January 15, 2025 | 2,481,000 | 2,534,014 | 2,407,830 | $3.60 \%$, due February 8, 2049 | 860,000 | 909,488 | 699,456 |
| 2.16\%, due June 10, 2025 | 3,115,000 | 3,116,537 | 2,897,452 | Canadian Pacific Railway Co. |  |  |  |
| 4.12\%, due April 7, 2026 | 2,197,000 | 2,218,529 | 2,124,169 | $3.05 \%$, due March 9, 2050 | 50,000 | 46,426 | 34,564 |
| 2.48\%, due November 30, 2030 | 1,560,000 | 1,560,000 | 1,266,720 | Canadian Utilities Ltd. |  |  |  |
| 5.16\%, due January 13, 2044 | 1,950,000 | 1,891,849 | 1,744,821 | 4.54\%, due October 24, 2041 | 16,812,000 | 19,099,382 | 15,884,970 |
| 4.50\%, due August 15, 2044 | 3,542,000 | 3,387,979 | 2,900,299 | 4.72\%, due September 9, 2043 | 4,500,000 | 4,451,685 | 4,340,642 |
| 4.99\%, due October 4, 2047 | 1,061,000 | 1,092,696 | 926,988 | 4.09\%, due September 2, 2044 | 939,000 | 1,133,063 | 827,015 |
| Floating, due January 11, 2082 | 5,841,000 | 5,841,000 | 4,764,983 | 2.96\%, due September 7, 2049 | 105,000 | 100,049 | 74,794 |
| AltaLink LP |  |  |  | Canadian Western Bank |  |  |  |
| 4.87\%, due November 15, 2040 | 2,000,000 | 2,669,960 | 1,993,004 | 1.93\%, due April 16, 2026 | 5,905,000 | 5,906,400 | 5,305,891 |
| Arrow Lakes Power |  |  |  | Capital City Link GP |  |  |  |
| 5.52\%, due April 5, 2041 | 1,822,350 | 1,822,349 | 1,904,159 | 4.39\%, due March 31, 2046 | 4,295,689 | 4,346,474 | 3,913,334 |
| Bank of America Corp. |  |  |  | Cenovus Energy Inc. |  |  |  |
| Floating, due April 25, 2024 | 3,870,000 | 3,846,060 | 3,744,898 | $3.60 \%$, due March 10, 2027 | 380,000 | 362,307 | 364,596 |
| Floating, due September 15, 2027 | 3,258,000 | 3,257,870 | 2,901,650 | 3.50\%, due February 7, 2028 | 6,894,000 | 6,833,448 | 6,516,188 |
| Bank of Montreal |  |  |  | Central 1 Credit Union |  |  |  |
| 2.37\%, due February 3, 2025 | 24,244,000 | 23,454,360 | 22,950,001 | 2.58\%, due December 6, 2023 | $3,011,000$ $3,608,000$ |  |  |
| 1.55\%, due May 28, 2026 | 4,082,000 | 3,929,946 | 3,652,998 | 1.32\%, due January 29, 2026 | 3,608,000 | 3,605,483 | 3,192,005 |
| 4.31\%, due June 1, 2027 | 13,297,000 | 13,131,100 | 12,964,163 | Chip Mortgage Trust |  |  |  |
| Floating, due November 26, 2027 | 2,530,000 | 2,530,000 | 2,531,417 | 1.74\%, due December 15, 2025 | 2,559,000 | 2,558,906 | 2,285,133 |


|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | Fair Value |  | Par Value | Average $\qquad$ Cost |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Choice Properties Reit |  |  |  | 5.20\%, due October 1, 2025 | 4,647,000 | 4,644,351 | 4,661,731 |
| 3.56\%, due September 9, 2024 | 595,000 | 585,954 | 576,999 | Floating, due May 28, 2026 | 5,323,000 | 5,285,380 | 4,710,999 |
| 4.06\%, due November 24, 2025 | 2,637,000 | 2,795,224 | 2,544,486 | 4.41\%, due May 19, 2027 | 10,355,000 | 10,360,245 | 10,118,471 |
| 4.18\%, due March 8, 2028 | 5,880,000 | 6,068,081 | 5,588,717 | Floating, due May 26, 2030 | 11,269,000 | 11,387,023 | 10,571,280 |
| 3.53\%, due June 11, 2029 | 5,929,000 | 5,886,595 | 5,337,742 | First Capital Realty Inc. |  |  |  |
| 2.98\%, due March 4, 2030 | 1,404,000 | 1,404,249 | 1,201,349 | 3.90\%, due October 30, 2023 | 2,200,000 | 2,353,626 | 2,156,370 |
| 6.00\%, due June 24, 2032 | 6,317,000 | 6,317,000 | 6,501,160 | 3.60\%, due May 6, 2026 | 3,000,000 | 2,987,190 | 2,760,498 |
| Clover LP |  |  |  | First Nations ETF LP |  |  |  |
| 4.22\%, due March 31, 2034 | 619,496 | 640,724 | 590,509 | 4.14\%, due December 31, 2041 | 3,110,446 | 3,127,740 | 2,817,084 |
| 4.22\%, due June 30, 2034 | 3,003,320 | 3,003,320 | 2,862,894 | Ford Credit Canada Ltd. |  |  |  |
| Coast Capital Savings Credit Union |  |  |  | 3.74\%, due May 8, 2023 | 4,777,000 | 4,777,000 | 4,735,727 |
| Floating, due May 3, 2028 | 4,449,000 | 4,478,602 | 4,431,017 | 3.50\%, due November 30, 2023 | 900,000 | 904,500 | 877,800 |
| 5.25\%, due October 29, 2030 | 923,000 | 932,402 | 895,424 | 4.46\%, due November 13, 2024 | 2,408,000 | 2,550,186 | 2,322,957 |
| Comber Wind Financial Corp. |  |  |  | 6.78\%, due September 15, 2025 | 2,880,000 | 2,880,000 | 2,905,500 |
| 5.13\%, due November 15, 2030 | 4,440,229 | 4,483,426 | 4,356,744 | Fortis Alberta Inc. |  |  |  |
| Concentra Bank |  |  |  | 4.11\%, due September 29, 2044 | 3,850,000 | 3,966,826 | 3,389,817 |
| 1.46\%, due May 17, 2024 | 2,302,000 | 2,302,233 | 2,165,837 | 4.27\%, due September 22, 2045 | 2,000,000 | 2,290,900 | 1,803,408 |
| Connect 6ix GP |  |  |  | FortisBC Energy Inc. |  |  |  |
| 6.11\%, due November 30, 2046 | 2,875,000 | 2,875,000 | 2,900,012 | 3.38\%, due April 13, 2045 | 100,000 | 77,274 | 78,930 |
| 6.21\%, due November 30, 2060 | 2,065,000 | 2,065,000 | 2,069,543 | 2.82\%, due August 9, 2049 | 999,000 | 998,401 | 694,251 |
| Co-operators Financial Services Ltd. |  |  |  | Gaz Métropolitain Inc. |  |  |  |
| 3.33\%, due May 13, 2030 | 3,857,000 | 3,872,650 | 3,299,845 | 7.05\%, due October 30, 2030 | 1,100,000 | 1,548,448 | 1,252,809 |
| Crombie Real Estate Investment Trust |  |  |  | 3.28\%, due October 9, 2046 | 750,000 | 831,518 | 579,353 |
| 3.68\%, due August 26, 2026 | 4,326,000 | 4,336,350 | 4,056,572 | General Motors Financial of Canada Ltd. |  |  |  |
| 3.92\%, due June 21, 2027 | 3,092,000 | 3,101,129 | 2,902,117 | 5.95\%, due May 14, 2024 | 2,010,000 | 2,240,547 | 2,009,431 |
| 2.69\%, due March 31, 2028 | 949,000 | 949,399 | 826,473 | 1.70\%, due July 9, 2025 | 1,865,000 | 1,862,482 | 1,693,062 |
| 3.13\%, due August 12, 2031 | 3,070,000 | 2,902,336 | 2,487,339 | Gibson Energy Inc. |  |  |  |
| CSS FSCC Partnership |  |  |  | 2.45\%, due July 14, 2025 | 55,000 | 56,575 | 51,231 |
| 6.92\%, due July 31, 2042 | 215,872 | 290,700 | 240,724 | 2.85\%, due July 14, 2027 | 2,014,000 | 2,013,496 | 1,824,924 |
| CT Real Estate Investment Trust |  |  |  | 3.60\%, due September 17, 2029 | 3,036,000 | 3,042,843 | 2,722,296 |
| 3.47\%, due June 16, 2027 | 1,140,000 | 1,202,104 | 1,056,405 | Goldman Sachs Group Inc./The |  |  |  |
| 3.87\%, due December 7, 2027 | 2,395,000 | 2,430,571 | 2,236,607 | Floating, due February 28, 2029 | 6,375,000 | 6,356,111 | 5,444,938 |
| 3.03\%, due February 5, 2029 | 2,989,000 | 2,989,000 | 2,610,413 | Grand Renewable Solar LP |  |  |  |
| 2.37\%, due January 6, 2031 | 1,814,000 | 1,814,000 | 1,429,131 | 3.93\%, due January 31, 2035 | 1,121,593 | 1,121,593 | 1,038,136 |
| Daimler Canada Finance Inc. |  |  |  | Granite Reit Holdings LP |  |  |  |
| 1.65\%, due September 22, 2025 | 3,080,000 | 3,075,288 | 2,813,414 | 3.06\%, due June 4, 2027 | 159,000 | 167,247 | 144,921 |
| Enbridge Gas Distribution Inc. |  |  |  | 2.38\%, due December 18, 2030 | 1,980,000 | 1,980,000 | 1,578,062 |
| 2.35\%, due September 15, 2031 | 3,500,000 | 2,883,475 | 2,913,446 | Greater Toronto Airports Authority |  |  |  |
| 4.15\%, due August 17, 2032 | 1,465,000 | 1,381,715 | 1,395,707 | 7.05\%, due June 12, 2030 | 5,146,000 | 5,728,831 | 5,854,398 |
| 3.51\%, due November 29, 2047 | 2,050,000 | 1,816,022 | 1,609,615 | 7.10\%, due June 4, 2031 | 1,179,000 | 1,664,182 | 1,360,936 |
| 3.01\%, due August 9, 2049 | 4,306,000 | 4,178,319 | 3,051,959 | 6.47\%, due February 2, 2034 | 1,190,000 | 1,716,779 | 1,351,651 |
| 3.65\%, due April 1, 2050 | 1,110,000 | 1,074,147 | 891,212 | 5.30\%, due February 25, 2041 | 1,490,000 | 2,108,663 | 1,563,536 |
| Enbridge Inc. |  |  |  | 4.53\%, due December 2, 2041 | 3,258,000 | 3,442,757 | 3,116,674 |
| 3.95\%, due November 19, 2024 | 9,099,000 | 9,163,501 | 8,889,605 | Great-West Lifeco Inc. |  |  |  |
| 2.44\%, due June 2, 2025 | 45,000 | 46,579 | 42,387 | 6.67\%, due March 21, 2033 | 3,894,000 | 5,143,665 | 4,355,053 |
| 2.99\%, due October 3, 2029 | 8,343,000 | 8,171,054 | 7,324,453 | 6.00\%, due November 16, 2039 | 2,345,000 | 3,233,733 | 2,528,030 |
| 7.20\%, due June 18, 2032 | 2,775,000 | 3,546,644 | 2,996,725 | H\&R Real Estate Investment Trust |  |  |  |
| 6.10\%, due November 9, 2032 | 3,497,000 | 3,495,951 | 3,679,414 | 3.37\%, due January 30, 2024 | 7,354,000 | 7,400,864 | 7,147,588 |
| 3.10\%, due September 21, 2033 | 5,625,000 | 5,564,376 | 4,560,576 | 2.63\%, due February 19, 2027 | 1,699,000 | 1,698,326 | 1,507,229 |
| 5.75\%, due September 2, 2039 | 253,000 | 301,281 | 249,467 | HCN Canadian Holdings-1 LP |  |  |  |
| 5.12\%, due September 28, 2040 | 590,000 | 677,869 | 540,351 | 2.95\%, due January 15, 2027 | 161,000 | 166,699 | 144,793 |
| 4.57\%, due March 11, 2044 | 8,823,000 | 8,719,420 | 7,426,063 | Health Montreal Collective LP |  |  |  |
| 4.87\%, due November 21, 2044 | 25,000 | 27,181 | 21,909 | 6.72\%, due September 30, 2049 | 8,739,163 | 11,560,177 | 9,398,708 |
| Floating, due April 12, 2078 | 6,501,000 | 6,605,687 | 6,255,347 | Hospital Infrastructure Partners NOH Partnership |  |  |  |
| Enbridge Pipelines Inc. |  |  |  | 5.44\%, due January 31, 2045 | 2,846,985 | 3,114,002 | 2,844,682 |
| 3.52\%, due February 22, 2029 | 2,000,000 | 2,109,420 | 1,846,044 | Hydro One Inc. |  |  |  |
| 4.55\%, due August 17, 2043 | 220,000 | 242,706 | 186,371 | 6.93\%, due June 1, 2032 | 1,776,000 | 2,458,370 | 2,041,952 |
| 4.33\%, due February 22, 2049 | 43,000 | 44,511 | 34,652 | 5.49\%, due July 16, 2040 | 208,000 | 216,104 | 221,676 |
| 4.20\%, due May 12, 2051 | 4,772,000 | 4,721,638 | 3,736,610 | 4.39\%, due September 26, 2041 | 3,255,000 | 3,695,057 | 3,037,924 |
| Enmax Corp. |  |  |  | 6.59\%, due April 22, 2043 | 1,537,000 | 2,336,345 | 1,849,086 |
| 3.33\%, due June 2, 2025 | 202,000 | 215,576 | 192,446 | 4.59\%, due October 9, 2043 | 3,089,000 | 3,847,909 | 2,952,031 |
| 3.88\%, due October 18, 2029 | 4,069,000 | 4,069,000 | 3,715,388 | 4.17\%, due June 6, 2044 | 3,848,000 | 4,067,049 | 3,470,142 |
| EPCOR Utilities Inc. |  |  |  | 3.91\%, due February 23, 2046 | 3,045,000 | 2,400,343 | 2,622,281 |
| 6.65\%, due April 15, 2038 | 440,000 | 645,550 | 517,895 | 3.72\%, due November 18, 2047 | 2,300,000 | 2,306,323 | 1,912,008 |
| 3.55\%, due November 27, 2047 | 1,000,000 | 1,009,780 | 804,011 | 3.63\%, due June 25, 2049 | 2,052,000 | 1,794,390 | 1,677,662 |
| 3.95\%, due November 26, 2048 | 2,600,000 | 2,853,943 | 2,235,545 | Hyundai Capital Canada Inc. |  |  |  |
| Fédération des caisses Desjardins |  |  |  | 2.01\%, due May 12, 2026 | 2,036,000 | 2,036,396 | 1,811,480 |
| Floating, due February 23, 2023 | 6,421,000 | 6,421,000 | 6,249,996 |  |  |  |  |
| 2.42\%, due October 4, 2024 | 6,918,000 | 6,918,000 | 6,606,399 |  |  |  |  |


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \\ \hline \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| iA Financial Corp Inc. |  |  |  | Nova Scotia Power Inc. |  |  |  |
| Floating, due June 30, 2027 | 1,697,000 | 1,697,000 | 1,638,632 | 4.15\%, due March 6, 2042 | 2,890,000 | 2,863,386 | 2,445,426 |
| Floating, due February 21, 2030 | 65,000 | 67,001 | 60,613 | Parkland Corp |  |  |  |
| 3.07\%, due September 24, 2031 | 4,746,000 | 4,769,664 | 4,353,344 | 3.88\%, due June 16, 2026 | 1,784,000 | 1,784,000 | 1,640,165 |
| IGM Financial Inc. |  |  |  | Pembina Pipeline Corporation |  |  |  |
| 3.44\%, due January 26, 2027 | 6,339,000 | 6,464,906 | 5,935,332 | 3.54\%, due February 3, 2025 | 441,000 | 466,649 | 425,201 |
| Independent Order Of Foresters/The |  |  |  | 3.71\%, due August 11, 2026 | 6,308,000 | 6,332,349 | 6,007,253 |
| Floating, due October 15, 2035 | 3,156,000 | 3,156,000 | 2,591,751 | 4.02\%, due March 27, 2028 | 1,010,000 | 1,009,919 | 959,813 |
| Industrial Alliance, Insurance \& Financial Services |  |  |  | 3.31\%, due February 1, 2030 | 2,228,000 | 2,226,307 | 1,977,854 |
| Inc. |  |  |  | 3.53\%, due December 10, 2031 | 1,261,000 | 1,260,786 | 1,096,864 |
| Floating, due September 15, 2023 | 1,098,000 | 1,097,726 | 1,078,958 | 4.81\%, due March 25, 2044 | 5,562,000 | 5,654,432 | 4,776,562 |
| Integrated Team Solutions PCH Partnership |  |  |  | 4.74\%, due January 21, 2047 | 1,193,000 | 1,162,954 | 1,004,291 |
| 4.88\%, due May 31, 2046 | 477,348 | 572,865 | 457,698 | 4.75\%, due March 26, 2048 | 1,395,000 | 1,426,820 | 1,171,295 |
| Integrated Team Solutions SJHC Partnership |  |  |  | 4.54\%, due April 3, 2049 | 4,741,000 | 4,879,241 | 3,836,142 |
| $5.95 \%$, due November 30, 2042 | 519,153 | 680,116 | 542,657 | 4.67\%, due May 28, 2050 | 1,198,000 | 1,217,343 | 987,358 |
| Inter Pipeline Ltd. |  |  |  | 4.49\%, due December 10, 2051 | 2,400,000 | 1,720,656 | 1,909,781 |
| 2.73\%, due April 18, 2024 | 350,000 | 349,741 | 338,363 | 4.80\%, due January 25, 2081 | 1,662,000 | 1,662,000 | 1,362,247 |
| 3.17\%, due March 24, 2025 | 2,750,000 | 2,750,000 | 2,625,122 | Plenary Properties LTAP LP |  |  |  |
| $3.48 \%$, due December 16, 2026 | 6,028,000 | 6,098,877 | 5,621,550 | $6.29 \%$, due January 31, 2044 | 706,830 | 945,162 | 767,821 |
| 4.23\%, due June 1, 2027 | 2,316,000 | 2,316,000 | 2,218,026 | Power Corporation of Canada |  |  |  |
| 5.76\%, due February 17, 2028 | 1,392,000 | 1,391,889 | 1,409,660 | 4.81\%, due January 31, 2047 | 1,620,000 | 1,620,000 | 1,501,202 |
| Floating, due March 26, 2029 | 3,275,000 | 3,353,629 | 3,138,354 | Power Financial Corp. |  |  |  |
| 3.98\%, due November 25, 2031 | 3,958,000 | 3,958,000 | 3,449,302 | 6.90\%, due March 11, 2033 | 1,269,000 | 1,721,369 | 1,418,837 |
| $5.85 \%$, due May 18, 2032 | 370,000 | 370,000 | 367,647 | Reliance LP |  |  |  |
| 6.38\%, due February 17, 2033 | 2,570,000 | 2,569,743 | 2,632,914 | 3.84\%, due March 15, 2025 | 1,566,000 | 1,636,160 | 1,505,059 |
| 4.64\%, due May 30, 2044 | 2,829,000 | 2,896,952 | 2,252,088 | 3.75\%, due March 15, 2026 | 1,601,000 | 1,595,813 | 1,514,909 |
| 5.09\%, due November 27, 2051 | 1,517,000 | 1,517,000 | 1,264,482 | 2.68\%, due December 1, 2027 | 2,007,000 | 2,024,697 | 1,764,348 |
| Keyera Corp. |  |  |  | 2.67\%, due August 1, 2028 | 3,521,000 | 3,528,434 | 3,033,106 |
| 6.88\%, due June 13, 2079 | 2,490,000 | 2,521,363 | 2,358,540 | RioCan Real Estate Investment Trust |  |  |  |
| Kingston Solar LP |  |  |  | 3.29\%, due February 12, 2024 | 2,000,000 | 2,009,140 | 1,944,812 |
| 3.57\%, due July 31, 2035 | 1,188,985 | 1,188,985 | 1,076,249 | 2.83\%, due November 8, 2028 | 3,273,000 | 3,273,000 | 2,792,439 |
| Laurentian Bank of Canada |  |  |  | Rogers Communications Inc. |  |  |  |
| 1.15\%, due June 3, 2024 | 5,310,000 | 5,263,986 | 4,993,874 | 4.00\%, due March 13, 2024 | 530,000 | 577,780 | 522,078 |
| 1.95\%, due March 17, 2025 | 4,984,000 | 4,977,670 | 4,627,041 | 3.65\%, due March 31, 2027 | 7,616,000 | 8,060,827 | 7,189,732 |
| 4.60\%, due September 2, 2025 | 2,428,000 | 2,428,728 | 2,378,661 | $3.25 \%$, due May 1, 2029 | 1,500,000 | 1,508,895 | 1,340,043 |
| Floating, due June 15, 2032 | 5,599,000 | 5,599,448 | 5,301,139 | 4.25\%, due April 15, 2032 | 6,142,000 | 6,144,827 | 5,603,064 |
| Liberty Utilities Canada LP |  |  |  | 6.68\%, due November 4, 2039 | 1,700,000 | 2,263,091 | 1,811,921 |
| 3.32\%, due February 14, 2050 | 266,000 | 239,264 | 188,584 | 6.11\%, due August 25, 2040 | 6,219,000 | 7,818,584 | 6,255,617 |
| Loblaw Companies Ltd. |  |  |  | 6.56\%, due March 22, 2041 | 1,109,000 | 1,481,534 | 1,169,570 |
| 4.49\%, due December 11, 2028 | 3,800,000 | 4,230,368 | 3,745,094 | 5.25\%, due April 15, 2052 | 2,478,000 | 2,380,376 | 2,238,960 |
| $6.50 \%$, due January 22, 2029 | 2,565,000 | 3,243,574 | 2,747,507 | $5.00 \%$, due December 17, 2081 | 9,394,000 | 9,366,250 | 8,487,836 |
| 2.28\%, due May 7, 2030 | 1,046,000 | 1,046,000 | 876,175 | Royal Bank of Canada |  |  |  |
| 6.85\%, due March 1, 2032 | 329,000 | 430,148 | 361,637 | Floating, due January 28, 2023 | 2,894,000 | 2,894,000 | 2,396,041 |
| 5.01\%, due September 13, 2032 | 2,765,000 | 2,765,000 | 2,746,256 | 1.94\%, due May 1, 2025 | 13,601,000 | 13,466,010 | 12,691,773 |
| 6.54\%, due February 17, 2033 | 832,000 | 1,080,951 | 898,128 | 1.59\%, due May 4, 2026 | 16,060,000 | 16,086,300 | 14,416,371 |
| 6.15\%, due January 29, 2035 | 2,849,000 | 3,412,186 | 3,008,746 | 5.24\%, due November 2, 2026 | 7,005,000 | 7,004,930 | 7,065,152 |
| $6.45 \%$, due March 1, 2039 | 680,000 | 936,346 | 744,750 | 2.33\%, due January 28, 2027 | 6,654,000 | 6,790,571 | 6,010,299 |
| $5.34 \%$, due September 13, 2052 | 3,309,000 | 3,309,000 | 3,314,764 | 1.83\%, due July 31, 2028 | 3,100,000 | 3,100,000 | 2,635,983 |
| Manulife Financial Corp. |  |  |  | Floating, due July 25,2029 | 8,710,000 | 8,717,450 | 8,316,970 |
| 3.05\%, due August 20, 2029 | 6,646,000 | 6,680,912 | 6,376,292 | Floating, due December 23, 2029 | 306,000 | 321,306 | 289,910 |
| 2.24\%, due May 12, 2030 | 4,529,000 | 4,530,867 | 4,204,117 | Floating, due June 30, 2030 | 65,000 | 66,008 | 59,786 |
| Floating, due May 13, 2035 | 250,000 | 253,042 | 210,681 | 2.14\%, due November 3, 2031 | 11,670,000 | 11,667,082 | 10,270,732 |
| 7.12\%, due June 19, 2082 | 3,272,000 | 3,272,000 | 3,223,444 | 2.94\%, due May 3, 2032 | 3,673,000 | 3,672,192 | 3,292,323 |
| MCAP Commercial LP |  |  |  | Scotiabank |  |  |  |
| 3.74\%, due August 25, 2025 | 1,509,000 | 1,509,000 | 1,416,829 | Floating, due July 3, 2024 | 10,149,000 | 10,167,840 | 9,724,985 |
| 3.38\%, due November 26, 2027 | 2,965,000 | 2,966,595 | 2,611,815 | 2.16\%, due February 3, 2025 | 4,066,000 | 3,838,941 | 3,831,367 |
| Metro Inc. |  |  |  | Floating, due January 18, 2029 | 3,598,000 | 3,598,000 | 3,532,049 |
| 4.27\%, due December 4, 2047 | 4,153,000 | 4,260,993 | 3,533,422 | Scotiabank Capital Trust |  |  |  |
| National Bank of Canada |  |  |  | Floating, due December 31, 2036 | 502,000 | 615,000 | 496,268 |
| 2.58\%, due February 3, 2025 | 999,000 | 974,125 | 949,229 | SEC LP and Arci Ltd. |  |  |  |
| $5.30 \%$, due November 3, 2025 | 7,725,000 | 7,725,000 | 7,775,158 | 5.19\%, due August 29, 2033 | 6,293,788 | 6,406,126 | 6,054,329 |
| North West Redwater Partnership / NWR Financing |  |  |  | SGTP Highway Bypass LP |  |  |  |
| Co. Ltd. |  |  |  | 4.11\%, due January 31, 2045 | 4,486,881 | 4,515,552 | 4,001,890 |
| 4.25\%, due June 1, 2029 | 2,000,000 | 2,221,300 | 1,936,416 | Shaw Communications Inc. |  |  |  |
| 4.15\%, due June 1, 2033 | 3,466,000 | 3,537,945 | 3,198,019 | 4.35\%, due January 31, 2024 | 2,915,000 | 2,910,990 | 2,877,851 |
| $3.65 \%$, due June 1, 2035 | 6,204,000 | 6,195,911 | 5,333,430 | $3.30 \%$, due December 10, 2029 | 1,948,000 | 1,938,786 | 1,717,772 |
| $3.70 \%$, due February 23,2043 | 1,625,000 | 1,547,942 | 1,305,010 | 6.75\%, due November 9, 2039 | 3,458,000 | 4,540,715 | 3,695,264 |
| 4.05\%, due July 22, 2044 | 2,005,000 | 1,995,508 | 1,684,609 | 4.25\%, due December 9, 2049 | 192,000 | 191,000 | 147,867 |
| 3.75\%, due June 1, 2051 | 4,264,000 | 4,067,778 | 3,311,171 | Sienna Senior Living Inc. |  |  |  |
| Northern Courier Pipeline LP |  |  |  | 3.11\%, due November 4, 2024 | 3,244,000 | 3,244,000 | 3,085,158 |
| 3.37\%, due June 30, 2042 | 4,316,155 | 4,264,101 | 3,754,770 | 3.45\%, due February 27, 2026 | 966,000 | 965,884 | 899,002 |
| Northwestern Hydro Acquisition Co II LP |  |  |  | 2.82\%, due March 31, 2027 | 1,514,000 | 1,513,304 | 1,351,510 |



## Schedule of Investments as at December 31, 2022

(in Canadian dollars)


| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 1.3649 | USD | 2,418,711 | 3,272,704 | CAD | 3,301,299 | 3,301,299 | 28,595 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 0.7352 | CAD | 46,246 | 46,246 | USD | 34,000 | 46,005 | (241) |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 28,354 |

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Assets
Current assets
Investments

Investments
Subscriptions receivable
Interest receivable
Other assets receivable
Total assets

## Liabilities

Current liabilities
Bank overdraft
Redeemed units payable
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Investor/Advisor Series
Series F
Series F5
Series N
Series NR
Series 0
Series T5
Series PW
Series PWO
Private Series

Net assets attributable to holders of redeemable units per unit, per series
Investor/Advisor Series
Series F
Series F5
Series N
Series NR
Series 0
Series T5
Series PW
Series PWO
Private Series
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 49,128 | 41,546 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 15,179 | 39,782 |
| Change in net unrealized appreciation/depreciation on investments |  | $(148,875)$ | $(47,956)$ |
| Total income |  | $(84,568)$ | 33,372 |
| Expenses | 8 |  |  |
| Management fees |  | 2,030 | 2,631 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 403 | 346 |
| Fees paid by the manager |  | $(5,791)$ | $(3,956)$ |
| Withholding taxes | 2 | 25 | - |
| Transaction costs on purchase and sale of investments | 8 | 107 | 61 |
| Total expenses |  | $(3,224)$ | (916) |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(81,344)$ | 34,288 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(3,286)$ | 1,966 |
| Series F |  | $(1,077)$ | 806 |
| Series F5 |  | (1) | (1) |
| Series N |  | $(10,844)$ | 5,196 |
| Series NR |  | (220) | 97 |
| Series 0 |  | $(23,008)$ | 10,491 |
| Series R |  | - | 1 |
| Series T5 |  | (3) | 3 |
| Series PW |  | $(38,270)$ | 13,814 |
| Series PWO |  | $(4,349)$ | 1,824 |
| Private Series |  | (286) | 91 |
|  |  | $(81,344)$ | 34,288 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 3,819,364 | 10,462,124 |
| Series F |  | 1,428,981 | 1,522,438 |
| Series F5 |  | 1,591 | 1,498 |
| Series N |  | 17,860,553 | 12,165,486 |
| Series NR |  | 311,868 | 226,119 |
| Series O |  | 35,074,166 | 25,196,260 |
| Series R |  | - | 101,310 |
| Series T5 |  | 1,373 | 8,223 |
| Series PW |  | 41,163,251 | 36,365,895 |
| Series PWO |  | 4,721,228 | 4,505,691 |
| Private Series |  | 275,823 | 267,369 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (0.86) | 0.19 |
| Series F |  | (0.75) | 0.53 |
| Series F5 |  | (0.78) | 0.35 |
| Series N |  | (0.61) | 0.43 |
| Series NR |  | (0.70) | 0.43 |
| Series O |  | (0.66) | 0.42 |
| Series R |  | - | 0.01 |
| Series T5 |  | (1.66) | 0.30 |
| Series PW |  | (0.93) | 0.38 |
| Series PWO |  | (0.92) | 0.41 |
| Private Series |  | (1.04) | 0.34 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series F5 |  | Series N |  | Series NR |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (296 days) } \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { (296 days) } \end{array}$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  |  |  | 43,185 | 173,678 | 6,715 | 44,975 | 12 | 12 | 130,014 | . | 2,426 | . |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,286)$ | 1,966 | $(1,077)$ | 806 | (1) | (1) | $(10,844)$ | 5,196 | (220) | 97 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 2,142 | 3,323 | 14,608 | 1,761 | - | 2 | 181,823 | 141,058 | 2,586 | 2,770 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 886 \\ (23,639) \\ \hline \end{array}$ | $\begin{gathered} 2,217 \\ (135,484) \\ \hline \end{gathered}$ | $\begin{gathered} 527 \\ (7,117) \\ \hline \end{gathered}$ | $\begin{gathered} 484 \\ (40,659) \\ \hline \end{gathered}$ | 1 | $\begin{gathered} 1 \\ \text { (1) } \\ \hline \end{gathered}$ | $\begin{gathered} 9,481 \\ (31,802) \\ \hline \end{gathered}$ | $\begin{array}{r} 6,310 \\ (16,207) \\ \hline \end{array}$ | $\begin{array}{r} 73 \\ (730) \\ \hline \end{array}$ | $\begin{gathered} 71 \\ (382) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | $(20,611)$ | $(129,944)$ | 8,018 | $(38,414)$ | 1 | 2 | 159,502 | 131,161 | 1,929 | 2,459 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 1,064 | 2,505 | 586 | 648 | 1 | 1 | 9,535 | 6,343 | 168 | 118 |
| Return of capital |  |  |  |  | - | - | - |  |  | 10 | 12 |
| Management fees rebate |  | 2 | 10 | 2 | 4 | - | - |  | - |  |  |
| Total distributions to investors |  | 1,066 | 2,515 | 588 | 652 | 1 | 1 | 9,535 | 6,343 | 178 | 130 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(24,963)$ | $(130,493)$ | 6,353 | $(38,260)$ | (1) | - | 139,123 | 130,014 | 1,531 | 2,426 |
| Net assets attributable to holders of redeemable units, end of the year |  | 18,222 | 43,185 | 13,068 | 6,715 | 11 | 12 | 269,137 | 130,014 | 3,957 | 2,426 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 6,240,444 | 24,898,517 | 797,453 | 5,243,963 | 1,550 | 1,460 | 13,110,056 |  | 245,943 |  |
| Redeemable units issued |  | 347,831 | 472,539 | 1,882,106 | 204,308 | - | 187 | 21,269,017 | 14,082,695 | 300,478 | 276,708 |
| Redeemable units issued on reinvestments |  | 144,854 | 316,386 | 71,586 | 56,494 | 98 | 91 | 1,090,397 | 626,104 | 8,452 | 7,067 |
| Redeemable units redeemed |  | $(3,613,320)$ | $(19,446,998)$ | $(931,557)$ | (4,707,312) |  | (188) | $(3,581,023)$ | $(1,598,743)$ | $(82,627)$ | $(37,832)$ |
| Redeemable units outstanding, end of the year |  | 3,119,809 | 6,240,444 | 1,819,588 | 797,453 | 1,648 | 1,550 | 31,888,447 | 13,110,056 | 472,246 | 245,943 |
|  | Note | Series 0 |  | Series R |  | Series T5 |  | Series PW |  | Series PWO |  |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  |  |  |  |  |  |  |  | (294 days) |  | (294 days) |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 226,929 | 156,513 |  | 933 | 60 | 75 | 396,723 |  | 47,505 |  |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(23,008)$ | 10,491 | - | 1 | (3) | 3 | $(38,270)$ | 13,814 | $(4,349)$ | 1,824 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 78,507 | 82,689 | - | - | - | - | 102,018 | 424,472 | 5,519 | 51,201 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(12,607)$ | $(22,764)$ | - | (931) | (56) | (14) | $(109,612)$ | $(41,531)$ | $(12,728)$ | $(5,514)$ |
| Total redeemable units transactions |  | 81,071 | 72,246 | - | (927) | (56) | (14) | 15,361 | 401,073 | $(4,470)$ | 47,998 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 15,171 | 12,321 |  | 1 |  | 3 | 23,059 | 18,164 | 2,750 | 2,317 |
| Return of capital |  |  | - | . | 6 | - | 1 |  |  |  | - |
| Total distributions to investors |  | 15,171 | 12,321 | - | 7 | - | 4 | 23,059 | 18,164 | 2,750 | 2,317 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 42,892 | 70,416 | . | (933) | (59) | (15) | $(45,968)$ | 396,723 | $(11,569)$ | 47,505 |
| Net assets attributable to holders of redeemable units, end of the year |  | 269,821 | 226,929 | . | - | 1 | 60 | 350,755 | 396,723 | 35,936 | 47,505 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 30,621,363 | 20,969,844 |  | 111,659 | 7,433 | 9,138 | 39,779,788 | - ${ }^{-}$ | 4,765,748 | - ${ }^{-}$ |
| Redeemable units issued |  | 11,784,948 | 11,027,304 |  | 1 | - | - | 11,636,493 | 42,066,475 | 637,311 | 5,080,097 |
| Redeemable units issued on reinvestments |  | 2,324,543 | 1,638,344 |  | 428 | 8 | 9 | 2,611,573 | 1,790,194 | 311,528 | 228,028 |
| Redeemable units redeemed |  | $(1,869,756)$ | $(3,014,129)$ |  | $(112,088)$ | $(7,284)$ | $(1,714)$ | (12,532,769) | $(4,076,881)$ | $(1,456,257)$ | $(542,377)$ |
| Redeemable units outstanding, end of the year |  | 42,861,098 | 30,621,363 |  | - | 157 | 7,433 | 41,495,085 | 39,779,788 | 4,258,330 | 4,765,748 |

[^0]Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activitie
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of
reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ \$ |  |
| $(81,344)$ | 34,288 |
| $(15,179)$ | $(39,782)$ |
| $\begin{gathered} 148,875 \\ (304,694) \end{gathered}$ | $\begin{gathered} 47,956 \\ (628,928) \end{gathered}$ |
| 52,599 | 154,549 |
| 7,545 | $(9,713)$ |
| (71) | (264) |
|  | (102) |
| $(192,269)$ | $(441,996)$ |
| (515) | (603) |
| $\begin{gathered} 386,979 \\ (108681) \end{gathered}$ | $\begin{gathered} 708,147 \\ (063 \end{gathered}$ |
| 187,783 | 443,549 |
| $(4,486)$ | 1,553 |
| 528 | $(1,025)$ |
| $(3,958)$ | 528 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI High Yield Bond Fund's investment objective is to achieve high total income return. The Fund invests primarily in high yield debt securities of foreign (U.S.A. and Western Europe) and Canadian companies such as corporate bonds with medium to long terms. The Fund may also invest in convertible debentures, preferred shares and mortgage-backed securities.

The portfolio manager looks for well-managed companies with a well-defined business vision and significant competitive advantages. The management style of the portfolio manager is based on good diversification by sector and in-depth analysis of the companies.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) $\qquad$ | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | December 19, 2001 | M | A | 1.50 | 0.05 |
| Advisor Series | February 8, 2002 | M | A | 1.50 | 0.05 |
| Series F | April 16, 2008 | M | A | 0.80 | 0.05 |
| Series F5 | May 21, 2014 | M | A | 0.80 | 0.05 |
| Series N | March 10, 2021 | M | A | 0.25 | 0.05 |
| Series NR | March 10, 2021 | M | A | 0.25 | 0.05 |
| Series 0 | May 4, 2006 | M | A | - | 0.02 |
| Series T5 | May 21, 2014 | M | A | 1.50 | 0.05 |
| Series PW | March 12, 2021 | M | A | * | * |
| Series PWO | March 12, 2021 | M | A | * | * |
| Private Series | March 12, 2021 | M | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 5.84 | - | 5.84 |
| Series F | 7.18 | - | 7.18 |
| Series F5 | 6.56 | - | 6.56 |
| Series N | 8.44 | - | 8.44 |
| Series NR | 8.38 | - | 8.38 |
| Series 0 | 6.30 | - | 6.30 |
| Series T5 | 6.73 | - | 6.73 |
| Series PW | 8.45 | - | 8.45 |
| Series PWO | 8.44 | - | 8.44 |
| Private Series | 8.44 | - | 8.44 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 6.92 | - | 6.92 |
| Series F | 8.42 | - | 8.42 |
| Series F5 | 7.78 | - | 7.78 |
| Series N | 9.92 | - | 9.92 |
| Series NR | 9.86 | - | 9.86 |
| Series 0 | 7.41 | - | 7.41 |
| Series T5 | 8.01 | - | 8.01 |
| Series PW | 9.97 | - | 9.97 |
| Series PWO | 9.97 | - | 9.97 |
| Private Series | 9.96 | - | 9.96 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| :---: | :---: |
| December 31, | December 31, |
| 2022 | 2021 |
| \$ | \$ |
| 961,393 | 843,138 |

Currency Risk (Note 5)
 be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 108,991$ (\$ 101,803 as at December 31,2021 ).

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
| Asset Mix |  |  | Percentage of Net Assets as at |  |
|  |  |  | $\begin{array}{r} \hline \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \hline \text { December 31, } 2021 \\ \hline \end{array}$ |
|  |  |  | \% | \% |
| Cash, Money Market and | ssets |  | (0.1) | 1.3 |
| Common Shares |  |  | 0.2 | 0.2 |
| Exchange Traded Funds |  |  | 99.9 | 98.5 |
| Fair Value of Financial Instruments Table (Note 5) |  |  |  |  |
| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
|  | \$ | \$ | \$ | \$ |
| Common shares | - | 2,179,827 | - | 2,179,827 |
| Exchange traded funds | 961,392,849 | - | - | 961,392,849 |
| Total investments | 961,392,849 | 2,179,827 | $\bullet$ | 963,572,676 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | - | 2,036,051 | - | 2,036,051 |
| Exchange traded funds | 843,137,726 | - | - | 843,137,726 |
| Total investments | 843,137,726 | 2,036,051 | - | 845,173,777 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 107 | 61 |
| Related Entities | 107 | 61 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series F5 | 175 | 11 | 164 | 11 |
| Series 0 | 230 |  | 216 | - |
| Series T5 | 157 | 100 | 149 | 2 |
| Series PW | 222 | - | 209 | - |
| Series PWO | 112 | - | 105 | - |
| Private Series | 111 | - | 105 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  |  |  |

## Losses (Note 9)

(in thousands Canadian dollars)
December 31,

2022 | December 31 |
| ---: |
| 2021 |

Capital Losses
64,896 $\quad 64,637$

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| International Equities (0.2\%) <br> United States ( $0.2 \%$ ) <br> iHeartMedia Inc., warrants due May 1, 2039 | 85,097 | 1,983,983 | 2,179,827 |
|  | Number of units |  |  |
| Exchange Traded Funds (99.9\%) NBI High Yield Bond ETF | 46,783,107 | 1,101,518,509 | 961,392,849 |
| Total Investments (100.1\%) |  | 1,103,502,492 * | 963,572,676 |
| Cash and Other Net Assets (-0.1\%) |  |  | $(559,347)$ |
| Net Assets (100\%) |  |  | 963,013,329 |

*Average cost of Investments as of December 31, 2021 is $\$ 836,228,440$.

## NBI Preferred Equity Income Fund

Financial Statements

| Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \$ \end{array}$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 576,260 | 792,546 |
| Unrealized appreciation on foreign exchange contracts |  | 115 | 300 |
| Cash |  | 14,863 | 20,315 |
| Subscriptions receivable |  | 510 | 400 |
| Proceeds from sale of investments receivable |  | 96 | 58 |
| Interest receivable |  | 346 |  |
| Dividends receivable |  | 1,315 | 1,045 |
| Total assets |  | 593,505 | 814,664 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 253 | 453 |
| Investments payable |  |  | 56 |
| Accrued expenses |  | 314 | 451 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 567 | 960 |
| Net assets attributable to holders of redeemable units |  | 592,938 | 813,704 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 118,125 | 163,080 |
| Series F |  | 265,896 | 396,770 |
| Series 0 |  | 208,917 | 253,854 |
|  |  | 592,938 | 813,704 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 8.92 | 11.40 |
| Series F |  | 9.25 | 11.83 |
| Series 0 |  | 9.11 | 11.64 |
| Approved on behalf of the board of directors of National Bank Investments Inc. |  |  |  |
|  |  |  |  |
| Investments Inc. Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 1,304 | 29 |
| Dividends income |  | 33,086 | 33,559 |
| Income from securities lending |  | 20 | 4 |
| Other income |  | 387 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 14,817 | 15,688 |
| Net realized gains (losses) on foreign currencies |  | 131 | 345 |
| Net realized gains (losses) on forwards currency |  | $(2,276)$ | $(1,359)$ |
| Change in net unrealized appreciation/depreciation on investments |  | $(182,112)$ | 112,948 |
| Change in unrealized gains/losses on foreign currencies |  | 1 |  |
| Change in unrealized gains/losses on forwards currency |  | (185) | 247 |
| Total income |  | $(134,827)$ | 161,461 |
| Expenses | 8 |  |  |
| Management fees |  | 3,699 | 4,152 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 771 | 860 |
| Fees paid by the manager |  | (2) | (2) |
| Transaction costs on purchase and sale of investments | 8 | 389 | 529 |
| Total expenses |  | 4,859 | 5,541 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(139,686)$ | 155,920 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(29,338)$ | 30,725 |
| Series F |  | $(65,411)$ | 79,154 |
| Series 0 |  | $(44,937)$ | 46,041 |
|  |  | $(139,686)$ | 155,920 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 13,641,500 | 13,860,402 |
| Series F |  | 30,488,338 | 32,709,158 |
| Series 0 |  | 22,332,789 | 19,785,017 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (2.15) | 2.22 |
| Series F |  | (2.15) | 2.42 |
| Series 0 |  | (2.01) | 2.33 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 163,080 | 120,206 | 396,770 | 286,357 | 253,854 | 157,813 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(29,338)$ | 30,725 | $(65,411)$ | 79,154 | $(44,937)$ | 46,041 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 23,693 | 42,865 | 73,286 | 161,080 |  | 50,000 |
| Reinvestments of distributions to holders of redeemable units |  | 3,519 | 3,202 | 8,560 | 7,714 | 11,335 | 9,050 |
| Redemption of redeemable units |  | $(38,015)$ | $(29,715)$ | $(133,416)$ | $(124,412)$ |  |  |
| Total redeemable units transactions |  | $(10,803)$ | 16,352 | $(51,570)$ | 44,382 | 11,335 | 59,050 |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | 4,814 | 4,203 | 13,893 | 13,123 | 11,335 | 9,050 |
| Total distributions to investors |  | 4,814 | 4,203 | 13,893 | 13,123 | 11,335 | 9,050 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(44,955)$ | 42,874 | (130,874) | 110,413 | $(44,937)$ | 96,041 |
| Net assets attributable to holders of redeemable units, end of the year |  | 118,125 | 163,080 | 265,896 | 396,770 | 208,917 | 253,854 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 14,305,974 | 12,757,321 | 33,543,113 | 29,301,697 | 21,807,873 | 16,428,818 |
| Redeemable units issued |  | 2,371,330 | 4,002,654 | 7,045,529 | 14,567,698 |  | 4,557,252 |
| Redeemable units issued on reinvestments |  | 354,470 | 298,427 | 830,677 | 691,135 | 1,120,842 | 821,803 |
| Redeemable units redeemed |  | (3,781,776) | $(2,752,428)$ | $(12,667,850)$ | $(11,017,417)$ |  | - |
| Redeemable units outstanding, end of the year |  | 13,249,998 | 14,305,974 | 28,751,469 | 33,543,113 | 22,928,715 | 21,807,873 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note
ote

2

| $(139,686)$ | 155,920 |
| ---: | ---: |
| $(14,817)$ | $(15,688)$ |
| $(131)$ | $(345)$ |
| 2,276 | 1,359 |
|  |  |
| 182,112 | $(112,948)$ |
| $(1)$ | - |
| 185 | $(247)$ |
| $(210,977)$ | $(251,880)$ |
| 257,598 | 133,931 |
| $(346)$ | - |
| $(270)$ | 264 |
| $(137)$ | 120 |
| 75,806 | $(89,514)$ |

2

| $(6,628)$ | $(6,410)$ |
| :---: | :---: |
| 96,869 | 253,886 |
| $(171,631)$ | $(154,276)$ |
| $(81,390)$ | 93,200 |
| 131 | 345 |
| 1 | - |
| $(5,584)$ | 3,686 |
| 20,315 | 16,284 |
| 14,863 | 20,315 |
| 958 | 29 |
| 32,816 | 33,823 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Preferred Equity Income Fund's investment objective is to generate high dividend income while focusing on capital preservation. This Fund invests directly, or through investments in securities of other mutual funds, in a portfolio mainly composed of preferred shares of Canadian companies and other income generating Canadian equities

The portfolio manager conducts fundamental research, but will also consider quantitative and technical factors. The portfolio securities selection is based on knowledge of the company, its industry and its growth prospects. An extensive credit analysis for each security and an assessment of the risk profiles, the relative performance and the general conditions are completed in order to confirm the selection and the relative weight of each portfolio security. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | M | A | 1.25 | 0.14 |
| Advisor Series | November 22, 2007 | M | A | 1.25 | 0.14 |
| Series F | May 16, 2008 | M | A | 0.50 | 0.14 |
| Series 0 | November 22, 2007 | M | A |  | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
| Investor/Advisor Series | 8.91 | 0.01 | 8.92 |
| Series F | 9.24 | 0.01 | 9.25 |
| Series 0 | 9.11 | - | 9.11 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 11.40 | - | 11.40 |
| Series F | 11.83 | - | 11.83 |
| Series 0 | 11.64 | - | 11.64 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent


Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 40 | 100 | 8 | 100 |  |
| 20 | 50 | 4 | 50 |  |
|  |  |  |  |  |
| 20 | 50 | 4 | 50 |  |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | $(326,929)$ | (0.1) | $(906,245)$ | (0.1) |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$(16,346)(\$(45,312)$ as at December 31,2021$)$.

## Price Risk (Note 5)

| The Fund's Benchmark Composition | Net Assets and Results | of Net <br> Assets | Net Assets and Results |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| S\&P/TSX Preferred Share Index TR (100\%) | 59,946,044 | $10.1 \pm$ | 81,451,738 | 10.0 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36-month historical correlation between the fund's fluctuating performance and the reference index.

Credit Risk (Note 5)

| Debt securities by Credit Rating | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - A | 23.3 | 24.3 |
| Investment Grade - BBB | 62.2 | 57.4 |
| Non-investment Grade - BB | 11.6 | 14.7 |
| Not rated | 0.1 | 1.0 |
|  | 97.2 | 97.4 |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

|  |  | December 31, | December 31, |
| :--- | ---: | ---: | ---: |
| Debt Securities by Maturity Date | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
| 3 |  | $\$$ | $\$$ |
| From years to 5 years | $19,746,441$ | - |  |
| More than 10 years | $9,770,387$ | - |  |
|  | $29,516,828$ | - |  |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 582,578$ (\$- as at December 31, 2021).

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 2.8 | 2.6 |
| Communication Services | 6.4 | 5.9 |
| Consumer Staples | 0.3 |  |
| Corporate Bonds | 5.0 | - |
| Energy | 16.4 | 17.3 |
| Financials | 53.3 | 56.3 |
| Real Estate | 3.2 | 4.2 |
| Utilities | 12.6 | 13.7 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures |  | 29,516,828 | - | 29,516,828 |
| Preferred shares | 546,743,155 | - | - | 546,743,155 |
| Total investments | 546,743,155 | 29,516,828 | - | 576,259,983 |
| Derivatives assets |  | 22,804,840 | - | 22,804,840 |
| Derivatives liabilities | - | (22,689,452) | - | $(22,689,452)$ |
| Total derivatives instruments | - | 115,388 | - | 115,388 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Preferred shares | 792,545,732 | - | - | 792,545,732 |
| Derivatives assets | - | 43,575,071 | - | 43,575,071 |
| Derivatives liabilities | - | $(43,275,170)$ | - | $(43,275,170)$ |
| Total derivatives instruments | - | 299,901 | - | 299,901 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

## (in thousands Canadian dollars)

Total Commissions

| December 31, 2022 | December 31, 2021 |
| :---: | :---: |
| \$ | \$ |
| 390 | 529 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 162 | - | 154 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by Intact | \% | Units Held by Intact | \% |
| Series 0 | 22,928,553 | 100 | 21,807,720 | 100 |

Losses (Note 9)
(in thousands Canadian dollars)

Capital Losses
December 31,

2022 | December 31, |
| ---: |
|  |
| 20,348 |

|  | Par Value | Average $\qquad$ <br> Cos | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average $\qquad$ <br> Cost | $\begin{gathered} \text { Fair } \\ \text { Value } \end{gathered}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds and Debentures (5.0\%) |  |  |  | $3.27 \%$, Series 1 | 74,365 | 1,324,921 | 1,012,108 |
| Corporations (5.0\%) |  |  |  | $3.60 \%$, Series 2 | 433,995 | 6,937,287 | 6,423,126 |
| Bank of Montreal |  |  |  | 3.76\%, Series 9 | 642,938 | 9,809,542 | 9,644,070 |
| 7.37\%, due November 26, 2027 | 7,300,000 | 7,300,000 | 7,382,293 | 3.80\%, Series 11 | 24,716 | 477,938 | 398,669 |
| Canadian Imperial Bank of Commerce |  |  |  | 3.90\%, Series 7 | 145,517 | 2,473,912 | 2,232,231 |
| Floating, due September 28, 2027 | 4,300,000 | 4,300,000 | 4,326,380 |  |  | 103,198,150 | 97,370,553 |
| Toronto-Dominion Bank |  |  |  |  |  |  |  |
| $5.75 \%$, Series 27 | 11,000,000 | 11,000,000 | 9,770,387 | Financials (53.3\%) |  |  |  |
| Toronto-Dominion BankThe |  |  |  | Bank of Montreal |  |  |  |
| 7.23\%, due June 1, 2027 | 8,000,000 | 8,000,000 | 8,037,768 | $3.62 \%$, Series 29 | 525,655 | 9,655,933 | 9,198,962 |
|  |  | 30,600,000 | 29,516,828 | $3.80 \%$, Class B, Series 33 | 197,157 | 3,498,356 | 3,503,480 |
|  |  |  |  | $3.80 \%$, Series 31 | 133,226 | 2,497,851 | 2,348,774 |
|  | Number |  |  | 4.00\%, Series 27 | 350,028 | 7,346,147 | 6,248,000 |
|  | of shares |  |  | $4.85 \%$, Class B, Series 44 | 62,283 | 1,214,558 | 1,284,898 |
|  |  |  |  | Brookfield Corp. |  |  |  |
| Preferred Shares (92.2\%) |  |  |  | 2.75\%, Series 52 | 69,147 | 734,756 | 815,935 |
| Communication Services (6.4\%) |  |  |  | $3.24 \%$, Series 24 | 828,295 | 13,831,242 | 12,093,107 |
| BCE Inc. |  |  |  | $3.25 \%$, Series 42 | 420,412 | 6,857,153 | 6,617,285 |
| 2.75\%, Series AI | 318,895 | 5,826,693 | 4,847,204 | 3.57\%, Series 38 | 212,996 | 3,557,547 | 3,090,572 |
| $2.76 \%$, Series AM | 205,646 | 3,404,869 | 2,994,206 | $3.85 \%$, Series 26 | 737,833 | 11,781,987 | 10,595,282 |
| 2.80\%, Series AG | 24,716 | 482,703 | 373,459 | 4.03\%, Series 40 | 337,825 | 5,936,065 | 5,827,481 |
| 2.95\%, Series AK | 315,096 | 4,841,146 | 4,423,948 | 4.44\%, Series 34 | 301,433 | 4,894,406 | 4,889,243 |
| $3.20 \%$, Series Y | 205,514 | 3,728,425 | 3,721,859 | $4.61 \%$, Series 28-A | 697,934 | 11,095,921 | 11,439,138 |
| $3.45 \%$, Class A, Series AJ | 78,912 | 1,418,293 | 1,432,253 | 4.75\%, Series 17 | 142,439 | 3,467,044 | 2,599,512 |
| $3.45 \%$, Series AB | 214,545 | 3,897,136 | 3,896,137 | 4.75\%, Series 18 | 66,443 | 1,594,539 | 1,196,638 |
| $3.45 \%$, Series AD | 131,292 | 2,429,383 | 2,403,957 | 4.80\%, Series 46 | 32,087 | 800,400 | 721,958 |
| $3.45 \%$, Series AE | 271,796 | 4,922,660 | 4,930,379 | $4.85 \%$, Series 36 | 205,378 | 4,967,166 | 3,721,449 |
| 3.61\%, Series AA | 290,931 | 5,329,884 | 5,088,383 | 4.90\%, Series 37 | 27,790 | 700,453 | 512,726 |
| 4.13\%, Series R | 157,427 | 2,830,272 | 2,416,504 | $5.06 \%$, Series 32 | 223,207 | 4,133,761 | 4,100,313 |
| Floating, Series AH | 24,641 | 498,159 | 453,394 | $6.45 \%$, Series 2 | 160,398 | 2,115,602 | 2,070,738 |
| Floating, Series S | 58,170 | 1,054,040 | 1,027,864 | $6.45 \%$, Series 4 | 75,629 | 792,076 | 971,833 |
|  |  | 40,663,663 | 38,009,547 | Brookfield Investments Corp. |  |  |  |
|  |  |  |  | 4.70\%, Series A | 119,025 | 2,742,336 | 2,973,245 |
| Consumer Staples (0.3\%) |  |  |  | Canadian Imperial Bank of Commerce |  |  |  |
| George Weston Ltd. |  |  |  | $3.60 \%$, Series 43 | 79,547 | 1,435,837 | 1,481,961 |
| 4.75\%, Series V | 33,240 | 744,083 | 629,898 | $3.75 \%$, Series 41 | 5,987 | 121,021 | 103,276 |
| $5.20 \%$, Series III | 16,800 | 425,040 | 334,824 | 3.90\%, Series 39 | 365,958 | 7,038,723 | 6,407,925 |
| $5.20 \%$, Series IV | 45,400 | 1,146,680 | 913,902 |  |  |  |  |
|  |  | 2,315,803 | 1,878,624 | $5.00 \%$, Series C | 120,459 | 2,828,582 | 2,362,201 |
|  |  |  |  | E-L Financial Corp. Ltd. |  |  |  |
| Energy (16.4\%) |  |  |  | $4.75 \%$, Series 2 | 69,602 | 1,542,153 | 1,273,717 |
| AltaGas Ltd. |  |  |  | $5.30 \%$, Series 1 | 204,114 | 4,875,433 | 4,121,062 |
| 3.38\%, Series A | 53,959 | 646,721 | 787,801 | $5.50 \%$, Series 3 | 221,272 | 5,543,780 | 4,671,052 |
| $3.91 \%$, Series B | 45,989 | 754,177 | 787,102 | Element Financial Corp. |  |  |  |
| Emera Inc. |  |  |  | $6.40 \%$, Series E | 286,564 | 6,853,092 | 6,894,730 |
| 4.60\%, Series L | 170,330 | 3,307,440 | 2,929,676 | 6.50\%, Series C | 225,341 | 5,333,024 | 5,430,718 |
| Enbridge Inc. |  | 3,307,410 |  | 6.60\%, Series A | 51,095 | 1,307,240 | 1,292,704 |
| 4.00\%, Series 3 | 548,045 | 7,599,573 | 8,050,781 | Fairfax Financial Holdings Ltd. |  |  |  |
| 4.00\%, Series H | 2,671 | 31,998 | 42,736 | 2.91\%, Series E | 39,615 | 746,911 | 532,822 |
| $4.00 \%$, Series N | 110,016 | 1,580,605 | 1,914,278 | $3.32 \%$, Series G | 229,681 | 3,905,530 | 3,123,662 |
| 4.00\%, Series P | 108,765 | 1,973,404 | 1,696,734 | $3.41 \%$, Series F | 56,405 | 830,956 | 907,556 |
| $4.00 \%$, Series R | 387,351 | 6,982,548 | 5,914,850 | $3.71 \%$, Series I | 82,517 | 1,367,133 | 1,204,748 |
| 4.40\%, Series 11 | 222,087 | 3,959,743 | 3,335,747 | 4.10\%, Series J | 583 | 10,057 | 10,179 |
| 4.40\%, Series 13 | 27,792 | 419,289 | 409,932 | 4.40\%, Series D | 25,679 | 362,655 | 473,521 |
| $4.40 \%$, Series 15 | 288,629 | 4,794,230 | 4,192,336 | 4.67\%, Series K | 3,481 | 56,392 | 64,398 |
| $4.40 \%$, Series 7 | 220,133 | 3,678,242 | 3,464,893 | Great-West Lifeco Inc. |  |  |  |
| $4.40 \%$, Series 9 | 9,159 | 152,838 | 142,148 | 4.50\%, Series I | 385,249 | 8,946,335 | 6,799,645 |
| $4.46 \%$, Series D | 15,117 | 236,630 | 262,582 | 4.50\%, Series Y | 300,530 | 6,076,004 | 5,406,535 |
| $4.69 \%$, Series F | 145,451 | 2,462,555 | 2,500,303 | 4.80\%, Series R | 101,900 | 2,030,171 | 1,885,150 |
| 4.96\%, Series L | 608,737 | 15,788,636 | 15,873,495 | 4.85\%, Series H | 134,217 | 2,976,258 | 2,487,041 |
| 5.95\%, Series 1 | 221,961 | 5,687,993 | 6,470,045 | 5.15\%, Series Q | 117,477 | 2,661,211 | 2,329,569 |
| Pembina Pipeline Corporation |  |  |  | $5.15 \%$, Series T | 182,375 | 4,575,004 | 3,615,584 |
| 4.50\%, Series 7 | 146,698 | 2,855,017 | 2,486,531 | $5.20 \%$, Series G | 95,535 | 2,199,785 | 1,903,057 |
| 4.70\%, Series 3 | 243,772 | 4,090,528 | 3,997,861 | 5.25\%, Series S | 31,720 | 792,952 | 640,744 |
| $4.75 \%$, Series 9 | 20,661 | 404,196 | 400,617 | 5.40\%, Series P | 35,283 | 899,781 | 728,947 |
| 5.00\%, Series S | 75,602 | 1,700,504 | 1,651,148 | 5.65\%, Series L | 119,711 | 3,102,067 | 2,603,714 |
| TC Energy Corp. |  |  |  | Industrial Alliance, Insurance \& Financial Services |  |  |  |
| $2.15 \%$, Series 3 | 611,329 | 8,188,470 | 6,755,185 | Inc. |  |  |  |
| $2.26 \%$, Series 5 | 314,949 | 4,879,213 | 3,593,568 | 4.60\%, Series B | 12,540 | 314,094 | 240,831 |
|  |  |  |  | $5.68 \%$, Series A | 105,709 | 2,318,507 | 2,270,629 |



Real Estate (3.2\%)
Brookfield Properties Corp.
$3.78 \%$, Class AAA, Series N
$4.16 \%$, Class AAA, Series P 4.16\%, Class AAA, Series R 4.75\%, Class AAA, Series AA

Utilities (12.6\%)
Algonquin Power \& Utilities Corp.

| 4.50\%, Series A | 42,076 | 746,433 | 778,406 |
| :--- | ---: | ---: | ---: |
| $5.00 \%$, Series D | 59,067 | $1,279,229$ | $1,104,053$ |
| Brookfield Renewable Power Inc. |  |  |  |
| $3.14 \%$, Series 1 | 611,434 | $10,955,217$ | $8,621,219$ |
| $3.87 \%$, Series 2 | 107,850 | $1,991,146$ | $1,831,293$ |
| $4.35 \%$, Series | 431,338 | $7,832,204$ | $6,935,915$ |
| 5.00\%, Series 5 | 57,062 | $1,349,319$ | $1,044,235$ |
| $5.00 \%$, Series 6 | 274,009 | $6,431,420$ | $4,997,924$ |

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

|  | Currency to be Delivered |  |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 31, 2023 | 1.3606 | USD | 16,761,400 | 22,689,452 | CAD | 22,804,840 | 22,804,840 | 115,388 |

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 295,082 | 452,961 |
| Unrealized appreciation on foreign exchange contracts |  | 11 | 24 |
| Cash |  | 3,183 | 6,469 |
| Subscriptions receivable |  | 45 | 101 |
| Proceeds from sale of investments receivable |  |  | 95 |
| Interest receivable |  | 419 | 88 |
| Dividends receivable |  | 822 | 625 |
| Total assets |  | 299,562 | 460,363 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 116 | 12 |
| Investments payable |  | 25 | 160 |
| Accrued expenses |  | 41 | 82 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 182 | 254 |
| Net assets attributable to holders of redeemable units |  | 299,380 | 460,109 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 12,482 | 17,652 |
| Series F |  | 19,928 | 35,319 |
| Series 0 |  | 257,491 | 330,949 |
| Private Series |  | 9,479 | 76,189 |
|  |  | 299,380 | 460,109 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 7.41 | 9.57 |
| Series F |  | 7.46 | 9.64 |
| Series 0 |  | 7.50 | 9.68 |
| Private Series |  | 7.43 | 9.67 |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Investor/Ad | or Series | Serie |  |  |  | Private | eries |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 17,652 | 15,609 | 35,319 | 34,630 | 330,949 | 252,565 | 76,189 | 49,058 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,276)$ | 3,541 | $(5,292)$ | 8,195 | $(59,487)$ | 67,988 | $(14,685)$ | 13,148 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,477 | 1,922 | 4,097 | 5,972 | 3,112 | 58,099 | 16,383 | 25,764 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 375 \\ (3,230) \\ \hline \end{array}$ | $\begin{gathered} 376 \\ (3,287) \\ \hline \end{gathered}$ | $\begin{gathered} 826 \\ (13,853) \end{gathered}$ | $\begin{gathered} 932 \\ (12,978) \end{gathered}$ | $\begin{gathered} 14,569 \\ (17,083) \end{gathered}$ | $\begin{aligned} & 14,027 \\ & (47,703) \end{aligned}$ | $\begin{gathered} 178 \\ (65,461) \end{gathered}$ | $\begin{array}{r} 83 \\ (9,370) \\ \hline \end{array}$ |
| Total redeemable units transactions |  | $(1,378)$ | (989) | $(8,930)$ | $(6,074)$ | 598 | 24,423 | $(48,900)$ | 16,477 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net investment income |  | 515 | 507 | 1,156 | 1,413 | 14,569 | 14,027 | 3,125 | 2,494 |
| Management fees rebate |  | 1 | 2 | 13 | 19 |  |  |  |  |
| Total distributions to investors |  | 516 | 509 | 1,169 | 1,432 | 14,569 | 14,027 | 3,125 | 2,494 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(5,170)$ | 2,043 | $(15,391)$ | 689 | $(73,458)$ | 78,384 | $(66,710)$ | 27,131 |
| Net assets attributable to holders of redeemable units, end of the year |  | 12,482 | 17,652 | 19,928 | 35,319 | 257,491 | 330,949 | 9,479 | 76,189 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,845,156 | 1,958,627 | 3,662,024 | 4,307,937 | 34,189,225 | 31,367,960 | 7,882,016 | 6,103,478 |
| Redeemable units issued |  | 171,940 | 210,527 | 490,147 | 688,627 | 334,867 | 6,485,927 | 1,815,109 | 2,804,980 |
| Redeemable units issued on reinvestments |  | 45,423 | 41,537 | 98,873 | 102,242 | 1,743,505 | 1,522,207 | 21,420 | 8,979 |
| Redeemable units redeemed |  | $(377,794)$ | $(365,535)$ | $(1,579,905)$ | $(1,436,782)$ | (1,927,900) | $(5,186,869)$ | $(8,441,905)$ | $(1,035,421)$ |
| Redeemable units outstanding, end of the year |  | 1,684,725 | 1,845,156 | 2,671,139 | 3,662,024 | 34,339,697 | 34,189,225 | 1,276,640 | 7,882,016 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(82,740)$ | 92,872 |
| 2,774 | $(4,320)$ |
| (20) | 9 |
| 179 | 19 |
| 98,443 | $(69,795)$ |
| 1 | 1 |
| 13 | (21) |
| $(85,935)$ | $(129,548)$ |
| 142,378 | 99,725 |
| (331) | (31) |
| (197) | (58) |
| (41) | 16 |
| 74,524 | (11,131) |

2

| $(3,431)$ | $(3,044)$ |
| :---: | :---: |
| 25,125 | 91,759 |
| $(99,523)$ | $(73,926)$ |
| $(77,829)$ | 14,789 |
| 20 | (9) |
| (1) | (1) |
| $(3,305)$ | 3,658 |
| 6,469 | 2,821 |
| 3,183 | 6,469 |
| 993 | 306 |
| 17,949 | 19,401 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Preferred Equity Fund's investment objective is to generate high dividend income while focusing on capital preservation. This Fund invests directly, or through investments in securities of other mutual funds, in a portfolio mainly composed of preferred shares of Canadian companies and other income generating Canadian equities

The portfolio manager conducts fundamental research, but will also consider quantitative and technical factors. The portfolio securities selection is based on knowledge of the company, its industry and its growth prospects. An extensive credit analysis for each security and an assessment of the risk profiles, the relative performance and the general conditions are completed in order to confirm the selection and the relative weight of each portfolio security. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's assets.

General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net <br> Income <br> (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | M | A | 1.25 | 0.14 |
| Advisor Series | October 12, 2012 | M | A | 1.25 | 0.14 |
| Series F | October 12, 2012 | M | A | 0.50 | 0.14 |
| Series 0 | October 12, 2012 | M | A |  | 0.02 |
| Private Series | July 17, 2017 | M | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per
Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | S | \$ |
| Investor/Advisor Series | 7.41 | - | 7.41 |
| Series F | 7.46 | - | 7.46 |
| Series 0 | 7.50 | - | 7.50 |
| Private Series | 7.42 | 0.01 | 7.43 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 9.57 | - | 9.57 |
| Series F | 9.65 | (0.01) | 9.64 |
| Series 0 | 9.68 | - | 9.68 |
| Private Series | 9.67 | - | 9.67 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent


Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 40 | 100 | 10 | 100 |  |
| 20 | 50 | 5 | 50 |  |
| 20 | 50 | 5 | 50 |  |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 210,601 | 0.1 | 83,288 |  |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 10,530$ ( $\$ 4,164$ as at December 31,2021 ).

## Price Risk (Note 5)

| The Fund's Benchmark Composition |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ |  |
| S\&P/TSX Preferred Share Index TR $(100 \%)$ | 31,524,713 | $10.5 \pm$ | 48,817,536 | 10.6 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

Credit Risk (Note 5)

| Debt securities by Credit Rating | December 31, 2022 | December 31, $2021$ |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - A | 15.4 | 15.8 |
| Investment Grade - BBB | 61.2 | 58.3 |
| Non-investment Grade - BB | 21.4 | 23.7 |
| Non-investment Grade - B | 0.5 | 0.5 |
| Not rated | 0.1 | 0.2 |
|  | 98.6 | 98.5 |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

| Debt Securities by Maturity Date | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| From 3 years to 5 years | 5,621,673 | - |
| From 5 years to 10 years | 1,733,521 | 2,076,086 |
| More than 10 years | 18,128,568 | 10,289,245 |
|  | 25,483,762 | 12,365,331 |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 795,557$ ( $\$ 524,982$ as at December 31, 2021).

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: | ---: |
|  |  |  |
|  | Percentage of Net Assets as at |  |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | - | 25,483,762 | - | 25,483,762 |
| Preferred shares | 269,598,352 |  | - | 269,598,352 |
| Total investments | 269,598,352 | 25,483,762 | . | 295,082,114 |
| Derivatives assets | - | 1,233,870 | - | 1,233,870 |
| Derivatives liabilities | - | $(1,223,182)$ | - | $(1,223,182)$ |
| Total derivatives instruments | - | 10,688 | $\cdot$ | 10,688 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | - | 12,365,331 | - | 12,365,331 |
| Preferred shares | 440,595,353 | - | - | 440,595,353 |
| Total investments | 440,595,353 | 12,365,331 | - | 452,960,684 |
| Derivatives assets |  | 4,689,708 | - | 4,689,708 |
| Derivatives liabilities | - | $(4,665,913)$ | - | (4,665,913) |
| Total derivatives instruments | - | 23,795 | - | 23,795 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | 157 | $\$$ |
| Soft Dollars | 11 | 117 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 162 | - | 154 | - |
| Private Series | 47 | - | 45 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 | - | 1 | - |

Losses (Note 9)
(in thousands Canadian dollars)

|  | December 31, 2022 | $\begin{array}{r} \text { December } 31 \\ 2021 \\ \hline \end{array}$ |
| :---: | :---: | :---: |
|  | \$ | - |
| Capital Losses | 22,393 | 21,450 |


| Par <br> Value | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| $\$$ |  |  |

Bonds And Debentures (8.5\%)
Corporations (8.5\%)

## Corporations (8.5\%)

Algonquin Power \& Utilities Corp
Floating, due January 18, 2082 AltaGas Ltd.
Floating, due January 11, 2082
Bank of Montreal
Floating, due November 26, 2027
7.37\%, due November 26, 2027

Canadian Imperial Bank of Commerce
Floating, due September 28, 2027
7.15\%, due July 28, 2082

Capital Power Corp.
7.95\%, due September 9, 2082 Enbridge Inc.
Floating, due January 15, 2077 Floating, due April 12, 2078 Gibson Energy Inc. Floating, due December 22, 2080
iA Financial Corp Inc. Floating, due June 30, 2027 Inter Pipeline Ltd.
Floating, due March 26, 2029
Keyera Corp.
6.88\%, due June 13, 2079

Manulife Financial Corp.
7.12\%, due June 19, 2082

Rogers Communications Inc.
5.00\%, due December 17, 2081

Royal Bank of Canada
4.20\%, due February 24, 2070

Toronto-Dominion Bank 5.75\%, Series 27

Toronto-Dominion Bank/The
7.23\%, due June 1, 2027 Floating, due October 31, 2027
Preferred Shares (90.1\%)
Communication Services (8.2\%)
BCE Inc.
$2.75 \%$, Series AI
$2.76 \%$, Series AM
$2.80 \%$, Series AG
$2.95 \%$, Series AK
$3.02 \%$, Series T
$3.11 \%$, Series AF
$3.20 \%$, Series Y
$3.45 \%$, Class A, Series AJ
$3.45 \%$, Series AB
$3.45 \%$, Series AD
$3.45 \%$, Series AE
$3.61 \%$, Series AA
$3.90 \%$, Series Z
$4.13 \%$, Series R
Floating, Series AH

Consumer Staples (0.6\%)
George Weston Ltd. $5.20 \%$, Series III $5.20 \%$, Series IV Loblaw Companies Ltd. 5.30\%, Series B

| Energy (23.3\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| AltaGas Ltd. |  |  |  |
| $3.38 \%$, Series A | 190,854 | 3,877,442 | 2,786,468 |
| 3.91\%, Series B | 9,063 | 175,883 | 155,113 |
| 4.75\%, Series G | 128,885 | 2,967,927 | 2,268,376 |
| Cenovus Energy Inc. |  |  |  |
| 2.40\%, Series 1 | 40,658 | 673,461 | 568,805 |
| 3.94\%, Series 7 | 141,526 | 3,009,470 | 2,830,520 |
| 4.59\%, Series 5 | 138,547 | 2,990,471 | 2,808,348 |
| 4.69\%, Series 3 | 106,968 | 2,459,215 | 2,129,733 |
| Emera Inc. |  |  |  |
|  | 45,733 | 1,143,325 | 786,608 |
| Enbridge Inc. |  |  |  |
| $3.42 \%$, Series B | 114,538 | 1,708,670 | 1,973,490 |
| 4.00\%, Series 3 | 420,146 | 7,784,332 | 6,171,945 |
| 4.00\%, Series N | 22,914 | 478,265 | 398,704 |
| 4.00\%, Series P | 155,456 | 3,027,540 | 2,425,114 |
| 4.00\%, Series R | 228,153 | 3,912,486 | 3,483,896 |
| 4.40\%, Series 11 | 271,860 | 5,119,664 | 4,083,337 |
| 4.40\%, Series 13 | 200,084 | 3,835,073 | 2,951,239 |
| 4.40\%, Series 15 | 161,923 | 2,983,185 | 2,351,932 |
| 4.40\%, Series 7 | 2,900 | 59,199 | 45,646 |
| 4.40\%, Series 9 | 62,957 | 1,140,086 | 977,093 |
| 4.46\%, Series D | 72,611 | 1,404,477 | 1,261,253 |
| 4.69\%, Series F | 54,114 | 1,059,458 | 930,220 |
| 4.96\%, Series L | 40,256 | 1,063,778 | 1,049,720 |
| 5.50\%, Series A | 5,382 | 127,642 | 114,744 |
| Pembina Pipeline Corporation |  |  |  |
| 4.46\%, Series 0 | 87,674 | 1,676,760 | 1,729,808 |
| 4.50\%, Series 7 | 172,500 | 3,825,346 | 2,923,875 |
| 4.70\%, Series 3 | 23,024 | 422,757 | 377,594 |
| 4.75\%, Series 9 | 261,935 | 6,022,802 | 5,078,920 |
| 4.90\%, Series 21 | 3,000 | 76,200 | 69,330 |
| 5.00\%, Series 5 | 21,291 | 259,571 | 367,270 |
| 5.00\%, Series S | 98,963 | 2,185,619 | 2,161,352 |
| 5.20\%, Series 25 | 64,367 | 1,508,542 | 1,569,911 |
| TC Energy Corp. |  |  |  |
| 2.15\%, Series 3 | 30,327 | 401,721 | 335,113 |
| 2.26\%, Series 5 | 220,594 | 3,534,258 | 2,516,978 |
| $3.27 \%$, Series 1 | 59,379 | 1,091,325 | 808,148 |
| 3.76\%, Series 9 | 233,148 | 4,297,755 | 3,497,220 |
| 3.80\%, Series 11 | 217,995 | 4,732,939 | 3,516,259 |
| 3.90\%, Series 7 | 144,764 | 2,967,855 | 2,220,680 |
|  |  | 84,004,499 | 69,724,762 |
| Financials (42.3\%) |  |  |  |
| Bank of Montreal |  |  |  |
| 3.62\%, Series 29 | 371,551 | 8,121,307 | 6,502,142 |
| $3.80 \%$, Class B, Series 33 | 73,421 | 1,583,673 | 1,304,691 |
| 3.80\%, Series 31 | 58,103 | 1,233,932 | 1,024,356 |
| 4.00\%, Series 27 | 134,865 | 2,652,638 | 2,407,340 |
| Brookfield Corp. |  |  |  |
| 3.24\%, Series 24 | 47,399 | 903,424 | 692,025 |
| $3.25 \%$, Series 42 | 150,667 | 3,359,188 | 2,371,499 |
| 3.57\%, Series 38 | 125,026 | 2,644,827 | 1,814,127 |
| 3.85\%, Series 26 | 61,754 | 1,139,954 | 886,787 |
| 4.03\%, Series 40 | 133,405 | 3,063,102 | 2,301,236 |
| 4.44\%, Series 34 | 26,202 | 583,732 | 424,996 |
| 4.69\%, Series 30 | 41,041 | 893,047 | 878,277 |
| 4.75\%, Series 17 | 1,192 | 24,537 | 21,754 |
| 4.75\%, Series 18 | 34,326 | 722,084 | 618,211 |
| 4.85\%, Series 36 | 18,187 | 404,540 | 329,548 |
| 5.06\%, Series 32 | 49,484 | 1,160,840 | 909,021 |
| 6.45\%, Series 4 | 10,414 | 174,968 | 133,820 |
| Canadian Imperial Bank of Commerce |  |  |  |
| 3.60\%, Series 43 | 280,498 | 6,570,300 | 5,225,678 |
| 3.75\%, Series 41 | 78,805 | 1,732,865 | 1,359,386 |
| 3.90\%, Series 39 | 240,896 | 5,117,088 | 4,218,089 |
| 4.50\%, Series 47 | 2,413 | 59,143 | 51,035 |


|  | Number of shares | Average $\qquad$ $\$$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Canadian Western Bank |  |  |  | Royal Bank of Canada |  |  |  |
| 4.40\%, Series 5 | 26,894 | 578,452 | 470,645 | $3.60 \%$, Series BD | 297,539 | 6,918,475 | 5,549,102 |
| Element Financial Corp. |  |  |  | 3.60\%, Series BF | 207,177 | 4,500,985 | 3,739,545 |
| 6.40\%, Series E | 67,641 | 1,602,069 | 1,627,442 | $3.90 \%$, Series BB | 30,896 | 703,650 | 543,770 |
| Fairfax Financial Holdings Ltd. |  |  |  | 4.00\%, Series AZ | 105,707 | 2,405,375 | 1,869,957 |
| $3.32 \%$, Series G | 6,598 | 109,158 | 89,733 | Sun Life Financial Inc. |  |  |  |
| 3.71\%, Series I | 112,557 | 2,192,222 | 1,643,332 | 2.84\%, Series 10R | 81,297 | 1,724,812 | 1,225,146 |
| $4.58 \%$, Series C | 16,981 | 355,106 | 295,979 | $4.45 \%$, Series 3 | 19,638 | 488,324 | 360,554 |
| 4.67\%, Series K | 25,568 | 465,134 | 473,008 | 4.45\%, Series 4 | 78,703 | 1,968,903 | 1,424,524 |
| 4.75\%, Series M | 26,214 | 597,817 | 521,659 | 4.50\%, Series 5 | 54,205 | 1,308,380 | 991,952 |
| Great-West Lifeco Inc. |  |  |  | Toronto-Dominion Bank |  |  |  |
| 2.18\%, Series N | 15,292 | 236,631 | 185,339 | 3.60\%, Series 7 | 258,171 | 5,958,157 | 4,907,831 |
| 4.50\%, Series I | 130,764 | 3,181,491 | 2,307,985 | 3.68\%, Series 3 | 298,410 | 6,548,649 | 5,201,286 |
| 4.80\%, Series R | 11,220 | 280,869 | 207,570 | $3.70 \%$, Series 9 | 123,228 | 2,859,970 | 2,356,119 |
| 4.85\%, Series H | 233,437 | 5,400,029 | 4,325,588 | 3.75\%, Series 5 | 167,362 | 3,687,390 | 2,903,731 |
| 5.15\%, Series Q | 89,558 | 2,163,405 | 1,775,935 | $3.90 \%$, Series 1 | 263,132 | 5,817,847 | 4,552,184 |
| 5.15\%, Series T | 9,022 | 191,976 | 178,861 | 4.50\%, Series 16 | 2,017 | 41,888 | 49,921 |
| $5.20 \%$, Series G | 175,428 | 4,008,132 | 3,494,526 | 4.75\%, Series 20 | 14,861 | 351,217 | 301,381 |
| $5.25 \%$, Series S | 3,979 | 81,591 | 80,376 |  |  | 155,866,487 | 126,512,614 |
| 5.40\%, Series P | 112,575 | 2,801,589 | 2,325,800 |  |  |  |  |
| 5.65\%, Series L | 54,831 | 1,341,225 | 1,192,574 | Real Estate (2.7\%) |  |  |  |
| $5.80 \%$, Series M | 29,616 | 731,766 | 675,245 | Artis Real Estate Investment Trust |  |  |  |
| Industrial Alliance, Insurance \& Financial Services |  |  |  | 4.75\%, Series E | 30,099 | 669,214 | 679,635 |
| Inc. |  |  |  | 6.00\%, Series I | 9,183 | 223,254 | 225,994 |
| $5.68 \%$, Series A | 7,869 | 183,753 | 169,026 | Brookfield Properties Corp. |  |  |  |
| Intact Financial Corp. |  |  |  | 3.78\%, Class AAA, Series N | 142,427 | 2,806,211 | 1,817,369 |
| 3.33\%, Class A, Series 3 | 147,576 | 3,188,784 | 2,437,956 | 4.16\%, Class AAA, Series P | 139,900 | 2,663,839 | 1,897,044 |
| 4.90\%, Series 7 | 31,176 | 723,587 | 614,479 | 4.16\%, Class AAA, Series R | 171,721 | 3,088,941 | 2,434,145 |
| $5.20 \%$, Class A, Series 5 | 26,600 | 654,014 | 545,300 | 4.75\%, Class AAA, Series AA | 77,578 | 1,407,639 | 1,086,868 |
| $5.25 \%$, Series 11 | 4,705 | 117,625 | 97,394 | 4.85\%, Series II | 104 | 2,098 | 1,940 |
| $5.30 \%$, Series 6 | 16,687 | 398,795 | 355,016 | $5.10 \%$, Class AAA, Series EE | 3,000 | 64,500 | 51,750 |
| 5.40\%, Series 9 | 950 | 23,940 | 20,900 |  |  | 10,925,696 | 8,194,745 |
| Laurentian Bank of Canada |  |  |  |  |  |  |  |
| 4.30\%, Series 13 | 15,175 | 310,719 | 242,041 | Utilities (13.0\%) |  |  |  |
| Manulife Financial Corp. |  |  |  | Algonquin Power \& Utilities Corp. |  |  |  |
| 3.80\%, Series 13 | 37,008 | 867,757 | 634,687 | 4.50\%, Series A | 22,639 | 534,168 | 418,822 |
| $3.80 \%$, Series 19 | 114,717 | 2,453,736 | 1,958,793 | Brookfield Infrastructure Partners LP |  |  |  |
| $3.90 \%$, Series 15 | 162,841 | 3,431,540 | 2,681,991 | 4.50\%, Series 1 | 151,763 | 3,330,690 | 2,579,971 |
| $3.90 \%$, Series 17 | 162,048 | 3,520,893 | 2,758,057 | 5.00\%, Series 9 | 28,035 | 712,185 | 560,700 |
| $4.35 \%$, Series 9 | 18,378 | 410,957 | 412,402 | 5.10\%, Series 11* | 58,628 | 1,433,339 | 1,125,071 |
| $4.50 \%$, Series 3 | 52,111 | 1,104,231 | 937,998 | $5.50 \%$, Series 3 | 7,708 | 198,005 | 168,497 |
| $4.65 \%$, Series 2 | 122,431 | 2,853,433 | 2,304,151 | Brookfield Renewable Energy Partners LP |  |  |  |
| 4.70\%, Series 25 | 47,657 | 1,151,870 | 903,100 | $5.50 \%$, Series 7 | 36,795 | 927,591 | 852,908 |
| 4.73\%, Series 11 | 95,516 | 2,090,980 | 1,894,082 | Brookfield Renewable Power Inc. |  |  |  |
| National Bank of Canada |  |  |  | 3.14\%, Series 1 | 279,578 | 5,631,239 | 3,942,050 |
| 3.90\%, Series 32 | 99,478 | 2,060,943 | 1,676,204 | 3.87\%, Series 2 | 26,917 | 513,279 | 457,051 |
| 4.10\%, Series 30 | 70,790 | 1,441,583 | 1,271,388 | $4.35 \%$, Series | 191,005 | 3,975,667 | 3,071,360 |
| 4.45\%, Series 38 | 23,093 | 561,565 | 592,335 | 5.00\%, Series 6 | 141,078 | 3,027,831 | 2,573,263 |
| 4.60\%, Series 40 | 29,673 | 640,924 | 602,065 | Canadian Utilities Ltd. |  |  |  |
| 4.95\%, Series 42 | 983 | 20,889 | 21,135 | $3.40 \%$, Series Y | 131,776 | 2,711,818 | 2,526,805 |
| Power Corporation of Canada |  |  |  | 4.50\%, Series CC | 48,150 | 1,120,955 | 869,108 |
| $5.35 \%$, Series B | 49,731 | 1,212,764 | 1,021,972 | 4.50\%, Series DD | 140,307 | 2,929,601 | 2,518,511 |
| $5.60 \%$, Series A | 2,995 | 68,800 | 64,542 | 4.60\%, Series 1 | 66,552 | 1,496,128 | 1,206,921 |
| $5.60 \%$, Series G | 32,891 | 827,068 | 709,130 | 4.75\%, Series HH | 1,000 | 25,086 | 18,685 |
| Power Financial Corp. |  |  |  | 4.90\%, Series AA | 83,156 | 2,014,096 | 1,616,553 |
| $2.31 \%$, Series P | 86,589 | 1,316,524 | 1,095,351 | 4.90\%, Series BB | 61,433 | 1,427,068 | 1,185,657 |
| 2.85\%, Series Q | 13,000 | 180,050 | 202,800 | $5.25 \%$, Series EE | 35,654 | 836,194 | 748,377 |
| $4.22 \%$, Series T | 1,478 | 34,968 | 26,456 | Capital Power Corp. |  |  |  |
| $4.80 \%$, Series S | 65,060 | 1,385,451 | 1,222,477 | $3.06 \%$, Series 1 | 14,010 | 184,612 | 183,951 |
| 4.95\%, Series K | 113,199 | 2,557,653 | 2,175,685 | 4.50\%, Series 5 | 11,101 | 245,110 | 230,901 |
| 5.10\%, Series L | 53,056 | 1,230,219 | 1,048,387 | 4.60\%, Series 3 | 10,526 | 239,294 | 225,256 |
| $5.15 \%$, Series V | 12,869 | 290,209 | 258,023 | Emera Inc. |  |  |  |
| $5.25 \%$, Series E | 39,362 | 968,910 | 814,400 | 2.56\%, Series A | 74,218 | 1,253,205 | 993,037 |
| $5.50 \%$, Series D | 6,073 | 144,547 | 130,539 | 4.10\%, Series C | 78,502 | 1,653,752 | 1,471,912 |
| $5.50 \%$, Series R | 64,727 | 1,624,501 | 1,383,863 | 4.25\%, Series F | 80,586 | 1,686,297 | 1,390,108 |
| 5.75\%, Series H | 41,286 | 982,034 | 928,109 | Fortis Inc. |  |  |  |
| $5.80 \%$, Series O | 34,304 | 861,358 | 770,125 | 2.50\%, Series H | 2,014 | 37,838 | 25,105 |
| $5.90 \%$, Series F | 9,083 | 221,040 | 207,637 | $3.88 \%$, Series G | 62,959 | 1,377,454 | 1,085,413 |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

*Average cost of Investments as of December 31, 2021 is $\$ 415,195,634$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 1.3649 | USD | 904,000 | 1,223,182 | CAD | 1,233,870 | 1,233,870 | 10,688 |

## NBI Jarislowsky Fraser Select Income Fund

Financial Statements

| Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts) |  | December 31, 2022 | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: |
|  |  |  |  |
|  | Note |  |  |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 157,753 | 201,556 |
| Cash |  | 1,076 | 6,600 |
| Subscriptions receivable |  | 233 | 103 |
| Proceeds from sale of investments receivable |  |  | 12 |
| Interest receivable |  | 712 | 612 |
| Dividends receivable |  | 85 | 124 |
| Total assets |  | 159,859 | 209,007 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 61 | 34 |
| Accrued expenses |  | 183 | 239 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 244 | 273 |
| Net assets attributable to holders of redeemable units |  | $\underline{ }$ | 208,734 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 95,732 | 126,844 |
| Series F/E |  | 63,883 | 81,890 |
|  |  | $\underline{ }$ 159,615 | 208,734 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 8.87 | 10.33 |
| Series F/E |  | 9.86 | 11.38 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |


| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 3,905 | 3,469 |
| Dividends income |  | 1,515 | 1,946 |
| Other income |  | 96 | 55 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(1,519)$ | 6,827 |
| Net realized gains (losses) on foreign currencies |  | 41 | (10) |
| Net realized gains (losses) on forwards currency |  | 2 | (1) |
| Change in net unrealized appreciation/depreciation on investments |  | $(21,992)$ | 1,539 |
| Change in unrealized gains/losses on foreign currencies |  | 14 | 10 |
| Total income |  | $(17,938)$ | 13,835 |
| Expenses | 8 |  |  |
| Management fees |  | 2,223 | 2,469 |
| Custodial fees |  |  | 48 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Audit fees |  | - | 15 |
| Legal fees |  |  | 8 |
| Rights and deposits |  | - | 22 |
| Securityholder reporting costs |  |  | 111 |
| Professional fees |  | - | 17 |
| Fixed-administration fees |  | 202 |  |
| Fees paid by the manager |  | (28) | (30) |
| Withholding taxes | 2 | 54 | 84 |
| Transaction costs on purchase and sale of investments | 8 | 12 | 46 |
| Total expenses |  | 2,465 | 2,792 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(20,403)$ | 11,043 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(12,691)$ | 6,285 |
| Series F/E |  | $(7,712)$ | 4,758 |
|  |  | $\stackrel{(20,403)}{ }$ | $\underline{11,043}$ |
| Average number of units | 2 |  |  |
| Advisor Series |  | 11,625,118 | 11,500,184 |
| Series F/E |  | 6,905,169 | 6,825,850 |
| Series F5 |  |  | 100 |
| Series T5 |  | - | 100 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.09) | 0.55 |
| Series F/E |  | (1.12) | 0.70 |
| Series F5 |  | - | (0.06) |
| Series T5 |  | - | (0.07) |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the yea

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(20,403)$ | 11,043 |
|  | 1,519 | $(6,827)$ |
|  | (41) | 10 |
|  | (2) | 1 |
|  | 21,992 | $(1,539)$ |
|  | (14) | (10) |
|  | $(107,971)$ | $(107,831)$ |
|  | 128,277 | 103,877 |
|  | (100) | (42) |
|  | 39 | 12 |
|  | (56) | 24 |
|  | 23,240 | $(1,282)$ |
| 2 |  |  |
|  | $(2,574)$ | $(2,467)$ |
|  | 17,452 | 49,392 |
|  | $(43,697)$ | (39,854) |
|  | $(28,819)$ | 7,071 |
|  | 41 | (10) |
|  | 14 | 10 |
|  | $(5,579)$ | 5,789 |
|  | 6,600 | 811 |
|  | 1,076 | 6,600 |
|  | 3,805 | 3,427 |
|  | 1,500 | 1,874 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Jarislowsky Fraser Select Income Fund's investment objective is to provide regular income and to achieve moderate capital growth by investing, directly and indirectly, in a diversified portfolio comprised primarily of Canadian fixed income and equity securities.
The portfolio manager analyzes investment-grade fixed income securities denominated in Canadian or foreign currency and invests this portion of the fund mainly in corporate and government bonds. The Fund may also invest in equity securities, such as common and preferred shares and the portfolio manager selects mainly high quality equities of Canadian issuers. The Fund may invest approximately $30 \%$ of its net assets in equity or fixed income securities of foreign issuers.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | October 7, 2010 | M | A | 1.40 | 0.10 |
| Series E | October 7, 2010 | M | A | 0.65 | 0.10 |
| Series F | October 7, 2010 | M | A | 0.65 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
| Advisor Series | 8.87 | - | 8.87 |
| Series F/E | 9.86 | - | 9.86 |


|  | As at December 31, 2021 |  |  |
| :--- | ---: | ---: | ---: |
|  | Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$ 10$ | $\$$ | $\$$ |
| Advisor Series | 10.33 | - | 10.33 |
| Series F/E | 11.38 | - | 11.38 |

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 11,819,001 | 7.4 | 15,752,105 | 7.5 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 590,950$ ( $\$ 787,605$ as at December 31, 2021).

Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| S\&P/TSX Index Capped TR (25\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (75\%) | 15,993,421 | $10.0 \pm$ | 20,393,266 | 9.8 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

|  |  | December 31, <br> Debt securities by Credit Rating | December 31, <br>  <br>  <br> Investment Grade - AAA |
| :--- | ---: | ---: | ---: |
| Investment Grade - AA | $\%$ | $\%$ |  |
| Investment Grade - A | 14.3 | 19.4 |  |
| Investment Grade - BBB | 11.0 | 10.8 |  |
|  | 28.0 | 22.9 |  |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

|  |  | December 31, <br> Debt Securities by Maturity Date | December 31, <br>  <br>  <br> Under one year |
| :--- | ---: | ---: | ---: |
| 2022 | $\mathbf{2 0 2 1}$ |  |  |
| From 1 year to 3 years | $\mathbf{\$}$ | $\mathbf{\$}$ |  |
| From 3 years to 5 years | $6,813,696$ | $1,152,029$ |  |
| From 5 years to 10 years | $16,738,164$ | $36,084,439$ |  |
| More than 10 years | $18,383,250$ | $16,076,845$ |  |
|  | $37,079,249$ | $45,925,171$ |  |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 2,244,148$ ( $\$ 3,088,727$ as at December 31, 2021)

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  |  |  |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
|  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | $\%$ | $\%$ |
| Bonds and Debentures | 70.5 | 68.5 |
| Canadian Equity | 21.2 | 21.0 |
| Cash, Money Market and Other Net Assets | 1.2 | 3.4 |
| International Equity | 3.2 | 3.1 |
| US Equity | 3.9 | 4.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 10,492,789 | 101,921,596 | - | 112,414,385 |
| Common shares | 45,338,450 | - | - | 45,338,450 |
| Total investments | 55,831,239 | 101,921,596 | - | 157,752,835 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 |  | Level 2 |  |  | Level 3 |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions
Related Entities

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| 12 | $\$$ |
| 3 | 46 |
|  | 4 |

## Losses (Note 9)

(in thousands Canadian dollars)
December 31, December 31,

Capital Losses
2022 \$ $\quad \begin{array}{r}2021 \\ \$\end{array}$
-

NBI Jarislowsky Fraser Select Income Fund

|  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | $\begin{array}{r} \text { Average } \\ \text { Cost } \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds and Debentures (70.5\%) | Municipalities and Subsidized Issuers (0.8\%) |  |  |  |  |  |  |
| Issued and Guaranteed by | ARC Resources Ltd. |  |  |  |  |  |  |
| the Government of Canada (13.6\%) |  |  |  | 3.47\%, due March 10, 2031 | 35,000 | 29,894 | 30,341 |
| Government of Canada | Calgary Airport Authority |  |  |  |  |  |  |
| 2.00\%, due June 1, 2028 | 2,453,000 | 2,305,060 | 2,298,949 | 3.20\%, due October 7, 2036 | 710,000 | 711,747 | 589,187 |
| 2.25\%, due June 1, 2029 | 1,864,000 | 1,799,088 | 1,755,193 | 3.55\%, due October 7, 2051 | 229,000 | 229,000 | 182,291 |
| 2.25\%, due December 1, 2029 | 326,000 | 324,614 | 305,933 | 3.55\%, due October 7, 2053 | 229,000 | 229,000 | 180,574 |
| 4.00\%, due June 1, 2041 | 1,348,000 | 1,805,778 | 1,463,720 | Greater Toronto Airports Authority |  |  |  |
| 3.50\%, due December 1, 2045 | 1,062,000 | 1,124,764 | 1,089,448 | 1.54\%, due May 3, 2028 | 338,000 | 321,990 | 293,307 |
| 2.75\%, due December 1, 2048 | 869,000 | 935,007 | 785,417 | 3.15\%, due October 5, 2051 | 108,000 | 107,812 | 80,647 |
| 2.00\%, due December 1, 2051 | 3,204,000 | 3,265,540 | 2,436,120 |  |  | 1,629,443 | 1,356,347 |
| 1.75\%, due December 1, 2053 | 508,000 | 373,495 | 358,009 |  |  |  |  |
| Canada Housing Trust |  |  |  | Corporations (28.3\%) |  |  |  |
| 2.55\%, due December 15, 2023 | 3,992,000 | 3,923,030 | 3,916,400 | 407 International Inc. |  |  |  |
| 1.95\%, due December 15, 2025 | 703,000 | 735,068 | 664,810 | 6.47\%, due July 27,2029 | 884,000 | 1,157,254 | 971,443 |
| 1.25\%, due June 15, 2026 | 147,000 | 146,068 | 134,784 | 4.45\%, due August 14, 2031 | 207,000 | 206,946 | 198,388 |
| 2.65\%, due December 15, 2028 | 1,956,000 | 1,860,449 | 1,847,505 | 5.96\%, due December 3, 2035 | 79,000 | 112,126 | 86,529 |
| 1.75\%, due June 15, 2030 | 991,000 | 1,013,228 | 865,086 | AltaLink LP |  |  |  |
| 1.40\%, due March 15, 2031 | 1,073,000 | 1,043,326 | 897,330 | 3.67\%, due November 6, 2023 | 547,000 | 576,030 | 540,175 |
| 3.55\%, due September 15, 2032 | 2,102,000 | 2,147,571 | 2,066,092 | $3.99 \%$, due June 30, 2042 | 197,000 | 215,943 | 174,683 |
| CPPIB Capital Inc. |  |  |  | ARC Resources Ltd. |  |  |  |
| 3.00\%, due June 15, 2028 | 933,000 | 933,000 | 891,153 | 2.35\%, due March 10, 2026 | 424,000 | 394,443 | 388,127 |
|  |  | 23,735,086 | 21,775,949 | Bank of Montreal |  |  |  |
|  |  |  |  | 2.70\%, due September 11, 2024 | 663,000 | 681,864 | 639,124 |
| Issued and Guaranteed by |  |  |  | 3.65\%, due April 1, 2027 | 1,024,000 | 999,317 | 972,910 |
| a Province (17.9\%) |  |  |  | 4.31\%, due June 1, 2027 | 148,000 | 144,575 | 144,295 |
| First Nations Finance Authority |  |  |  | 4.71\%, due December 7, 2027 | 2,672,000 | 2,667,350 | 2,637,785 |
| 2.85\%, due June 1, 2032 | 558,000 | 557,347 | 503,117 | Floating, due May 26, 2082 | 265,000 | 265,000 | 246,995 |
| Hydro One Inc. |  |  |  | Bell Canada |  |  |  |
| 3.91\%, due February 23, 2046 | 651,000 | 653,785 | 560,626 | 1.65\%, due August 16, 2027 | 302,000 | 280,015 | 262,890 |
| Hydro-Québec |  |  |  | 2.90\%, due September 10, 2029 | 560,000 | 515,637 | 495,084 |
| 2.00\%, due September 1, 2028 | 865,000 | 795,618 | 783,660 | 5.85\%, due November 10, 2032 | 829,000 | 860,331 | 867,429 |
| 2.10\%, due February 15, 2060 | 595,000 | 526,329 | 358,667 | Bruce Power LP |  |  |  |
| Province of Alberta |  |  |  | 2.68\%, due December 21, 2028 | 306,000 | 277,766 | 271,770 |
| 2.05\%, due June 1, 2030 | 259,000 | 268,251 | 227,525 | 4.01\%, due June 21, 2029 | 290,000 | 316,216 | 275,214 |
| 3.05\%, due December 1, 2048 | 822,000 | 681,990 | 660,456 | Canadian Imperial Bank of Commerce |  |  |  |
| 3.10\%, due June 1, 2050 | 698,000 | 774,390 | 565,749 | 2.75\%, due March 7, 2025 | 1,045,000 | 1,018,050 | 995,766 |
| Province of British Columbia |  |  |  | 2.00\%, due April 17, 2025 | 1,340,000 | 1,350,947 | 1,252,754 |
| $5.70 \%$, due June 18, 2029 | 125,000 | 167,100 | 137,814 | 4.95\%, due June 29, 2027 | 1,781,000 | 1,785,277 | 1,779,075 |
| 4.30\%, due June 18, 2042 | 544,000 | 739,780 | 542,361 | Floating, due April 7, 2032 | 794,000 | 782,904 | 747,981 |
| 2.80\%, due June 18, 2048 | 542,000 | 441,822 | 417,631 | 7.15\%, due July 28, 2082 | 323,000 | 322,396 | 317,104 |
| 2.75\%, due June 18, 2052 | 1,111,000 | 912,242 | 836,475 | Canadian Tire Ltd. |  |  |  |
| Province of Manitoba |  |  |  | 5.61\%, due September 4, 2035 | 199,000 | 219,975 | 192,359 |
| 3.90\%, due December 2, 2032 | 772,000 | 767,847 | 758,646 | Canadian Western Bank |  |  |  |
| $3.35 \%$, due March 5, 2043 | 500,000 | 475,381 | 427,033 | 5.94\%, due December 22, 2032 | 225,000 | 225,000 | 222,268 |
| 3.80\%, due September 5, 2053 | 1,040,000 | 949,156 | 943,994 | CCL Industries Inc. |  |  |  |
| Province of New Brunswick |  |  |  | 3.86\%, due April 13, 2028 | 394,000 | 395,851 | 370,956 |
| 3.10\%, due August 14, 2028 | 424,000 | 440,114 | 406,905 | Choice Properties Reit |  |  |  |
| 4.80\%, due September 26, 2039 | 527,000 | 646,023 | 550,284 | 4.06\%, due November 24, 2025 | 718,000 | 738,274 | 692,810 |
| 3.10\%, due August 14, 2048 | 1,689,000 | 1,635,139 | 1,350,511 | Enbridge Gas Distribution Inc. |  |  |  |
| Province of Newfoundland |  |  |  | 2.90\%, due April 1, 2030 | 708,000 | 714,960 | 634,075 |
| 1.75\%, due June 2, 2030 | 389,000 | 387,432 | 330,817 | 4.55\%, due August 17, 2052 | 190,000 | 189,506 | 176,760 |
| Province of Nova Scotia |  |  |  | Enbridge Inc. |  |  |  |
| 3.15\%, due December 1, 2051 | 582,000 | 668,534 | 468,229 | 6.51\%, due November 9, 2052 | 373,000 | 372,657 | 407,303 |
| Province of Ontario |  |  |  | Fédération des caisses Desjardins |  |  |  |
| 2.90\%, due June 2, 2028 | 2,423,000 | 2,442,629 | 2,311,142 | Floating, due February 23, 2023 | 365,000 | 365,000 | 355,279 |
| 4.70\%, due June 2, 2037 | 268,000 | 337,394 | 279,566 | Floating, due May 28, 2026 | 321,000 | 321,000 | 284,094 |
| 3.45\%, due June 2, 2045 | 896,000 | 1,054,210 | 782,178 | 1.59\%, due September 10, 2026 | 354,000 | 354,000 | 314,310 |
| 2.90\%, due December 2, 2046 | 1,130,000 | 1,192,894 | 890,153 | 4.41\%, due May 19, 2027 | 766,000 | 766,000 | 748,503 |
| 2.80\%, due June 2, 2048 | 5,514,000 | 5,045,000 | 4,231,267 | Floating, due May 26,2030 | 1,731,000 | 1,795,880 | 1,623,825 |
| Province of Quebec |  |  |  | Fortis Inc. |  |  |  |
| 3.25\%, due September 1, 2032 | 1,845,000 | 1,762,018 | 1,731,331 | 4.43\%, due May 31, 2029 | 143,000 | 143,000 | 139,111 |
| $5.00 \%$, due December 1, 2041 | 2,265,000 | 3,120,033 | 2,459,428 | Great-West Lifeco Inc. |  |  |  |
| $3.50 \%$, due December 1, 2048 | 927,000 | 1,097,071 | 811,720 | 3.34\%, due February 28, 2028 | 311,000 | 301,934 | 290,602 |
| 3.10\%, due December 1, 2051 | 1,137,000 | 1,234,402 | 921,635 | Heathrow Funding Ltd. |  |  |  |
| 2.85\%, due December 1, 2053 | 3,061,000 | 2,770,431 | 2,341,295 | 3.78\%, due September 4, 2030 | 832,000 | 890,802 | 744,436 |
| Province of Saskatchewan |  |  |  | HSBC Bank Canada |  |  |  |
| 3.10\%, due June 2, 2050 | 273,000 | 315,228 | 220,436 | 4.81\%, due December 16, 2024 | 449,000 | 449,000 | 447,336 |
| 2.80\%, due December 2, 2052 | 885,000 | 693,238 | 665,947 |  |  |  |  |
|  |  | 33,552,828 | 28,476,598 |  |  |  |  |



## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Materials (1.5\%) |  |  |  |
| CCL Industries Inc., Class B | 12,720 | 659,475 | 735,725 |
| Franco-Nevada Corp. | 5,233 | 873,838 | 965,855 |
| Transcontinental Inc., Class A | 48,110 | 915,148 | 735,121 |
|  |  | 2,448,461 | 2,436,701 |
| Total Canadian Equities |  | 27,755,268 | 33,850,878 |
| International Equities (7.1\%) |  |  |  |
| Finland (0.8\%) |  |  |  |
| Nordea Bank Abp, ADR | 92,690 | 1,114,527 | 1,356,579 |
| France (0.7\%) |  |  |  |
| AXA, ADR | 29,950 | 999,123 | 1,130,109 |
| Switzerland (0.4\%) |  |  |  |
| Roche Holding AG, ADR | 11,300 | 431,621 | 598,959 |
| United Kingdom (1.3\%) |  |  |  |
| Unilever PLC, ADR | 30,860 | 1,962,205 | 2,103,691 |
| United States (3.9\%) |  |  |  |
| Abbott Laboratories | 11,130 | 1,140,587 | 1,655,018 |
| LCI Industries | 11,070 | 1,411,889 | 1,385,610 |
| Microsoft Corp. | 5,080 | 450,113 | 1,649,437 |
| UnitedHealth Group Inc. | 2,240 | 1,487,690 | 1,608,169 |
|  |  | 4,490,279 | 6,298,234 |
| Total International Equities |  | 8,997,755 | 11,487,572 |
| Total Investments (98.8\%) |  | $\underline{\text { 160,640,879 * }}$ | 157,752,835 |
| Cash and Other Net Assets (1.2\%) |  |  | 1,862,144 |
| Net Assets (100\%) |  |  | $\underline{\text { 159,614,979 }}$ |

*Average cost of Investments as of December 31, 2021 is $\$ 182,452,147$.

## NBI Presumed Sound Investments Fund

Financial Statements

| Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts) |  |  |  | Statements of Comprehensive Income for the Years Ended December 31 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | (in thousands Canadian dollars, except per unit am | unts) |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |  | Note | 2022 | 2021 |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Assets |  |  |  | Income | 2 |  |  |
| Current assets |  |  |  | Interest income for distribution purposes |  | 15 | 519 |
| Investments | 5 | 83,444 | 194,096 | Dividends income |  | 476 | 554 |
| Subscriptions receivable |  | 110 | 825 | Income from mutual funds |  | 4,473 | 5,134 |
| Proceeds from sale of investments receivable |  |  | 2,300 | Changes in fair value |  |  |  |
| Interest receivable |  | 40 | 531 | Net realized gains (losses) on sale of investments |  | $(9,554)$ | 1,574 |
| Dividends receivable |  | 94 | 283 | Change in net unrealized appreciation/depreciation on investments |  | $(10,221)$ | 1,765 |
| Total assets |  | 83,688 | 198,035 |  |  |  |  |
|  |  |  |  | Total income |  | $(14,811)$ | 9,546 |
| Liabilities |  |  |  |  |  |  |  |
|  |  |  |  | Expenses | 8 |  |  |
| Current liabilities |  |  |  |  |  |  |  |
| Bank overdraft |  | 686 | 2,249 | Management fees |  | 734 | 462 |
| Redeemed units payable |  | 3 | 32 | Directors' fees of independent review committee |  | 2 | 2 |
| Accrued expenses |  | 45 | 55 | Fixed-administration fees |  | 30 | 28 |
|  |  |  |  | Fees paid by the manager |  | (100) | (13) |
| Total liabilities (excluding net assets attributable to holders |  |  |  | Withholding taxes | 2 | 81 | - |
| of redeemable units) |  | 734 | 2,336 | Transaction costs on purchase and sale of investments | 8 | 6 | - |
| Net assets attributable to holders of redeemable units |  | 82,954 | 195,699 | Total expenses |  | 753 | 479 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  | Increase (decrease) in net assets attributable to holders of redeemable units |  | (15,564) | 9,067 |
| Investor Series |  | 18,516 | 23,516 | Increase (decrease) in net assets attributable to holders of |  |  |  |
| Advisor Series |  | 8,433 | 7,711 | redeemable units per series | 2 |  |  |
| Series F |  | 5,154 | 4,045 | Investor Series |  |  | 589 |
| Series 0 |  | 1 | 1 | Advisor Series |  | (762) | 197 |
| Series PW |  | 50,850 | 160,426 | Series F |  | (337) | 278 |
|  |  |  |  | Series 0 |  |  |  |
|  |  | 82,954 | 195,699 | Series PW |  | $(12,234)$ | 8,003 |
| Net assets attributable to holders of redeemable units per unit, per series |  |  |  |  |  | $(15,564)$ | 9,067 |
| Investor Series |  | 9.13 | 10.24 | Average number of units | 2 |  |  |
| Advisor Series |  | 9.08 | 10.18 | Investor Series |  | 2,177,527 | 1,716,163 |
| Series F |  | 8.94 | 10.03 | Advisor Series |  | 848,991 | 570,820 |
| Series 0 |  | 9.07 | 10.18 | Series F |  |  | 718,186 |
| Series PW |  | 10.83 | 12.15 | Series 0 |  | 486,009 115 | 78,180 110 |
|  |  |  |  | Series PW |  | 10,448,836 | 13,507,200 |
| Investments Inc. |  |  |  |  |  |  |  |
| Éric-Olivier Savoie |  |  |  | redeemable units per unit, per series | 2 |  |  |
| President and Chief Executive Officer |  |  |  | Investor Series |  | (1.02) | 0.34 |
| The Giang Diep |  |  |  | Advisor Series |  | (0.90) | 0.35 |
| Director |  |  |  | Series F |  | (0.69) | 0.39 |
|  |  |  |  | Series 0 |  | (0.77) | 0.51 |
|  |  |  |  | Series PW |  | (1.17) | 0.59 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses

Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of
reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the yea Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(15,564)$ | 9,067 |
| 9,554 | $(1,574)$ |
| $\begin{gathered} 10,221 \\ (15,581) \end{gathered}$ | $\begin{array}{r} (1,765) \\ (26,562) \end{array}$ |
| 108,758 | 16,978 |
| 491 | 96 |
| 189 | (196) |
| (10) | 27 |
| 98,058 | $(3,929)$ |
| $(3,417)$ | $(5,717)$ |
| 21,538 | 42,263 |
| $(114,616)$ | $(30,200)$ |
| $(96,495)$ | 6,346 |
| $\begin{gathered} 1,563 \\ (2,249) \end{gathered}$ | $\begin{gathered} 2,417 \\ (4,666) \end{gathered}$ |
| (686) | $(2,249)$ |
| 506 | 615 |
| 584 | 358 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Presumed Sound Investments Fund's investment objective is to provide current income while focusing on capital preservation and purchasing power, yet remaining an investment that is presumed sound within the meaning of the Civil Code of Québec>. The Fund invests directly, or through investments in securities of other mutual funds (that may include exchange-traded funds ("ETFs")), in a portfolio composed mainly of Canadian and foreign equity and fixed-income securities.
The portfolio manager may choose to invest up to $100 \%$ of the net assets of the Fund in the securities of mutual funds managed by the manager or third parties, including ETFs. When selecting an Underlying Fund in which to invest, the portfolio manager will ensure that the investments' status is presumed sound within the meaning of the Civil Code of Québec>. The portfolio manager will consider the degree of exposure to the asset class that the Underlying Fund will provide to the Fund, the performance of the Underlying Fund, and the expenses (if any) payable by the Fund which may be associated with the investment. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | $\begin{array}{r} \text { Admi- } \\ \text { nistration } \\ \text { Fees } \\ \text { (Note 8) } \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 21, 2019 | M | A | 1.25 | 0.08 |
| Advisor Series | May 21, 2019 | M | A | 1.25 | 0.08 |
| Series F | May 21, 2019 | M | A | 0.75 | 0.08 |
| Series 0 | May 21, 2019 | M | A | - | 0.02 |
| Series PW | October 13, 2015 | M | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 9.13 | - | 9.13 |
| Advisor Series | 9.08 | - | 9.08 |
| Series F | 8.94 | - | 8.94 |
| Series 0 | 9.07 | - | 9.07 |
| Series PW | 10.83 | - | 10.83 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 10.24 | - | 10.24 |
| Advisor Series | 10.18 |  | 10.18 |
| Series F | 10.03 |  | 10.03 |
| Series 0 | 10.18 | - | 10.18 |
| Series PW | 12.15 | - | 12.15 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Exchange Traded Fund
NBI Canadian High Conviction Equity Private Portfolio
NBI Corporate Bond Fund
NBI Preferred Equity Fund
NBI SmartBeta Global Equity Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
| $\$$ | $\$$ |
| 10,384 | 21,931 |
| 6,627 | 14,523 |
| 50,694 | 125,435 |
| 7,367 | 12,680 |
| 8,372 | 19,527 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (30\%) CA New York 16:00 |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (70\%) CA New York 16:00 | 6,312,815 | $7.6 \pm$ | 15,421,072 | 7.9 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month (32-month in 2021) historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | $\%$ | $\%$ |
| Cash, Money Market and Other Net Assets | $(0.6)$ | 0.8 |
| Exchange Traded Funds | 12.5 | 11.2 |
| Mutual Funds | 88.1 | 88.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 73,059,840 | - | - | 73,059,840 |
| Exchange traded funds | 10,384,228 | - | - | 10,384,228 |
| Total investments | 83,444,068 | $\cdot$ | $\cdot$ | 83,444,068 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 172,164,779 | - | - | 172,164,779 |
| Exchange traded funds | 21,930,822 | - | - | 21,930,822 |
| Total investments | 194,095,601 | - | - | 194,095,601 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
in thousands Canadian dollars


## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 117 | 100 | 113 | 100 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by Trust National | \% | Units Held by Trust National | \% |
|  | Bank |  | Bank |  |
| Series PW | 1 |  | 1 |  |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, <br> 2022 <br>  <br> Capital Losses | December 31, <br> 2021 |
| :--- | ---: | ---: |
|  | 4,634 | $\$$ |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (88.1\%) |  |  |  |
| NBI Canadian High Conviction Equity Private | 490,912 | 5,668,447 | 6,627,308 |
| NBI Corporate Bond Fund, Series 0 | 5,220,766 | 59,277,987 | 50,693,641 |
| NBI Preferred Equity Fund, Series F | 987,539 | 9,015,174 | 7,367,038 |
| NBI SmartBeta Global Equity Fund, Series O | 714,322 | 8,701,183 | 8,371,853 |
|  |  | 82,662,791 | 73,059,840 |
| Exchange Traded Funds (12.5\%) |  |  |  |
| NBI Global Real Assets Income ETF | 326,253 | 6,653,263 | 6,215,120 |
| NBI Liquid Alternatives ETF | 175,986 | 3,867,616 | 4,169,108 |
|  |  | 10,520,879 | 10,384,228 |
| Total Investments (100.6\%) |  | 93,183,670 * | 83,444,068 |
| Cash and Other Net Assets ( $-0.6 \%$ ) |  |  | $(489,860)$ |
| Net Assets (100\%) |  |  | 82,954,208 |

## NBI Sustainable Canadian Bond Fund

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \$ \end{array}$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 2,379 | 373 |
| Cash |  | 6 | - |
| Subscriptions receivable |  | 1 |  |
| Proceeds from sale of investments receivable |  |  | 19 |
| Interest receivable |  | 9 | 1 |
| Total assets |  | 2,395 | 393 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | - | 27 |
| Distributions payable |  | 1 | - |
| Total liabilities (excluding net assets attributable to holders of redeemable units) $\qquad$ |  |  |  |
| Net assets attributable to holders of redeemable units |  | 2,394 | 366 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 314 | 34 |
| Series F |  | 1,825 | 194 |
| Series N |  |  | - |
| Series NR |  | 1 | - |
| Series 0 |  | 253 | 138 |
|  |  | 2,394 | 366 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 8.64 | 9.93 |
| Series F |  | 8.63 | 9.92 |
| Series N |  | 9.70 | - |
| Series NR |  | 9.68 | - |
| Series 0 |  | 8.64 | 9.96 |
| Approved on behalf of the board of directors of National BankInvestments Inc. |  |  |  |
|  |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

|  | Note | 2022 |
| :--- | ---: | ---: | ---: |
|  |  | 2021 |
| Cash flows from (used in) operating activities |  |  |
| Increase (decrease) in net assets attributable to holders of |  |  |
| redeemable units |  |  |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Sustainable Canadian Bond Fund's investment objective is to ensure a high level of current income and sustained capital growth while focusing on debt instruments that have a positive environmental and/or social impact and/or contribute to sustainable development. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of green, social or sustainable bonds issued by Canadian federal or provincial governments or by Canadian corporations.
The portfolio's sub-advisor conducts fundamental research and the portfolio securities selection is based on a bottom-up approach. The portfolio's sub-advisor analyzes the investable universe of the fund by identifying green, social or sustainable bonds, pursuant to its internal analysis and, when available, pursuant to an external opinion (such as CICERO, Sustainalytics and Vigeo Eiris). It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the fund's net assets.

General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | June 28, 2021 | M | A | 1.05 | 0.06 |
| Series F | June 28, 2021 | M | A | 0.55 | 0.06 |
| Series N | May 20, 2022 | M | A | 0.15 | 0.06 |
| Series NR | May 20, 2022 | M | A | 0.15 | 0.06 |
| Series 0 | June 28, 2021 | M | A |  | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 8.64 | - | 8.64 |
| Series F | 8.63 | - | 8.63 |
| Series N | 9.70 | - | 9.70 |
| Series NR | 9.68 | - | 9.68 |
| Series 0 | 8.64 | - | 8.64 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ |  | \$ |
| Advisor Series | 9.93 | - | 9.93 |
| Series F | 9.92 | - | 9.92 |
| Series 0 | 9.96 | - | 9.96 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Exchange Traded Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
|  | $\$$ |
| 2,379 | 373 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results |  |
|  | \$ | \% | \$ | \% |
| FTSE Canada Universe Bond Index (100\%) | $\pm 174,793$ | $7.3 \pm$ | 25,262 | 6.9 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 19-month (0-month in 2021) historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  |  | December 31, |
| Asset Mix | 2022 | December 31, |
|  | $\%$ | 2021 |
| Cash, Money Market and Other Net Assets | 0.6 | $(1.8)$ |
| Exchange Traded Funds | 99.4 | 101.8 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: |
|  | \$ | $\$$ | $\$$ | $\$$ |
| Exchange traded funds | $2,379,426$ | - | - | $2,379,426$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 372,791 | - | - | 372,791 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Positions Held by Related Parties (Note 8)

## Advisor Series

Series F
Series N
Series NR
Series 0

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | ---: | ---: | ---: | ---: |
| Units | $\%$ | Units | $\%$ |  |
| 15,194 | - | 100 | 3 |  |
| 102 | 100 | 14,913 | 76 |  |
| 102 | 100 | - | - |  |
| 103 | - | 101 | 1 |  |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (99.4\%) |  |  |  |
| NBI Sustainable Canadian Bond ETF | 110,363 | 2,470,505 | 2,379,426 |
| Total Investments (99.4\%) |  | 2,470,505 * | 2,379,426 |
| Cash and Other Net Assets (0.6\%) |  |  | 15,005 |
| Net Assets (100\%) |  |  | 2,394,431 |

*Average cost of Investments as of December 31, 2021 is $\$ 372,530$.

## NBI Secure Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Note \begin{tabular}{r}

December 31, | December 31, |
| ---: | :--- |
| 2022 |
| 2021 | <br>

\hline$\$$
\end{tabular}

## Current assets

Investments
Cash
Subscriptions receivable
Interest receivable
Dividends receivable
Other assets receivable

## Total assets

Liabilities
Current liabilities
Bank overdraft
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units series
Investor Series
Investor-2 Series
Series $F$
Series R
Series R-2

Net assets attributable to holders of redeemable units per unit, per series
Investor Series
Investor-2 Series
Series F
Series R
Series R-2
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)| Income |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
|  | 2 |  |  |
| Interest income for distribution purposes |  | 489 | 1 |
| Dividends income |  | 195 | 115 |
| Income from mutual funds |  | 30,756 | 22,932 |
| Income from securities lending |  | 1 |  |
| Other income |  | 265 | 227 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(5,742)$ | 18,339 |
| Change in net unrealized appreciation/depreciation on investments |  | $(133,084)$ | 7,998 |
| Total income |  | $(107,120)$ | 49,612 |
| Expenses | 8 |  |  |
| Management fees |  | 14,675 | 15,455 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 1,603 | 1,690 |
| Fees paid by the manager |  | (713) | (750) |
| Withholding taxes | 2 | 3 |  |
| Transaction costs on purchase and sale of investments | 8 | 25 | 4 |
| Total expenses |  | 15,595 | 16,401 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (122,715) | 33,211 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(115,131)$ | 30,997 |
| Investor-2 Series |  | $(6,085)$ | 1,821 |
| Series F |  | (162) |  |
| Series R |  | $(1,169)$ | 328 |
| Series R-2 |  | (168) | 65 |
|  |  | $(122,715)$ | 33,211 |
| Average number of units | 2 |  |  |
| Investor Series |  | 82,884,160 | 80,178,672 |
| Investor-2 Series |  | 4,305,390 | 3,300,924 |
| Series F |  | 330,481 | 165 |
| Series R |  | 904,534 | 865,146 |
| Series R-2 |  | 121,186 | 194,989 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (1.39) | 0.39 |
| Investor-2 Series |  | (1.41) | 0.55 |
| Series F |  | (0.49) | 0.29 |
| Series R |  | (1.29) | 0.38 |
| Series R-2 |  | (1.39) | 0.34 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31

|  | Note | Investor Series |  | Investor-2 Series |  | Series F |  | Series R |  | Series R-2 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (192 days) } \\ \hline \end{array}$ | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |  |
|  |  |  |  | 975,902 | 702,743 | 55,062 | 8,189 | 9 | - | 9,961 | 6,508 | 1,643 | 2,269 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(115,131)$ | 30,997 | $(6,085)$ | 1,821 | (162) | - | $(1,169)$ | 328 | (168) | 65 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 138,554 | 448,034 | 3,280 | 53,280 | 4,998 | 9 | 1,039 | 5,025 | 6 | 6 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 14,500 \\ (252,460) \\ \hline \end{array}$ | $\begin{gathered} 14,712 \\ (205,829) \\ \hline \end{gathered}$ | $\begin{array}{r} 809 \\ (14,716) \\ \hline \end{array}$ | $\begin{array}{r} 850 \\ (8,187) \\ \hline \end{array}$ | $\begin{array}{r} 81 \\ (758) \\ \hline \end{array}$ |  | $\begin{array}{r} 286 \\ (2,937) \\ \hline \end{array}$ | $\begin{array}{r} 304 \\ (1,835) \\ \hline \end{array}$ | $\begin{array}{r} 34 \\ (614) \\ \hline \end{array}$ | $\begin{gathered} 56 \\ (678) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | $(99,406)$ | 256,917 | $(10,627)$ | 45,943 | 4,321 | 9 | $(1,612)$ | 3,494 | (574) | (616) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 13,984 | 5,758 | 832 | 411 | 92 | - | 130 | 64 | 20 | 16 |
| Net realized gain |  |  | 8,351 |  | 480 |  | - |  | 87 |  | 15 |
| Return of capital |  |  |  |  | - |  |  | 210 | 206 | 26 | 44 |
| Management fees rebate |  | 557 | 646 | - | - | 1 | - | 10 | 12 | . | - |
| Total distributions to investors |  | 14,541 | 14,755 | 832 | 891 | 93 | - | 350 | 369 | 46 | 75 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(229,078)$ | 273,159 | $(17,544)$ | 46,873 | 4,066 | 9 | $(3,131)$ | 3,453 | (788) | (626) |
| Net assets attributable to holders of redeemable units, end of the year |  | 746,824 | 975,902 | 37,518 | 55,062 | 4,075 | 9 | 6,830 | 9,961 | 855 | 1,643 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 87,812,661 | 64,163,413 | 4,948,357 | 747,153 | 875 | - | 991,230 | 641,185 | 161,684 | 221,771 |
| Redeemable units issued |  | 13,515,366 | 40,947,893 | 325,034 | 4,860,470 | 538,534 | 873 | 110,767 | 501,273 | 631 | 809 |
| Redeemable units issued on reinvestments |  | 1,499,534 | 1,324,289 | 83,463 | 76,283 | 9,158 | 2 | 32,505 | 30,174 | 3,817 | 5,492 |
| Redeemable units redeemed |  | ( $25,029,452$ ) | $(18,622,934)$ | $(1,453,344)$ | $(735,549)$ | $(84,208)$ | - | $(327,311)$ | $(181,402)$ | $(66,455)$ | $(66,388)$ |
| Redeemable units outstanding, end of the year |  | 77,798,109 | 87,812,661 | 3,903,510 | 4,948,357 | 464,359 | 875 | 807,191 | 991,230 | 99,677 | 161,684 |

## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| ---: | ---: |
| $\mathbf{\$}$ | $\$$ |
| $(122,715)$ | 33,211 |
| 5,742 | $(18,339)$ |
| 133,084 | $(7,998)$ |
| $(158,025)$ | $(286,583)$ |
| 262,821 | 38,884 |
| $(183)$ | - |
| $(56)$ | $(77)$ |
| $(3)$ | - |
| $(404)$ | 500 |
| 120,261 | $(240,402)$ |

2

| (152) | (168) |
| :---: | :---: |
| 148,181 | 455,825 |
| $(271,780)$ | $(216,192)$ |
| $(123,751)$ | 239,465 |
| $(3,490)$ | (937) |
| 3,354 | 4,291 |
| (136) | 3,354 |
| 306 | 1 |
| 136 | 38 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Secure Portfolio's investment objective is to ensure a high level of current income and some medium-term capital appreciation. To do this, it invests primarily in a diverse mix of mutual funds (that may include exchange-traded funds ("ETFs")) that are fixed income funds and equity funds.
The portfolio manager invests up to $100 \%$ of its net assets in mutual funds and ETFs. The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Fund is generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 19, 2017 | Q | A | 1.45 | 0.16 |
| Investor Series-2 | May 19, 2017 | Q | A | 1.25 | 0.10 |
| Series F | June 22, 2021 | Q | A | 1.05 | 0.16 |
| Series R | May 19, 2017 | M | A | 1.45 | 0.16 |
| Series R-2 | May 19, 2017 | M | A | 1.25 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :--- | ---: | ---: | ---: |
|  | Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$ \mathbf{S}$ | $\$$ | $\$$ |
| Investor Series | 9.60 | - | 9.60 |
| Investor-2 Series | 9.61 | - | 9.61 |
| Series F | 8.77 | - | 8.77 |
| Series R | 8.46 | - | 8.46 |
| Series R-2 | 8.58 | - | 8.58 |

Series R-2

As at December 31, 2021

| As at December 31, 2021 |  |  |
| ---: | ---: | ---: |
| Transactional |  |  |
| Net Asset Value | Adjustment | Net Asset <br> Per Unit <br> Per Unit |
| $\$$ | $\$$ Per Unit |  |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: |
| \$ | \% | \$ | \% |
| 2 | 100 | - |  |
| 1 | 50 | - | - |
| 1 | 50 | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value


This fund has no investments in other mutual funds or exchange traded funds.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 24 (\$ 22 as at December 31, 2021).

## Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR CAD (7\%) |  |  |  |  |
| Morningstar EM Large-Mid Cap GR CAD (2\%) |  |  |  |  |
| Morningstar US Large Cap TR USD (7\%) |  |  |  |  |
| Morningstar Developed Markets ex North |  |  |  |  |
| America (4\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (80\%) | 72,365,704 | $9.1 \pm$ | 88,097,726 | 8.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| American Equity Funds | 3.0 | 3.8 |
| Canadian Equity Funds | 4.1 | 9.2 |
| Cash, Money Market and Other Net Assets | (0.2) | 0.2 |
| Exchange Traded Funds | 8.6 | 1.9 |
| Fixed Income Funds | 66.7 | 65.5 |
| Global Equity Funds | 7.8 | 9.3 |
| Investment Funds | 10.0 | 10.1 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 728,681,688 | - | - | 728,681,688 |
| Exchange traded funds | 68,651,006 | - | - | 68,651,006 |
| Total investments | 797,332,694 | - | - | 797,332,694 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 1,020,940,160 |  | - | 1,020,940,160 |
| Exchange traded funds | 20,014,565 | - | - | 20,014,565 |
| Total investments | 1,040,954,725 | - | - | 1,040,954,725 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | 2022 | \$ |
| :---: | :---: | :---: |
| Total Commissions | 25 | 4 |
| Related Entities | 25 | 4 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |
| Series F |  |  | 100 | 11 |

## Losses (Note 9)

(in thousands Canadian dollars)

Capital Losses

| December 31, <br> 2022 | December 31, <br> 2022 |
| ---: | ---: |
| $\%$ | $\$$ |
| 2,495 | - |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number <br> of units | Average <br> Cost | Fair <br>  <br>  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
| Value |  |  |  |  |  |

*Average cost of Investments as of December 31, 2021 is $\$ 992,000,030$.

## NBI Conservative Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Note \begin{tabular}{r}

December 31, | December 31, |
| ---: | :--- |
| 2022 |
| 2021 | <br>

\hline$\$$
\end{tabular}

Assets
Current assets
Investments
Cash
Subscriptions receivable
Interest receivable
Dividends receivable
Other assets receivable

Total assets
Liabilities
Current liabilities
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders
of redeemable units)
Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Investor Series
Investor-2 Series
Advisor-2 Series
Series $F$
Series F-2
Series 0
Series R
Series R-2

Net assets attributable to holders of redeemable units per
unit, per series
Investor Series
Investor-2 Series
Advisor-2 Series
Series F
Series F-2
Series 0
Series R
Series R-2
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 985 | - |
| Dividends income |  | 974 | 504 |
| Income from mutual funds |  | 97,271 | 65,871 |
| Other income |  | 1,174 | 832 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 17,928 | 88,252 |
| Change in net unrealized appreciation/depreciation on investments |  | $(474,859)$ | 63,166 |
| Total income |  | $(356,527)$ | 218,625 |
| Expenses | 8 |  |  |
| Management fees |  | 50,618 | 50,152 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  |  | 4 |
| Fixed-administration fees |  | 5,405 | 5,340 |
| Fees paid by the manager |  | $(3,172)$ | $(3,114)$ |
| Withholding taxes | 2 | 16 | - |
| Transaction costs on purchase and sale of investments | 8 | 60 | 16 |
| Total expenses |  | 52,929 | 52,400 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (409,456) | 166,225 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(393,223)$ | 159,258 |
| Investor-2 Series |  | $(7,150)$ | 3,308 |
| Advisor-2 Series |  | (463) | 162 |
| Series F |  | $(1,250)$ | 6 |
| Series F-2 |  | (90) | 38 |
| Series 0 |  | $(3,200)$ | 1,472 |
| Series R |  | $(3,462)$ | 1,663 |
| Series R-2 |  | (618) | 318 |
|  |  | $(409,456)$ | 166,225 |
| Average number of units | 2 |  |  |
| Investor Series |  | 272,600,872 | 246,138,112 |
| Investor-2 Series |  | 4,554,329 | 4,424,829 |
| Advisor-2 Series |  | 359,704 | 353,755 |
| Series F |  | 2,546,162 | 42,250 |
| Series F-2 |  | 76,975 | 73,658 |
| Series 0 |  | 3,438,086 | 1,605,684 |
| Series R |  | 2,812,610 | 2,789,380 |
| Series R-2 |  | 481,172 | 560,431 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (1.44) | 0.65 |
| Investor-2 Series |  | (1.57) | 0.75 |
| Advisor-2 Series |  | (1.29) | 0.46 |
| Series F |  | (0.49) | 0.13 |
| Series F-2 |  | (1.17) | 0.51 |
| Series 0 |  | (0.93) | 0.92 |
| Series R |  | (1.23) | 0.60 |
| Series R-2 |  | (1.29) | 0.57 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


|  | Note | Series 0 |  | Series R |  | Series R-2 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 26,464 | 1,137 | 29,330 | 19,090 | 5,530 | 6,160 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,200)$ | 1,472 | $(3,462)$ | 1,663 | (618) | 318 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 26,993 | 28,616 | 2,937 | 15,643 |  | (6) |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(10,894)$ | $(4,761)$ | $(6,033)$ | $(6,731)$ | $(1,151)$ | (832) |
| Total redeemable units transactions |  | 17,471 | 24,586 | $(2,060)$ | 10,173 | $(1,016)$ | (641) |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | 1,184 | 336 | 339 | 124 | 70 | 35 |
| Net realized gain |  | 188 | 362 | 121 | 427 | 21 | 81 |
| Return of capital |  |  |  | 969 | 1,008 | 155 | 191 |
| Management fees rebate |  |  | 33 | 31 | 37 |  | - |
| Total distributions to investors |  | 1,372 | 731 | 1,460 | 1,596 | 246 | 307 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 12,899 | 25,327 | $(6,982)$ | 10,240 | $(1,880)$ | (630) |
| Net assets attributable to holders of redeemable units, end of the year |  | 39,363 | 26,464 | 22,348 | 29,330 | 3,650 | 5,530 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,505,675 | 112,232 | 2,947,603 | 1,911,697 | 547,119 | 609,598 |
| Redeemable units issued |  | 2,810,988 | 2,776,681 | 325,117 | 1,580,499 |  |  |
| Redeemable units issued on reinvestments |  | 150,614 | 68,942 | 120,548 | 126,200 | 15,407 | 19,428 |
| Redeemable units redeemed |  | (1,139,547) | $(452,180)$ | $(677,439)$ | $(670,793)$ | $(127,236)$ | $(81,907)$ |
| Redeemable units outstanding, end of the year |  | 4,327,730 | 2,505,675 | 2,715,829 | 2,947,603 | 435,290 | 547,119 |

[^1]
## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

2

| $(409,456)$ | 166,225 |
| ---: | ---: |
| $(17,928)$ | $(88,252)$ |
| 474,859 | $(63,166)$ |
| $(523,672)$ | $(932,621)$ |
| 568,166 | 176,441 |
| $(354)$ | - |
| $(398)$ | $(340)$ |
| $(12)$ | - |
| $(911)$ | 1,650 |
| 90,294 | $(740,063)$ |

2

| (814) | (749) |
| :---: | :---: |
| 580,418 | 1,264,838 |
| $(684,915)$ | $(511,837)$ |
| $(105,311)$ | 752,252 |
| $(15,017)$ | 12,189 |
| 15,848 | 3,659 |
| 831 | 15,848 |
| 631 | - |
| 560 | 164 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Conservative Portfolio's investment objective is to ensure a high level of current income and some long-term capital appreciation. To do this, it invests primarily in a diverse mix of mutual funds (that may include exchange-traded funds ("ETFs")) that are fixed income funds and equity funds.
The portfolio manager invests up to $100 \%$ of its net assets in mutual funds and ETFs. The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Fund is generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 19, 2017 | Q | A | 1.50 | 0.16 |
| Investor Series-2 | May 19, 2017 | Q | A | 1.22 | 0.10 |
| Advisor Series-2 | May 13,2021 | Q | A | 1.50 | 0.14 |
| Series F | June 22, 2021 | Q | A | 1.05 | 0.16 |
| Series F-2 | May 13, 2021 | Q | A | 0.75 | 0.14 |
| Series 0 | December 3, 2020 | Q | A | - | 0.02 |
| Series R | May 19, 2017 | M | A | 1.50 | 0.16 |
| Series R-2 | May 19, 2017 | M | A | 1.25 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | \$ | \$ |  |
| :---: | :---: | :---: | :---: |
| Investor Series | 9.99 | - | 9.99 |
| Investor-2 Series | 10.03 | - | 10.03 |
| Advisor-2 Series | 8.90 |  | 8.90 |
| Series F | 8.71 |  | 8.71 |
| Series F-2 | 8.91 |  | 8.91 |
| Series 0 | 9.10 | - | 9.10 |
| Series R | 8.23 | - | 8.23 |
| Series R-2 | 8.39 | - | 8.39 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 11.63 | (0.01) | 11.62 |
| Investor-2 Series | 11.68 | (0.01) | 11.67 |
| Advisor-2 Series | 10.36 | (0.01) | 10.35 |
| Series F | 10.11 | (0.01) | 10.10 |
| Series F-2 | 10.37 | (0.01) | 10.36 |
| Series 0 | 10.57 | (0.01) | 10.56 |
| Series R | 9.96 | (0.01) | 9.95 |
| Series R-2 | 10.12 | (0.01) | 10.11 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

|  | Fair Value |  |
| :---: | :---: | :---: |
|  | December 31, <br> 2022 | $\begin{array}{r} \hline \text { December 31, } \\ 2021 \end{array}$ |
|  | \$ | \$ |
| Exchange Traded Fund | 218,745 | 110,427 |
| NBI Active Global Equity Fund | 3,172 | - |
| NBI Bond Fund | 636,957 | 815,999 |
| NBI Canadian All Cap Equity Fund | 45,061 | 84,061 |
| NBI Canadian Equity Fund | 64,687 | 80,626 |
| NBI Canadian Equity Growth Fund | 64,662 | 81,782 |
| NBI Corporate Bond Fund | 346,525 | 408,798 |
| NBI Diversified Emerging Markets Equity Fund | 70,442 | 82,075 |
| NBI Global Equity Fund | 89,218 | 151,608 |
| NBI Global Tactical Bond Fund | 239,825 | 254,853 |
| NBI High Yield Bond Fund | 124,132 | 108,062 |
| NBI Preferred Equity Fund | 78,613 | 97,560 |
| NBI Small Cap Fund | 17,863 | 46,249 |
| NBI SmartData International Equity Fund | 43,082 | 86,685 |
| NBI SmartData U.S. Equity Fund | 77,459 | 129,377 |
| NBI Tactical Asset Allocation Fund | 282,297 | 329,973 |
| NBI U.S. Equity Private Portfolio | 96,322 | 94,099 |
| NBI Unconstrained Fixed Income Fund | 239,607 | 258,853 |
| Purpose Structured Equity Yield Portfolio II | 86,834 | 105,843 |
| Currency Risk (Note 5) |  |  |
| The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk. |  |  |

Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (10.5\%) |  |  |  |  |
| Morningstar EM Large-Mid Cap GR CAD (3\%) |  |  |  |  |
| Morningstar US Large Cap TR USD (10.5\%) |  |  |  |  |
| Morningstar Developed Markets ex North |  |  |  |  |
| America (6\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (70\%) | $\pm 277,829,067$ | $9.8 \pm$ | 313,986,013 | 9.4 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may
be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, | December 31, |
|  | 2022 | 2021 |
|  | \% | \% |
| American Equity Funds | 6.0 | 6.7 |
| Canadian Equity Funds | 6.8 | 11.7 |
| Cash, Money Market and Other Net Assets | (0.1) | 0.3 |
| Exchange Traded Funds | 7.0 | 3.3 |
| Fixed Income Funds | 59.1 | 55.3 |
| Global Equity Funds | 10.3 | 12.8 |
| Investment Funds | 10.0 | 9.9 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 2,606,758,056 | - | - | 2,606,758,056 |
| Exchange traded funds | 218,744,544 | - | - | 218,744,544 |
| Total investments | 2,825,502,600 | - | - | 2,825,502,600 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1 , Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 3,216,501,423 | - | - | 3,216,501,423 |
| Exchange traded funds | 110,426,970 | - | - | 110,426,970 |
| Total investments | 3,326,928,393 | - | - | 3,326,928,393 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1 , Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 60 | 16 |
|  | 60 | 16 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |
| Series F |  | - | 102 |  |
| Series 0 | 107 | - | 103 |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (92.3\%) |  |  |  |
| NBI Diversified Emerging Markets Equity Fund, Series 0 | 6,323,330 | 76,536,917 | 70,441,896 |
| NBI Tactical Asset Allocation Fund | 26,581,676 | 281,695,225 | 282,297,394 |
| Purpose Structured Equity Yield Portfolio II | 5,366,727 | 96,787,454 | 86,833,640 |
| NBI Active Global Equity Fund | 315,929 | 3,159,402 | 3,171,922 |
| NBI Bond Fund, Series 0 | 67,761,394 | 726,913,086 | 636,957,106 |
| NBI Canadian All Cap Equity Fund, Series 0 | 4,259,035 | 46,246,295 | 45,060,587 |
| NBI Canadian Equity Fund | 6,766,469 | 68,394,479 | 64,687,440 |
| NBI Canadian Equity Growth Fund, Series 0 | 2,278,450 | 50,061,330 | 64,662,410 |
| NBI Corporate Bond Fund, Series 0 | 35,687,409 | 390,518,698 | 346,524,741 |
| NBI Global Equity Fund, Series O | 2,070,013 | 62,409,276 | 89,217,573 |
| NBI Global Tactical Bond Fund, Series O US | 31,186,664 | 273,801,901 | 239,825,445 |
| NBI High Yield Bond Fund, Series 0 | 19,703,425 | 144,152,046 | 124,131,575 |
| NBI Preferred Equity Fund, Series 0 | 10,481,792 | 93,717,334 | 78,613,443 |
| NBI Small Cap Fund, Series 0 | 776,302 | 15,756,167 | 17,862,699 |
| NBI SmartData International Equity Fund, Series 0 | 4,248,746 | 44,596,415 | 43,082,286 |
| NBI SmartData U.S. Equity Fund, Series 0 | 6,051,509 | 76,572,636 | 77,459,320 |
| NBI U.S. Equity Private Portfolio, SERIES O | 7,884,417 | 100,621,381 | 96,321,553 |
| NBI Unconstrained Fixed Income Fund, Series O | 29,876,188 | 287,424,791 | 239,607,026 |
|  |  | 2,839,364,833 | 2,606,758,056 |
| Exchange Traded Funds (7.8\%) |  |  |  |
| NBI Active International Equity ETF | 1,317,673 | 31,389,365 | 28,079,612 |
| NBI Sustainable Canadian Bond ETF | 4,254,941 | 93,495,867 | 91,736,528 |
| NBI Sustainable Canadian Equity ETF | 2,036,935 | 65,130,833 | 65,650,415 |
| NBI Sustainable Global Equity ETF | 1,029,004 | 37,865,099 | 33,277,989 |
|  |  | 227,881,164 | 218,744,544 |
| Total Investments (100.1\%) |  | 3,067,245,997 * | 2,825,502,600 |
| Cash and Other Net Assets (-0.1\%) |  |  | $(2,036,474)$ |
| Net Assets (100\%) |  |  | $\underline{\text { 2,823,466,126 }}$ |

*Average cost of Investments as of December 31, 2021 is $\$ 3,093,813,197$.

## NBI Moderate Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor Series |  | Investor-2 Series |  | Series F |  | Series 0 |  | Series R |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ (192 \text { days }) \end{array}$ | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | S | \$ | \$ | \$ | \$ |
|  |  |  |  | 3,176,327 | 2,101,185 | 18,832 | 20,509 | 1,191 | . | 120,910 | 8,097 | 25,661 | 16,596 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(396,357)$ | 244,482 | $(2,096)$ | 1,665 | (699) | 16 | $(12,806)$ | 11,487 | $(3,103)$ | 2,071 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 553,516 | 1,280,237 | 39 | 19 | 18,735 | 1,410 | 15,474 | 123,142 | 1,879 | 10,947 |
| Reinvestments of distributions to holders of redeemable units |  | 61,034 | 69,890 | 220 | 392 | 361 | 34 | 4,262 | 3,878 | 1,110 | 1,247 |
| Redemption of redeemable units |  | $(528,237)$ | $(449,430)$ | $(6,727)$ | $(3,324)$ | $(3,536)$ | (235) | $(21,977)$ | $(21,816)$ | $(3,897)$ | $(3,642)$ |
| Total redeemable units transactions |  | 86,313 | 900,697 | $(6,468)$ | $(2,913)$ | 15,560 | 1,209 | $(2,241)$ | 105,204 | (908) | 8,552 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 26,278 | 7,023 | 104 | 61 | 258 | 8 | 3,088 | 1,564 | 187 | 59 |
| Net realized gain |  | 32,331 | 60,289 | 145 | 366 | 104 | 25 | 1,174 | 2,314 | 240 | 493 |
| Return of capital |  |  |  |  | - |  | - |  |  | 1,037 | 977 |
| Management fees rebate |  | 2,580 | 2,725 | 2 | 2 | 6 | 1 | - |  | 28 | 29 |
| Total distributions to investors |  | 61,189 | 70,037 | 251 | 429 | 368 | 34 | 4,262 | 3,878 | 1,492 | 1,558 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(371,233)$ | 1,075,142 | $(8,815)$ | $(1,677)$ | 14,493 | 1,191 | $(19,309)$ | 112,813 | $(5,503)$ | 9,065 |
| Net assets attributable to holders of redeemable units, end of the year |  | 2,805,094 | 3,176,327 | 10,017 | 18,832 | 15,684 | 1,191 | 101,601 | 120,910 | 20,158 | 25,661 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 255,770,618 | 179,748,605 | 1,507,096 | 1,744,992 | 116,635 | - | 11,113,340 | 797,397 | 2,512,985 | 1,655,514 |
| Redeemable units issued |  | 48,877,852 | 107,317,297 | 3,505 | 4,296 | 2,015,547 | 136,224 | 1,564,768 | 11,997,132 | 205,853 | 1,092,969 |
| Redeemable units issued on reinvestments |  | 5,703,071 | 5,607,564 | 20,498 | 31,233 | 40,865 | 3,288 | 455,806 | 354,792 | 127,421 | 121,834 |
| Redeemable units redeemed |  | ( $47,145,589)$ | $(36,902,848)$ | $(594,992)$ | $(273,425)$ | $(390,110)$ | $(22,877)$ | ( $2,232,743)$ | $(2,035,981)$ | $(434,087)$ | $(357,332)$ |
| Redeemable units outstanding, end of the year |  | 263,205,952 | 255,770,618 | 936,107 | 1,507,096 | 1,782,937 | 116,635 | 10,901,171 | 11,113,340 | 2,412,172 | 2,512,985 |


|  | Note | Series R-2 |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 6,142 | 6,925 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (654) | 552 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 2 | (5) |
| Reinvestments of distributions to holders of redeemable units |  | 122 | 200 |
| Redemption of redeemable units |  | $(1,574)$ | $(1,130)$ |
| Total redeemable units transactions |  | $(1,450)$ | (935) |
| Distributions to investors | 2 |  |  |
| Net investment income |  | 40 | 20 |
| Net realized gain |  | 45 | 119 |
| Return of capital |  | 203 | 260 |
| Management fees rebate |  | 1 | 1 |
| Total distributions to investors |  | 289 | 400 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,393)$ | (783) |
| Net assets attributable to holders of redeemable units, end of the year |  | 3,749 | 6,142 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 597,253 | 687,467 |
| Redeemable units issued |  | 219 | 369 |
| Redeemable units issued on reinvestments |  | 14,038 | 19,386 |
| Redeemable units redeemed |  | $(166,245)$ | $(109,969)$ |
| Redeemable units outstanding, end of the year |  | 445,265 | 597,253 |

[^2]
## Statements of Cash Flows for the Years Ended December 31

 (in thousands Canadian dollars)Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of
reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units

## Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 |  |  |
|  |  |  |
|  | $(36,228)$ | (125,411) |
|  | 486,156 | $(130,376)$ |
|  | (529,318) | (1,095,950) |
|  | 463,918 | 252,742 |
|  | (273) |  |
|  | (690) | (524) |
|  | (748) | 1,807 |
|  | $(32,898)$ | (837,439) |
| 2 |  |  |
|  |  |  |
|  | (742) | (695) |
|  | 590,893 | 1,322,159 |
|  | $(567,408)$ | (477,327) |
|  | 22,743 | 844,137 |
|  |  |  |
| $(10,155)$10,239 |  | 6,698 |
|  |  | 3,541 |
| 84 |  | 10,239 |
|  |  |  |
|  |  |  |
| 573 |  |  |
|  | 931 | 237 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Moderate Portfolio's investment objective is to to ensure a high level of current income and longterm capital appreciation. To do this, it invests primarily in a diverse mix of mutual funds (that may include exchange-traded funds ("ETFs")) that are fixed income funds and equity funds.
The portfolio manager invests up to $100 \%$ of its net assets in mutual funds and ETFs. The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Fund is generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 19, 2017 | Q | A | 1.60 | 0.16 |
| Investor Series-2 | May 19, 2017 | Q | A | 1.50 | 0.10 |
| Series F | June 22, 2021 | Q | A | 1.10 | 0.16 |
| Series 0 | December 3, 2020 | Q | A |  | 0.02 |
| Series R | May 19, 2017 | M | A | 1.60 | 0.16 |
| Series R-2 | May 19, 2017 | M | A | 1.50 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment $\qquad$ | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 10.66 |  | 10.66 |
| Investor-2 Series | 10.70 |  | 10.70 |
| Series F | 8.80 |  | 8.80 |
| Series 0 | 9.32 |  | 9.32 |
| Series R | 8.36 |  | 8.36 |
| Series R-2 | 8.42 | - | 8.42 |


|  | As at December 31, 2021 |  |  |
| :--- | ---: | ---: | ---: |
|  | Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$ \mathbf{\$}$ | $\$$ |  |
|  | 12.43 | $(0.01)$ | 12.42 |
| Investor Series | 12.51 | $(0.01)$ | 12.50 |
| Investor-2 Series | 10.22 | $(0.01)$ | 10.21 |
| Series F | 10.89 | $(0.01)$ | 10.8 |
| Series 0 | 10.22 | $(0.01)$ | 10.21 |
| Series R | 10.29 | $(0.01)$ | 10.28 |
| Series R-2 |  |  |  |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 20 | 100 | - | - |
| Net Income Received by the Fund | 10 | 50 | - | - |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 10 | 50 | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value

## December 31, December 31,

| December 31, <br> 2022 | December 31, <br>  <br> , 658 |
| ---: | ---: |
| $\$$ | 157,397 |

Exchange Traded Fund

| 288,658 | 157,397 |
| ---: | ---: |
| 3,263 | - |
| 508,113 | 612,819 |

NBI Active Global Equity Fund
NBI Bond Fund
$\begin{array}{rr}508,113 & 612,819 \\ 81,563 & 132,299\end{array}$
NBI Canadian All Cap Equity Fund
NBI Canadian Equity Fund
NBI Canadian Equity Growth Fund 103,459 127,285

NBI Corporate Bond Fund
NBI Diversified Emerging Markets Equity Fund
103,570 129,408
$\begin{array}{ll}287,095 & 304,004 \\ 118,968 & 122,505\end{array}$
NBI Global Equity Fund
NBI Global Tactical Bond Fund
178,209 241,279
203,426 187,420

NBI Preferred Equity Fund

| 56,485 | 48,600 |
| :--- | :--- |
| 63,747 | 78,732 |

NBI Small Cap Fund
40,096 83,630

BI SmartData International Equity Fund
$-\quad 140,351$

NBI SmartData U.S. Equity Fund
NBI Tactical Asset Allocation Fund
$119,653 \quad 140,351$
295,867 324,557
NBI Unconstrained Fixed Income Fund
Purpose Structured Equity Yield Portfolio II

- 191,049
$\begin{array}{r}191,049 \\ \hline \quad 111,747\end{array}$


## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Price Risk (Note 5)

The Fund's Benchmark
Composition
Morningstar Canada Large-Mid Cap GR
CAD (15.75\%)
Morningstar EM Large-Mid Cap GR CA
(4.5\%)
4.5\%)

Morningstar US Large Cap TR USD
15.75\%)

Morningstar Developed Markets ex North
America (9\%)
Morningstar Canada Liquid Bond New
GR CAD (55\%) $\pm 296,812,846 \quad 10.0 \pm 324,524,253$
9.7

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| American Equity Funds | 9.0 | 10.5 |
| Canadian Equity Funds | 11.1 | 16.5 |
| Cash, Money Market and Other Net Assets | (0.1) | 0.1 |
| Exchange Traded Funds | 9.8 | 4.7 |
| Fixed Income Funds | 44.8 | 40.1 |
| Global Equity Funds | 15.4 | 18.4 |
| Investment Funds | 10.0 | 9.7 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 2,670,883,010 | - | - | 2,670,883,010 |
| Exchange traded funds | 288,657,986 | - | - | 288,657,986 |
| Total investments | 2,959,540,996 | - | - | 2,959,540,996 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 3,186,672,577 | - | - | 3,186,672,577 |
| Exchange traded funds | 157,396,577 | - | - | 157,396,577 |
| Total investments | 3,344,069,154 | - | - | 3,344,069,154 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 51 | 24 |
| Related Entities | 51 | 24 |

Positions Held by Related Parties (Note 8)

Series F
Series O

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: |
| Units | $\%$ | Units | $\%$ |
| 108 | - | 102 | - |
| 103 | - |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number <br> of units | Average <br> Cost | Fair |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
| Value |  |  |  |  |  |

*Average cost of Investments as of December 31, 2021 is $\$ 3,001,870,390$.

## NBI Balanced Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 4,712,506 | 5,394,472 |
| Cash |  | 5,082 | 1,964 |
| Subscriptions receivable |  | 1,836 | 2,299 |
| Interest receivable |  | 249 | - |
| Dividends receivable |  | 2,589 | 1,027 |
| Total assets |  | 4,722,262 | 5,399,762 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 1,277 | 3,635 |
| Accrued expenses |  | 7,831 | 9,254 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 9,108 | 12,889 |
| Net assets attributable to holders of redeemable units |  | 4,713,154 | 5,386,873 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | 4,340,796 | 4,984,600 |
| Investor-2 Series |  | 35,781 | 64,532 |
| Advisor-2 Series |  | 2,312 | 3,426 |
| Series F |  | 49,810 | 6,908 |
| Series F-2 |  | 384 | 473 |
| Series 0 |  | 269,872 | 307,345 |
| Series R |  | 12,080 | 15,073 |
| Series R-2 |  | 2,119 | 4,516 |
|  |  | 4,713,154 | 5,386,873 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | 11.34 | 13.22 |
| Investor-2 Series |  | 11.49 | 13.43 |
| Advisor-2 Series |  | 11.51 | 13.44 |
| Series F |  | 8.88 | 10.32 |
| Series F-2 |  | 11.69 | 13.65 |
| Series 0 |  | 9.66 | 11.28 |
| Series R |  | 8.55 | 10.54 |
| Series R-2 |  | 8.70 | 10.71 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)| Income |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
|  | 2 |  |  |
| Interest income for distribution purposes |  | 569 | - |
| Dividends income |  | 3,479 | 1,506 |
| Income from mutual funds |  | 117,367 | 78,738 |
| Income from securities lending |  | 2 | 1 |
| Other income |  | 2,423 | 1,393 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 85,695 | 268,259 |
| Net realized gains (losses) on foreign currencies |  |  | 47 |
| Change in net unrealized appreciation/depreciation on investments |  | $(779,852)$ | 298,963 |
| Change in unrealized gains/losses on foreign currencies |  | 130 | 35 |
| Total income |  | $(570,187)$ | 648,942 |
| Expenses | 8 |  |  |
| Management fees |  | 91,141 | 89,750 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  |  | 38 |
| Fixed-administration fees |  | 8,406 | 8,244 |
| Fees paid by the manager |  | $(6,045)$ | $(5,078)$ |
| Transaction costs on purchase and sale of investments | 8 | 83 | 51 |
| Total expenses |  | 93,587 | 93,007 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (663,774) | 555,935 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(619,336)$ | 510,032 |
| Investor-2 Series |  | $(7,074)$ | 7,602 |
| Advisor-2 Series |  | (397) | 422 |
| Series F |  | $(2,033)$ | 181 |
| Series F-2 |  | (55) | 62 |
| Series 0 |  | $(32,593)$ | 35,469 |
| Series R |  | $(1,813)$ | 1,604 |
| Series R-2 |  | (473) | 563 |
|  |  | (663,774) | 555,935 |
| Average number of units | 2 |  |  |
| Investor Series |  | 377,887,153 | 340,119,909 |
| Investor-2 Series |  | 3,642,575 | 4,971,499 |
| Advisor-2 Series |  | 222,277 | 274,515 |
| Series F |  | 4,019,918 | 273,508 |
| Series F-2 |  | 33,466 | 37,144 |
| Series 0 |  | 27,223,525 | 22,098,347 |
| Series R |  | 1,415,407 | 1,304,497 |
| Series R-2 |  | 295,030 | 450,604 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (1.64) | 1.50 |
| Investor-2 Series |  | (1.94) | 1.53 |
| Advisor-2 Series |  | (1.78) | 1.54 |
| Series F |  | (0.51) | 0.67 |
| Series F-2 |  | (1.62) | 1.66 |
| Series 0 |  | (1.20) | 1.61 |
| Series R |  | (1.28) | 1.23 |
| Series R-2 |  | (1.61) | 1.25 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor Series |  | Investor-2 Series |  | Advisor-2 Series |  | Series F |  | Series F-2 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (192 days) } \\ \hline \end{array}$ | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  |  |  |  | 4,984,600 | 3,131,885 | 64,532 | 64,674 | 3,426 | 3,693 | 6,908 | . | 473 | 474 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(619,336)$ | 510,032 | $(7,074)$ | 7,602 | (397) | 422 | $(2,033)$ | 181 | (55) | 62 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 739,774 | 2,061,053 | 195 | 190 | 26 | (3) | 56,792 | 8,317 | - | (1) |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| units <br> Redemption of redeemable units |  | $\begin{array}{r} 95,650 \\ (764,137) \\ \hline \end{array}$ | $\begin{gathered} 129,385 \\ (718,280) \\ \hline \end{gathered}$ | $\begin{array}{r} 898 \\ (21,813) \\ \hline \end{array}$ | $\begin{gathered} 1,578 \\ (7,815) \end{gathered}$ | $\begin{array}{r} 51 \\ (734) \\ \hline \end{array}$ | $\begin{array}{r} 76 \\ (671) \\ \hline \end{array}$ | $\begin{gathered} 1,170 \\ (11,819) \end{gathered}$ | $\begin{gathered} 182 \\ (1,591) \\ \hline \end{gathered}$ | $\begin{gathered} 6 \\ (27) \\ \hline \end{gathered}$ | $\begin{gathered} 6 \\ (54) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | 71,287 | 1,472,158 | $(20,720)$ | $(6,047)$ | (657) | (598) | 46,143 | 6,908 | (21) | (49) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 15,197 | 177 | 200 | 54 | 15 | 3 | 625 | 16 | 6 | 1 |
| Net realized gain |  | 76,690 | 125,177 | 757 | 1,643 | 45 | 88 | 570 | 164 | 7 | 13 |
| Management fees rebate |  | 3,868 | 4,121 |  | - |  | - | 13 | 1 | - | - |
| Total distributions to investors |  | 95,755 | 129,475 | 957 | 1,697 | 60 | 91 | 1,208 | 181 | 13 | 14 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(643,804)$ | 1,852,715 | $(28,751)$ | (142) | $(1,114)$ | (267) | 42,902 | 6,908 | (89) | (1) |
| Net assets attributable to holders of redeemable units, end of the year |  | 4,340,796 | 4,984,600 | 35,781 | 64,532 | 2,312 | 3,426 | 49,810 | 6,908 | 384 | 473 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 376,919,118 | 258,006,496 | 4,805,886 | 5,263,031 | 254,931 | 300,242 | 669,374 |  | 34,672 | 38,220 |
| Redeemable units issued |  | 61,610,625 | 165,000,524 | 16,109 | 24,814 | 2,137 | 327 | 6,059,860 | 804,249 | - | - |
| Redeemable units issued on reinvestments |  | 8,390,572 | 9,727,036 | 77,817 | 116,791 | 4,444 | 5,624 | 131,192 | 17,492 | 512 | 464 |
| Redeemable units redeemed |  | (64,158,420) | $(55,814,938)$ | $(1,786,680)$ | $(598,750)$ | $(60,582)$ | $(51,262)$ | $(1,253,634)$ | $(152,367)$ | $(2,333)$ | $(4,012)$ |
| Redeemable units outstanding, end of the year |  | 382,761,895 | 376,919,118 | 3,113,132 | 4,805,886 | 200,930 | 254,931 | 5,606,792 | 669,374 | 32,851 | 34,672 |



[^3]Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdratt), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | (663,774) | 555,935 |
|  | $(85,695)$ | $(268,259)$ |
|  |  | (47) |
|  | 779,852 | $(298,963)$ |
|  | (130) | (35) |
|  | $(924,921)$ | (1,910,351) |
|  | 912,730 | 537,488 |
|  | (249) |  |
|  | $(1,562)$ | $(1,027)$ |
|  | $(1,423)$ | 3,403 |
|  | 14,828 | $(1,381,856)$ |
| 2 |  |  |
|  | (446) | (488) |
|  | 839,460 | 2,151,634 |
|  | (850,854) | $(771,948)$ |
| $(11,840)$ |  | 1,379,198 |
|  | - | 47 |
|  | 130 | 35 |
|  | 2,988 | $(2,658)$ |
|  | 1,964 | 4,540 |
| 5,082 |  | 1,964 |
|  | 320 | - |
|  | 1,917 | 479 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Balanced Portfolio's investment objective is to ensure current income and long-term capital appreciation. To do this, it invests primarily in a diverse mix of mutual funds (that may include exchangetraded funds ("ETFs")) that are fixed income funds and equity funds.
The portfolio manager invests up to $100 \%$ of its net assets in mutual funds and ETFs. The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Fund is generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 19, 2017 | Q | A | 1.75 | 0.16 |
| Investor Series-2 | May 19, 2017 | Q | A | 1.50 | 0.10 |
| Advisor Series-2 | May 19, 2017 | Q | A | 1.50 | 0.10 |
| Series F | June 22, 2021 | Q | A | 1.15 | 0.16 |
| Series F-2 | May 19, 2017 | Q | A | 0.75 | 0.10 |
| Series 0 | December 3, 2020 | Q | A | - | 0.02 |
| Series R | May 19, 2017 | M | A | 1.75 | 0.16 |
| Series R-2 | May 19, 2017 | M | A | 1.50 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 11.34 | - | 11.34 |
| Investor-2 Series | 11.49 | - | 11.49 |
| Advisor-2 Series | 11.51 | - | 11.51 |
| Series F | 8.88 | - | 8.88 |
| Series F-2 | 11.69 | - | 11.69 |
| Series 0 | 9.66 | - | 9.66 |
| Series R | 8.55 | - | 8.55 |
| Series R-2 | 8.70 | - | 8.70 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 13.24 | (0.02) | 13.22 |
| Investor-2 Series | 13.44 | (0.01) | 13.43 |
| Advisor-2 Series | 13.45 | (0.01) | 13.44 |
| Series F | 10.33 | (0.01) | 10.32 |
| Series F-2 | 13.67 | (0.02) | 13.65 |
| Series 0 | 11.29 | (0.01) | 11.28 |
| Series R | 10.55 | (0.01) | 10.54 |
| Series R-2 | 10.72 | (0.01) | 10.71 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 4 | 100 | 2 | 100 |
| Net Income Received by the Fund | 2 | 50 | 1 | 50 |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 2 | 50 | 1 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value

## December 31, December 31,

| 2022 |
| ---: |

Exchange Traded Fund
NBI Active Global Equity Fund
NBI Bond Fund
NBI Canadian All Cap Equity Fund
NBI Canadian Equity Fund
NBI Canadian Equity Growth Fund
NBI Corporate Bond Fund
NBI Diversified Emerging Markets Equity Fund
NBI Global Equity Fund
NBI Global Tactical Bond Fund
NBI High Yield Bond Fund
NBI Preferred Equity Fund
NBI Small Cap Fund
NBI SmartData International Equity Fund
NBI SmartData U.S. Equity Fund
NBI Tactical Asset Allocation Fund
NBI U.S. Equity Private Portfolio
NBI Unconstrained Fixed Income Fund
Purpose Structured Equity Yield Portfolio II

| $\mathbf{\$}$ | $\mathbf{\$}$ |
| ---: | ---: |
| 512,576 | 288,026 |
| 5,178 | - |
| 517,492 | 646,418 |
| 160,692 | 283,432 |
| 231,179 | 272,293 |
| 231,032 | 277,322 |
| 338,042 | 318,340 |
| 265,411 | 269,788 |
| 436,678 | 514,889 |
| 235,568 | 212,574 |
| 29,573 | 25,744 |
| 80,039 | 101,105 |
| 91,482 | 186,180 |
| 144,664 | 311,338 |
| 258,331 | 467,898 |
| 471,207 | 521,756 |
| 315,440 | 297,749 |
| 235,843 | 216,322 |
| 152,080 | 183,299 |

Currency Risk (Note 5)


This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 99,194$ (\$ 92,311 as at December 31, 2021).

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR CAD (21\%) |  |  |  |  |
| Morningstar EM Large-Mid Cap GR CAD (6\%) |  |  |  |  |
| Morningstar US Large Cap TR USD (21\%) |  |  |  |  |
| Morningstar Developed Markets ex North America (12\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (40\%) | 465,188,331 | $9.9 \pm$ | 514,985,086 | 9.6 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, | December 31, |
|  | 2022 | 2021 |
| American Equity Funds | 12.2 | 14.2 |
| Canadian Equity Funds | 15.2 | 20.8 |
| Cash, Money Market and Other Net Assets | - | (0.1) |
| Exchange Traded Funds | 10.9 | 5.3 |
| Fixed Income Funds | 30.5 | 26.4 |
| Global Equity Funds | 21.2 | 23.7 |
| Investment Funds | 10.0 | 9.7 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 4,199,930,130 | - | - | 4,199,930,130 |
| Exchange traded funds | 512,575,765 | - | - | 512,575,765 |
| Total investments | 4,712,505,895 | - | - | 4,712,505,895 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 5,106,446,427 |  |  | 5,106,446,427 |
| Exchange traded funds | 288,025,818 |  | - | 288,025,818 |
| Total investments | 5,394,472,245 | - | - | 5,394,472,245 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br> 2022 | December 31, <br>  <br>  <br>  <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 83 | 51 |
|  | 83 | 51 |

Positions Held by Related Parties (Note 8)


Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (89.1\%) |  |  |  |
| NBI Diversified Emerging Markets Equity Fund, Series 0 | 23,825,055 | 289,327,879 | 265,411,107 |
| NBI Tactical Asset Allocation Fund | 44,369,773 | 471,686,697 | 471,206,985 |
| Purpose Structured Equity Yield Portfolio II | 9,399,241 | 169,416,364 | 152,079,726 |
| NBI Active Global Equity Fund | 515,781 | 5,158,002 | 5,178,442 |
| NBI Bond Fund, Series 0 | 55,052,315 | 580,651,119 | 517,491,760 |
| NBI Canadian All Cap Equity Fund, Series 0 | 15,188,303 | 166,736,275 | 160,692,249 |
| NBI Canadian Equity Fund | 24,181,914 | 244,113,428 | 231,179,093 |
| NBI Canadian Equity Growth Fund, Series O | 8,140,668 | 176,016,966 | 231,032,146 |
| NBI Corporate Bond Fund, Series 0 | 34,813,775 | 375,315,057 | 338,041,752 |
| NBI Global Equity Fund, Series O | 10,131,731 | 320,469,176 | 436,677,598 |
| NBI Global Tactical Bond Fund, Series O US | 30,633,017 | 266,764,911 | 235,567,902 |
| NBI High Yield Bond Fund, Series O | 4,694,146 | 33,790,929 | 29,573,117 |
| NBI Preferred Equity Fund, Series 0 | 10,671,885 | 95,132,946 | 80,039,139 |
| NBI Small Cap Fund, Series O | 3,975,742 | 80,153,988 | 91,481,829 |
| NBI SmartData International Equity Fund, Series 0 | 14,266,656 | 151,405,859 | 144,663,887 |
| NBI SmartData U.S. Equity Fund, Series 0 | 20,182,085 | 253,693,585 | 258,330,689 |
| NBI U.S. Equity Private Portfolio, Series 0 | 25,820,396 | 323,960,307 | 315,440,029 |
| NBI Unconstrained Fixed Income Fund, Series O | 29,406,818 | 279,428,794 | 235,842,680 |
|  |  | 4,283,222,282 | 4,199,930,130 |
| Exchange Traded Funds (10.9\%) |  |  |  |
| Canada (10.9\%) |  |  |  |
| NBI Active International Equity ETF | 4,507,745 | 101,785,434 | 96,060,046 |
| NBI Sustainable Canadian Bond ETF | 2,990,405 | 65,913,369 | 64,473,132 |
| NBI Sustainable Canadian Equity ETF | 7,442,434 | 234,026,004 | 239,869,648 |
| NBI Sustainable Global Equity ETF | 3,468,551 | 121,342,638 | 112,172,939 |
|  |  | 523,067,445 | 512,575,765 |
| Total Investments (100.0\%) |  | 4,806,289,727 * | 4,712,505,895 |
| Cash and Other Net Assets (0.0\%) |  |  | 648,419 |
| Net Assets (100\%) |  |  | 4,713,154,314 |

[^4]
## NBI Growth Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Dividends income |  | 1,910 | 814 |
| Income from mutual funds |  | 38,061 | 26,814 |
| Income from securities lending |  | 1 | - |
| Other income |  | 1,403 | 448 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 57,026 | 138,055 |
| Net realized gains (losses) on foreign currencies |  | - | 21 |
| Change in net unrealized appreciation/depreciation on investments |  | $(335,254)$ | 171,552 |
| Change in unrealized gains/losses on foreign currencies |  | 59 | 16 |
| Total income |  | $(236,794)$ | 337,720 |
| Expenses | 8 |  |  |
| Management fees |  | 36,714 | 36,740 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 42 | 77 |
| Fixed-administration fees |  | 3,123 | 3,088 |
| Fees paid by the manager |  | $(2,463)$ | $(1,888)$ |
| Transaction costs on purchase and sale of investments | 8 | 38 | 29 |
| Total expenses |  | 37,456 | 38,048 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(274,250)$ | 299,672 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(235,889)$ | 250,861 |
| Investor-2 Series |  | $(5,509)$ | 7,663 |
| Series F |  | (896) | 2 |
| Series 0 |  | $(31,232)$ | 40,257 |
| Series R |  | (724) | 889 |
|  |  | $(274,250)$ | 299,672 |
| Average number of units | 2 |  |  |
| Investor Series |  | 130,411,112 | 120,179,288 |
| Investor-2 Series |  | 2,717,553 | 3,427,762 |
| Series F |  | 2,202,152 | 2,952 |
| Series 0 |  | 25,877,176 | 19,741,818 |
| Series R |  | 491,964 | 527,478 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (1.81) | 2.09 |
| Investor-2 Series |  | (2.03) | 2.24 |
| Series F |  | (0.41) | 0.55 |
| Series 0 |  | (1.21) | 2.04 |
| Series R |  | (1.47) | 1.69 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor Series |  | Investor-2 Series |  | Series F |  | Series 0 |  | Series R |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ (192 \text { days }) \end{array}$ | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ |  | \$ | \$ | \$ | \$ |
|  |  |  |  | 1,885,776 | 1,080,298 | 49,405 | 46,846 | 30 | . | 295,393 | 1,245 | 6,150 | 4,871 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(235,889)$ | 250,861 | $(5,509)$ | 7,663 | (896) | 2 | $(31,232)$ | 40,257 | (724) | 889 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 244,370 | 871,154 | 99 | 29 | 32,201 | 83 | 50,776 | 291,149 | 437 | 1,678 |
| Reinvestments of distributions to holders of redeemable units |  | 38,838 | 47,479 | 802 | 1,679 | 511 |  | 6,866 | 14,494 | 389 | 436 |
| Redemption of redeemable units |  | $(318,599)$ | $(316,515)$ | $(13,618)$ | $(5,109)$ | $(2,893)$ | (54) | $(44,952)$ | $(37,258)$ | $(1,859)$ | $(1,264)$ |
| Total redeemable units transactions |  | (35,391) | 602,118 | $(12,717)$ | $(3,401)$ | 29,819 | 29 | 12,690 | 268,385 | $(1,033)$ | 850 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  |  |  | 15 | - | 31 | - | 694 |  | - |  |
| Net realized gain |  | 37,500 | 46,010 | 795 | 1,703 | 485 | 1 | 6,172 | 14,494 | 104 | 154 |
| Return of capital |  |  |  |  |  |  | - |  |  | 297 | 301 |
| Management fees rebate |  | 1,383 | 1,491 |  | - | 5 | - |  |  | 4 | 5 |
| Total distributions to investors |  | 38,883 | 47,501 | 810 | 1,703 | 521 | 1 | 6,866 | 14,494 | 405 | 460 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(310,163)$ | 805,478 | $(19,036)$ | 2,559 | 28,402 | 30 | $(25,408)$ | 294,148 | $(2,162)$ | 1,279 |
| Net assets attributable to holders of redeemable units, end of the year |  | 1,575,613 | 1,885,776 | 30,369 | 49,405 | 28,432 | 30 | 269,985 | 295,393 | 3,988 | 6,150 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 132,735,628 | 86,035,854 | 3,381,445 | 3,622,378 | 2,860 | - | 25,618,084 | 121,920 | 554,743 | 471,739 |
| Redeemable units issued |  | 19,010,918 | 66,683,818 | 7,559 | 10,983 | 3,402,334 | 7,924 | 4,894,502 | 27,538,163 | 44,733 | 159,788 |
| Redeemable units issued on reinvestments |  | 3,186,534 | 3,314,385 | 63,670 | 113,824 | 56,281 | 40 | 679,851 | 1,245,250 | 41,777 | 39,588 |
| Redeemable units redeemed |  | (24,974,001) | $(23,298,429)$ | $(1,029,564)$ | $(365,740)$ | $(317,275)$ | $(5,104)$ | $(4,340,955)$ | $(3,287,249)$ | $(190,605)$ | $(116,372)$ |
| Redeemable units outstanding, end of the year |  | 129,959,079 | 132,735,628 | 2,423,110 | 3,381,445 | 3,144,200 | 2,860 | 26,851,482 | 25,618,084 | 450,648 | 554,743 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(274,250)$ | 299,672 |
|  | $(57,026)$ | $(138,055)$ |
|  |  | (21) |
|  | 335,254 | $(171,552)$ |
|  | (59) | (16) |
|  | $(395,200)$ | $(1,025,136)$ |
|  | 449,329 | 344,148 |
|  | (27) | - |
|  | (872) | (557) |
|  | (726) | 1,594 |
|  | 56,423 | $(689,923)$ |
| 2 |  |  |
|  | (79) | (71) |
|  | 328,087 | 1,046,560 |
|  | $(381,995)$ | $(360,753)$ |
| $(53,987)$ |  | 685,736 |
|  | - | 21 |
|  | 59 | 16 |
|  | 2,436 | $(4,187)$ |
|  | $(1,991)$ | 2,159 |
|  | 504 | $(1,991)$ |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Growth Porffolio's investment objective is to ensure long-term capital appreciation and some current income. To do this, it invests primarily in a diverse mix of mutual funds (that may include exchange-traded funds ("ETFs")) that are fixed income funds and equity funds.
The portfolio manager invests up to $100 \%$ of its net assets in mutual funds and ETFs. The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Fund is generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 19, 2017 | Q | A | 1.90 | 0.16 |
| Investor Series-2 | May 19, 2017 | Q | A | 1.40 |  |
| Series F | June 22, 2021 | Q | A | 1.20 | 0.16 |
| Series 0 | December 3, 2020 | Q | A | - | 0.02 |
| Series R | May 19, 2017 | M | A | 1.90 | 0.16 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 12.12 | - | 12.12 |
| Investor-2 Series | 12.53 | - | 12.53 |
| Series F | 9.04 | - | 9.04 |
| Series 0 | 10.05 | - | 10.05 |
| Series R | 8.85 | - | 8.85 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 14.22 | (0.01) | 14.21 |
| Investor-2 Series | 14.62 | (0.01) | 14.61 |
| Series F | 10.46 | (0.01) | 10.45 |
| Series 0 | 11.54 | (0.01) | 11.53 |
| Series R | 11.10 | (0.01) | 11.09 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\%$ |  |
| 2 | 100 | - | - |  |
| 1 | 50 | - | - |  |
| 1 | 50 | - | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value


The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 44,906$ ( $\$ 41,790$ as at December 31, 2021)

## Price Risk (Note 5)

Composition
Morningstar Canada Large-Mid Cap GR
CAD (28\%)
Morningstar EM Large-Mid Cap GR CAD
(8\%)
Morningstar US Large Cap TR USD
(28\%)
Morningstar Developed Markets ex North
America (16\%)
Morningstar Canada Liquid Bond New
GR CAD (20\%)
$\pm 183,777,675 \quad 9.6 \pm 209,136,456$
9.4

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31 2022 | December 31, 2021 |
|  | \% | \% |
| American Equity Funds | 18.6 | 19.2 |
| Canadian Equity Funds | 20.8 | 25.3 |
| Cash, Money Market and Other Net Assets | - | (0.2) |
| Exchange Traded Funds | 13.5 | 7.0 |
| Fixed Income Funds | 11.8 | 8.8 |
| Global Equity Funds | 25.3 | 30.3 |
| Investment Funds | 10.0 | 9.6 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 1,651,751,082 | - | - | 1,651,751,082 |
| Exchange traded funds | 257,043,233 | - | - | 257,043,233 |
| Total investments | 1,908,794,315 | - | - | 1,908,794,315 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 2,084,617,136 |  |  | 2,084,617,136 |
| Exchange traded funds | 156,534,074 | - | - | 156,534,074 |
| Total investments | 2,241,151,210 | - | - | 2,241,151,210 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$ 8$ | $\$$ |
| Related Entities | 38 | 29 |

Positions Held by Related Parties (Note 8)

Series F
Series O

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: |
| Units | $\%$ | Units | $\%$ |
| 108 | - | 103 | 4 |
| 105 | - |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Number <br> of units | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |


| Mutual Funds (86.5\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| NBI Diversified Emerging Markets Equity Fund, Series 0 | 13,143,887 | 163,796,202 | 146,422,900 |
| NBI Tactical Asset Allocation Fund | 17,986,900 | 192,686,760 | 191,020,879 |
| Purpose Structured Equity Yield Portfolio II | 3,409,825 | 61,380,836 | 55,170,972 |
| NBI Active Global Equity Fund | 209,946 | 2,099,539 | 2,107,859 |
| NBI Bond Fund, Series 0 | 5,935,617 | 61,008,634 | 55,794,797 |
| NBI Canadian All Cap Equity Fund, Series 0 | 8,370,453 | 92,550,912 | 88,559,391 |
| NBI Canadian Equity Fund | 13,423,709 | 135,544,484 | 128,330,653 |
| NBI Canadian Equity Growth Fund, Series 0 | 4,513,775 | 101,926,917 | 128,100,936 |
| NBI Corporate Bond Fund, Series 0 | 4,741,125 | 49,381,078 | 46,036,321 |
| NBI Global Equity Fund, Series O | 4,271,258 | 130,434,579 | 184,091,214 |
| NBI Global Tactical Bond Fund, Series O US | 6,483,410 | 56,023,969 | 49,857,425 |
| NBI High Yield Bond Fund, Series O | 1,521,334 | 11,244,220 | 9,584,402 |
| NBI Preferred Equity Fund, Series O | 1,643,648 | 14,670,178 | 12,327,363 |
| NBI Small Cap Fund, Series 0 | 2,250,421 | 46,241,617 | 51,782,183 |
| NBI SmartData International Equity Fund, Series O | 9,610,938 | 102,703,998 | 97,454,909 |
| NBI SmartData U.S. Equity Fund, Series 0 | 11,200,959 | 143,781,055 | 143,372,272 |
| NBI U.S. Equity Private Portfolio, SERIES 0 | 17,349,688 | 217,209,472 | 211,955,937 |
| NBI Unconstrained Fixed Income Fund, Series O | 6,207,066 | 58,359,832 | 49,780,669 |
|  |  | 1,641,044,282 | 1,651,751,082 |
| Exchange Traded Funds (13.5\%) |  |  |  |
| NBI Active International Equity ETF | 2,457,202 | 55,205,671 | 52,362,975 |
| NBI Sustainable Canadian Bond ETF | 323,953 | 7,109,336 | 6,984,427 |
| NBI Sustainable Canadian Equity ETF | 4,087,587 | 128,728,827 | 131,742,929 |
| NBI Sustainable Global Equity ETF | 2,039,360 | 71,152,506 | 65,952,902 |
|  |  | 262,196,340 | 257,043,233 |
| Total Investments (100.0\%) |  | 1,903,240,622 * | 1,908,794,315 |
| Cash and Other Net Assets (0.0\%) |  |  | $(407,246)$ |
| Net Assets (100\%) |  |  | $\underline{\text { 1,908,387,069 }}$ |

*Average cost of Investments as of December 31, 2021 is $\$ 1,900,343,564$.

## NBI Equity Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Statements of Comprehensive Income for the Years Ended December 31

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 9 | - |
| Dividends income |  | 644 | 331 |
| Income from mutual funds |  | 9,747 | 5,807 |
| Income from securities lending |  |  | 2 |
| Other income |  | 293 | 80 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 10,240 | 29,459 |
| Net realized gains (losses) on foreign currencies |  | 49 | 14 |
| Net realized gains (losses) on forwards currency |  | (12) | (3) |
| Change in net unrealized appreciation/depreciation on investments |  | $(78,577)$ | 43,198 |
| Change in unrealized gains/losses on foreign currencies |  | 4 | (4) |
| Total income |  | $(57,603)$ | 78,884 |
| Expenses | 8 |  |  |
| Management fees |  | 9,928 | 7,986 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | - | 1 |
| Fixed-administration fees |  | 816 | 656 |
| Fees paid by the manager |  | (745) | (466) |
| Withholding taxes | 2 | 13 | 15 |
| Transaction costs on purchase and sale of investments | 8 | 24 | 8 |
| Total expenses |  | 10,038 | 8,202 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(67,641)$ | 70,682 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(58,964)$ | 59,242 |
| Investor-2 Series |  | (237) | 395 |
| Series F |  | (230) | - |
| Series 0 |  | $(7,959)$ | 10,613 |
| Series R |  | (208) | 302 |
| Series R-2 |  | (43) | 130 |
|  |  | $(67,641)$ | 70,682 |
| Average number of units | 2 |  |  |
| Investor Series |  | 32,265,511 | 23,837,639 |
| Investor-2 Series |  | 98,058 | 153,591 |
| Series F |  | 511,333 | 244 |
| Series 0 |  | 6,447,861 | 4,577,559 |
| Series R |  | 123,897 | 154,464 |
| Series R-2 |  | 18,719 | 61,342 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (1.83) | 2.49 |
| Investor-2 Series |  | (2.41) | 2.58 |
| Series F |  | (0.45) | 1.01 |
| Series 0 |  | (1.23) | 2.32 |
| Series R |  | (1.68) | 1.96 |
| Series R-2 |  | (2.25) | 2.13 |

## (in thousands Canadian dollars, except per unit amounts)

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


|  | Note | Series R-2 |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 398 | 934 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (43) | 130 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 2 | 41 |
| Reinvestments of distributions to holders of redeemable units |  | 7 | 36 |
| Redemption of redeemable units |  | (227) | (699) |
| Total redeemable units transactions |  | (218) | (622) |
| Distributions to investors | 2 |  |  |
| Net realized gain |  | 2 | 5 |
| Return of capital |  | 13 | 39 |
| Total distributions to investors |  | 15 | 44 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (276) | (536) |
| Net assets attributable to holders of redeemable units, end of the year |  | 122 | 398 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 33,980 | 88,779 |
| Redeemable units issued |  | 180 | 3,768 |
| Redeemable units issued on reinvestments |  | 706 | 3,203 |
| Redeemable units redeemed |  | (21,732) | (61,770) |
| Redeemable units outstanding, end of the year |  | 13,134 | 33,980 |

[^5]Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(67,641)$ | 70,682 |
|  | $(10,240)$ | $(29,459)$ |
|  | (49) | (14) |
|  | 12 | 3 |
|  | 78,577 | $(43,198)$ |
|  |  | 4 |
|  | $(215,448)$ | $(320,548)$ |
|  | 117,011 | 86,107 |
|  | (328) | (163) |
|  | 25 | 480 |
|  | $(98,085)$ | $(236,106)$ |
| 2 |  |  |
|  | (17) | (16) |
|  | 187,017 | 313,776 |
|  | $(88,369)$ | $(74,588)$ |
| 98,631 |  | 239,172 |
|  | 49 | 14 |
|  | 4 | (4) |
|  | 546 | 3,066 |
|  | 4,379 | 1,303 |
| 4,978 |  | 4,379 |
| 9303 |  | - |
|  |  | 153 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Equity Portfolio's investment objective is to ensure long-term capital appreciation. To do this, it invests primarily in a diverse mix of mutual funds (that may include exchange-traded funds ("ETFs")) that are fixed income funds and equity funds.
The portfolio manager invests up to $100 \%$ of its net assets in mutual funds and ETFs. The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Fund is generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 19, 2017 | Q | A | 2.00 | 0.16 |
| Investor Series-2 | May 19, 2017 | Q | A | 1.80 | 0.26 |
| Series F | June 22, 2021 | Q | A | 1.25 | 0.16 |
| Series 0 | December 3, 2020 | Q | A | - | 0.02 |
| Series R | May 19, 2017 | M | A | 2.00 | 0.16 |
| Series R-2 | May 19, 2017 | M | A | 1.80 | 0.26 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 12.99 |  | 12.99 |
| Investor-2 Series | 13.12 |  | 13.12 |
| Series F | 9.15 |  | 9.15 |
| Series 0 | 10.36 | - | 10.36 |
| Series R | 9.26 | - | 9.26 |
| Series R-2 | 9.30 | - | 9.30 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 15.14 |  | 15.14 |
| Investor-2 Series | 15.30 | - | 15.30 |
| Series F | 10.53 | (0.01) | 10.52 |
| Series 0 | 11.79 | - | 11.79 |
| Series R | 11.61 | - | 11.61 |
| Series R-2 | 11.71 | - | 11.71 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: | ---: |
|  |  | $\%$ | $\$$ | $\%$ |
| - | - | 4 | 100 |  |
| - |  | 2 | 50 |  |
| - |  |  |  | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value

## December 31, December 31,

Exchange Traded Fund
NBI Active Global Equity Fund
NBI Canadian All Cap Equity Fund
NBI Canadian Equity Fund
NBI Canadian Equity Growth Fund
NBI Canadian Equity Index Fund
NBI Diversified Emerging Markets Equity Fund
NBI Global Equity Fund
NBI International Equity Index Fund
NBI Small Cap Fund
NBI SmartData International Equity Fund
NBI SmartData U.S. Equity Fund
NBI U.S. Equity Index Fund
NBI U.S. Equity Private Portfolio
Currency Risk (Note 5)

| December 31, | Recember 31, |
| ---: | ---: |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| 83,359 | 51,374 |
| 557 | - |
| 30,261 | 38,867 |
| 42,782 | 36,274 |
| 43,740 | 38,362 |
| 24,768 | 19,646 |
| 49,174 | 42,091 |
| 56,245 | 65,856 |
| 6,857 | 2,248 |
| 19,625 | 33,347 |
| 34,958 | 49,006 |
| 59,411 | 72,743 |
| 21,087 | 19,619 |
| 64,041 | 37,346 |

urrency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 7,638 | - | 2,410,856 | 0.5 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 382 (\$ 120,543 as at December 31, 2021).

Price Risk (Note 5)

The Fund's Benchmark Composition

Morningstar Canada Large-Mid Cap GR
CAD (35\%)
Morningstar EM Large-Mid Cap GR CAD
(10\%)
Morningstar US Large Cap TR USD
(35\%)
Morningstar Developed Markets ex North
America $(20 \%) \quad \pm 51,100,761 \quad 9.4 \pm 47,177,627$
The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| American Equity Funds | 26.7 | 25.4 |
| Canadian Equity Funds | 29.7 | 32.5 |
| Cash, Money Market and Other Net Assets | 0.9 | 0.9 |
| Exchange Traded Funds | 15.4 | 10.1 |
| Fixed Income Funds | 0.1 | - |
| Global Equity Funds | 27.2 | 31.1 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $453,505,863$ | - | - | $453,505,863$ |  |
| Exchange traded funds | $83,358,957$ | - | - | $83,358,957$ |  |
| Total investments | $536,864,820$ | - | - | $536,864,820$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $455,403,828$ | - | - | $455,403,828$ |  |
| Exchange traded funds | $51,373,608$ | - | - | $51,373,608$ |  |
| Total investments | $506,777,436$ | - | - | $506,777,436$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$ 3$ | $\$$ |
| Related Entities | 24 | 8 |
|  | 24 | 8 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |
| Series F | 107 | - | 103 | 21 |
| Series O | 107 | - | 106 | - |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Mutual Funds (83.7\%) |  |  |  |
| NBI Diversified Emerging Markets Equity Fund, Series 0 | 4,414,169 | 55,898,863 | 49,173,846 |
| NBI Active Global Equity Fund | 55,515 | 555,167 | 557,367 |
| NBI Canadian All Cap Equity Fund, Series 0 | 2,860,176 | 32,177,123 | 30,260,665 |
| NBI Canadian Equity Fund | 4,475,100 | 45,880,460 | 42,781,959 |
| NBI Canadian Equity Growth Fund, Series O | 1,541,229 | 38,404,013 | 43,740,081 |
| NBI Canadian Equity Index Fund, Series 0 | 2,097,234 | 24,558,919 | 24,768,328 |
| NBI Global Equity Fund, Series O | 1,304,985 | 42,999,836 | 56,244,845 |
| NBI International Equity Index Fund, Series O | 689,145 | 6,489,647 | 6,856,992 |
| NBI Small Cap Fund, Series O | 852,878 | 18,267,573 | 19,624,720 |
| NBI SmartData International Equity Fund, Series O | 3,447,537 | 36,653,839 | 34,958,023 |
| NBI SmartData U.S. Equity Fund, Series 0 | 4,641,508 | 60,740,257 | 59,411,303 |
| NBI U.S. Equity Index Fund, Series 0 | 1,680,228 | 22,276,806 | 21,086,862 |
| NBI U.S. Equity Private Portfolio, SeriesS 0 | 5,242,076 | 65,739,771 | 64,040,872 |
|  |  | 450,642,274 | 453,505,863 |
| Exchange Traded Funds (15.4\%) |  |  |  |
| NBI Active International Equity ETF | 888,714 | 20,150,444 | 18,938,495 |
| NBI Sustainable Canadian Equity ETF | 1,373,660 | 44,121,018 | 44,273,062 |
| NBI Sustainable Global Equity ETF | 622,987 | 22,635,897 | 20,147,400 |
|  |  | 86,907,359 | 83,358,957 |
| Total Investments (99.1\%) |  | 537,549,633 * | 536,864,820 |
| Cash and Other Net Assets (0.9\%) |  |  | 5,030,840 |
| Net Assets (100\%) |  |  | 541,895,660 |

*Average cost of Investments as of December 31, 2021 is $\$ 428,885,614$.

## NBI Jarislowsky Fraser Select Balanced Fund

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  |  | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 111,644 | 137,278 |
| Cash |  | 1,281 | 3,889 |
| Subscriptions receivable |  | 2 | 23 |
| Proceeds from sale of investments receivable |  |  | 12 |
| Interest receivable |  | 248 | 212 |
| Dividends receivable |  | 61 | 102 |
| Total assets |  | 113,236 | 141,516 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 23 | 39 |
| Accrued expenses |  | 138 | 175 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 113,075 | 141,302 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 51,401 | 67,046 |
| Series F/E |  | 50,905 | 65,949 |
| Series F5 |  | 7,927 | 4,682 |
| Series T5 |  | 2,842 | 3,625 |
|  |  | 113,075 | 141,302 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 15.15 | 17.61 |
| Series F/E |  | 15.49 | 18.00 |
| Series F5 |  | 9.15 | 11.14 |
| Series T5 |  | 8.17 | 10.07 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

| Note | Advisor Series |  | Series F/E |  | Series F5 |  | Series T5 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2022 | 2021 | $\begin{array}{r} 2022 \\ \$ \$ \\ 65,949 \\ \hline \end{array}$ | 2021 | $\begin{array}{r}\text { 2 } \\ \\ 4,682 \\ \hline\end{array}$ | \$ | 2022 | 2021 |
|  | $\begin{array}{r} 802 k \\ \$ 7,046 \end{array}$ | $\begin{array}{r} 2021 \\ \hline \\ 64,694 \end{array}$ |  | $\begin{array}{r} \angle 0 \angle 1 \\ \hline \\ 67,800 \\ \hline \end{array}$ |  |  |  | \$ |
|  |  |  |  |  |  | 4,424 | 3,625 | 4,081 |
|  | $(9,226)$ | 7,525 | $(8,418)$ | 8,261 | (650) | 521 | (483) | 478 |
| 6 | 3,692 | 8,348 | 5,919 | 10,503 | 4,606 | 817 | 194 | 765 |
|  | $\begin{gathered} 40 \\ (10,105) \\ \hline \end{gathered}$ | $\begin{gathered} 877 \\ (13,398) \end{gathered}$ | $\begin{array}{r} 540 \\ (12,446) \\ \hline \end{array}$ | $\begin{gathered} 1,231 \\ (20,357) \end{gathered}$ | $\begin{array}{r} 35 \\ (400) \end{array}$ | $\begin{gathered} 102 \\ (922) \end{gathered}$ | $\begin{array}{r} 11 \\ (327) \end{array}$ | $\begin{array}{r} 73 \\ (1,512) \end{array}$ |
|  | $(6,373)$ | $(4,173)$ | $(5,987)$ | $(8,623)$ | 4,241 | (3) | (122) | (674) |
| 2 |  |  |  |  |  |  |  |  |
|  | 41 | 41 | 636 | 526 | 62 | 42 | 1 | 62 |
|  |  | 953 |  | 960 |  | 61 | - | 62 |
|  |  |  |  |  | 283 | 156 | 176 | 192 |
|  | 5 | 6 | 3 | 3 | 1 | 1 | 1 | 1 |
|  | 46 | 1,000 | 639 | 1,489 | 346 | 260 | 178 | 260 |
|  | $(15,645)$ | 2,352 | $(15,044)$ | $(1,851)$ | 3,245 | 258 | (783) | (456) |
|  | 51,401 | 67,046 | 50,905 | 65,949 | 7,927 | 4,682 | 2,842 | 3,625 |
|  | 3,807,093 | 4,066,570 | 3,663,682 | 4,182,644 | 420,357 | 424,729 | 360,153 | 426,558 |
|  | 229,630 | 488,644 | 363,766 | 603,795 | 484,807 | 72,997 | 22,689 | 76,909 |
|  | 2,648 | 49,832 | 35,073 | 69,464 | 3,665 | 9,182 | 1,308 | 7,203 |
|  | $(647,659)$ | $(797,953)$ | $(775,243)$ | $(1,192,221)$ | $(42,237)$ | $(86,551)$ | $(36,263)$ | $(150,517)$ |
|  | 3,391,712 | 3,807,093 | 3,287,278 | 3,663,682 | 866,592 | 420,357 | 347,887 | 360,153 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(18,777)$ | 16,785 |
|  | $(2,020)$ | $(10,313)$ |
|  | (75) | 36 |
|  | (7) | 5 |
|  | 21,849 | $(5,627)$ |
|  | 1 | (2) |
|  | $(45,872)$ | $(40,465)$ |
|  | 51,696 | 58,627 |
|  | (36) | 3 |
|  | 41 | (26) |
|  | (37) | 2 |
|  | 6,763 | 19,025 |
| 2 |  |  |
|  | (583) | (726) |
|  | 14,432 | 20,504 |
|  | $(23,294)$ | $(36,279)$ |
|  | $(9,445)$ | $(16,501)$ |
|  | 75 | (36) |
|  | (1) | 2 |
|  | $(2,682)$ | 2,524 |
|  | 3,889 | 1,399 |
|  | 1,281 | 3,889 |
|  | 1,329 | 1,339 |
|  | 1,178 | 1,382 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Jarislowsky Fraser Select Balanced Fund's investment objective is to achieve moderate capital growth. The Fund invests, directly or indirectly, in a diversified portfolio comprised mainly of Canadian fixed income and equity securities.

The portfolio manager analyses equity securities such as common and preferred shares and selects mainly high quality equities of Canadian issuers. The Fund may also invest in investment-grade fixed income securities denominated in Canadian or foreign currency and invests mainly in corporate and government bonds. The Fund may also invest in convertible bonds. The Fund may invest approximately $30 \%$ of its net assets in equity or fixed income securities of foreign issuers.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | October 7, 2010 | Q | A | 1.70 |  |
| Series E | October 7, 2010 | Q | A | 0.70 | - |
| Series F | October 7, 2010 | Q | A | 0.70 | - |
| Series F5 | September 30, 2014 | M | A | 0.70 | - |
| Series T5 | September 30, 2014 | M | A | 1.70 | - |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 15.15 | - | 15.15 |
| Series F/E | 15.49 | - | 15.49 |
| Series F5 | 9.15 | - | 9.15 |
| Series T5 | 8.17 | - | 8.17 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 17.61 | - | 17.61 |
| Series F/E | 18.00 | - | 18.00 |
| Series F5 | 11.14 | - | 11.14 |
| Series T5 | 10.07 | - | 10.07 |

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 30,841,131 | 27.3 | 39,686,579 | 28.1 |
| Swiss Franc |  |  | 9,751 |  |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 1,542,057$ ( $\$ 1,984,817$ as at December 31, 2021).

## Price Risk (Note 5)



The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.
$\begin{array}{lrr}\text { Credit Risk (Note 5) } & & \\ \hline & & \text { December 31, } \\$\cline { 3 - 3 } \cline { 3 - 3 } \& Debt securities by Credit Rating \& $\left.\mathbf{2 0 2 2}\end{array}\right)$

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

| Debt Securities by Maturity Date | December 31, 2022 | $\begin{array}{r} \text { December 31, } 2021 \end{array}$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Under one year | 1,320,358 | 1,195,124 |
| From 1 year to 3 years | 6,596,844 | 10,583,839 |
| From 3 years to 5 years | 6,256,580 | 5,474,555 |
| From 5 years to 10 years | 14,289,443 | 15,264,893 |
| More than 10 years | 11,572,980 | 16,049,659 |
|  | 40,036,205 | 48,568,070 |

This fund has no investments in other mutual funds or exchange traded funds.

Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately \$798,989 (\$1,047,759 as at December 31, 2021).

## Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |  |
| :--- | ---: | ---: | ---: |
|  |  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
|  | $\%$ | $\%$ |  |
| Bonds and Debentures | 35.4 | 34.5 |  |
| Canadian Equity | 37.0 | 35.2 |  |
| Cash, Money Market and Other Net Assets | 1.3 | 2.8 |  |
| International Equity | 7.4 | 7.5 |  |
| US Equity | 18.9 | 20.0 |  |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 3,431,927 | 36,604,278 | - | 40,036,205 |
| Common shares | 71,608,191 |  | - | 71,608,191 |
| Total investments | 75,040,118 | 36,604,278 | - | 111,644,396 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 5,713,920 | 42,854,150 | - | 48,568,070 |
| Common shares | 88,710,205 |  | - | 88,710,205 |
| Total investments | 94,424,125 | 42,854,150 | - | 137,278,275 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions
Related Entities
Soft Dollars

|  | $\begin{array}{r}\mathrm{Par} \\ \hline\end{array}$ Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds and Debentures (35.4\%) |  |  |  | Province of Saskatchewan |  |  |  |
| Issued and Guaranteed by |  |  |  | 3.10\%, due June 2, 2050 | 111,000 | 128,169 | 89,628 |
| the Government of Canada (6.8\%) |  |  |  | 2.80\%, due December 2, 2052 | 377,000 | 295,312 | 283,686 |
| Government of Canada |  |  |  |  |  | 13,776,094 | 11,736,148 |
| 2.25\%, due June 1, 2025 | 304,000 | 307,501 | 293,390 |  |  |  |  |
| 2.00\%, due June 1, 2028 | 281,000 | 264,522 | 263,353 | Municipalities and Subsidized Issuers (0.8\%) |  |  |  |
| 2.25\%, due June 1, 2029 | 567,000 | 563,796 | 533,903 | ARC Resources Ltd. |  |  |  |
| 2.25\%, due December 1, 2029 | 109,000 | 108,537 | 102,291 | 3.47\%, due March 10, 2031 | 57,000 | 48,685 | 49,412 |
| 1.50\%, due December 1, 2031 | 87,000 | 75,747 | 74,909 | Calgary Airport Authority |  |  |  |
| 4.00\%, due June 1, 2041 | 502,000 | 665,220 | 545,095 | 3.20\%, due October 7, 2036 | 632,000 | 634,517 | 524,460 |
| 2.75\%, due December 1, 2048 | 270,000 | 298,364 | 244,031 | $3.55 \%$, due October 7, 2051 | 79,000 | 79,000 | 62,886 |
| 2.00\%, due December 1, 2051 | 1,648,000 | 1,687,497 | 1,253,035 | 3.55\%, due October 7, 2053 | 79,000 | 79,000 | 62,294 |
| 1.75\%, due December 1, 2053 | 173,000 | 127,141 | 121,920 | Greater Toronto Airports Authority |  |  |  |
| Canada Housing Trust |  |  |  | 1.54\%, due May 3, 2028 | 169,000 | 160,874 | 146,653 |
| 2.55\%, due December 15, 2023 | 605,000 | 602,536 | 593,543 | 3.15\%, due October 5, 2051 | 37,000 | 36,936 | 27,629 |
| 1.95\%, due December 15, 2025 | 429,000 | 448,311 | 405,695 |  |  | 1,039,012 | 873,334 |
| 1.10\%, due December 15, 2026 | 127,000 | 126,756 | 114,627 |  |  |  |  |
| $3.80 \%$, due June 15, 2027 | 357,000 | 360,599 | 358,056 | Corporations (13.0\%) |  |  |  |
| $3.60 \%$, due December 15, 2027 | 106,000 | 107,889 | 105,451 | 407 International Inc. |  |  |  |
| 2.65\%, due December 15, 2028 | 1,036,000 | 985,391 | 978,535 | 6.47\%, due July 27, 2029 | 368,000 | 486,379 | 404,401 |
| $1.75 \%$, due June 15, 2030 | 252,000 | 259,735 | 219,981 | 4.45\%, due August 14, 2031 | 70,000 | 69,982 | 67,088 |
| 1.40\%, due March 15, 2031 | 127,000 | 123,233 | 106,208 | $5.96 \%$, due December 3, 2035 | 34,000 | 48,257 | 37,241 |
| 3.55\%, due September 15, 2032 | 886,000 | 905,208 | 870,864 | AltaLink LP |  |  |  |
| CPPIB Capital Inc. |  |  |  | 3.67\%, due November 6, 2023 | 120,000 | 126,864 | 118,503 |
| 3.00\%, due June 15, 2028 | 509,000 | 506,167 | 486,170 | $3.99 \%$, due June 30, 2042 | 34,000 | 37,101 | 30,148 |
|  |  | 8,524,150 | 7,671,057 | ARC Resources Ltd. |  |  |  |
|  |  |  |  | 2.35\%, due March 10, 2026 | 144,000 | 133,962 | 131,817 |
| Issued and Guaranteed by |  |  |  | Bank of Montreal |  |  |  |
| a Province (10.4\%) |  |  |  | 2.28\%, due July 29, 2024 | 508,000 | 514,594 | 486,478 |
| First Nations Finance Authority |  |  |  | 2.70\%, due September 11, 2024 | 238,000 | 242,622 | 229,429 |
| 2.85\%, due June 1, 2032 | 191,000 | 190,777 | 172,214 | 3.65\%, due April 1, 2027 | 592,000 | 575,412 | 562,463 |
| Hydro One Inc. |  |  |  | 4.71\%, due December 7, 2027 | 139,000 | 139,000 | 137,220 |
| 3.91\%, due February 23, 2046 | 241,000 | 242,858 | 207,543 | Floating, due May 26, 2082 | 92,000 | 92,000 | 85,749 |
| Hydro-Québec |  |  |  | Bell Canada |  |  |  |
| 2.00\%, due September 1, 2028 | 294,000 | 270,418 | 266,354 | 1.65\%, due August 16, 2027 | 269,000 | 256,349 | 234,164 |
| 2.10\%, due February 15, 2060 | 244,000 | 215,714 | 147,084 | 2.90\%, due September 10, 2029 | 62,000 | 57,070 | 54,813 |
| Province of Alberta |  |  |  | 5.85\%, due November 10, 2032 | 175,000 | 174,594 | 183,112 |
| 2.05\%, due June 1, 2030 | 717,000 | 741,801 | 629,866 | Bruce Power LP |  |  |  |
| 3.05\%, due December 1, 2048 | 282,000 | 233,968 | 226,580 | 2.68\%, due December 21, 2028 | 142,000 | 128,855 | 126,115 |
| 3.10\%, due June 1, 2050 | 146,000 | 161,781 | 118,337 | 4.01\%, due June 21, 2029 | 30,000 | 32,712 | 28,470 |
| Province of British Columbia |  |  |  | Canadian Imperial Bank of Commerce |  |  |  |
| $5.70 \%$, due June 18, 2029 | 21,000 | 28,073 | 23,153 | 2.43\%, due June 9, 2023 | 189,000 | 194,815 | 186,776 |
| 4.30\%, due June 18, 2042 | 218,000 | 296,456 | 217,343 | 2.75\%, due March 7, 2025 | 199,000 | 191,326 | 189,624 |
| 2.80\%, due June 18, 2048 | 278,000 | 223,792 | 214,209 | 2.00\%, due April 17, 2025 | 783,000 | 799,228 | 732,020 |
| 2.75\%, due June 18, 2052 | 458,000 | 368,165 | 344,830 | 4.95\%, due June 29, 2027 | 365,000 | 364,303 | 364,605 |
| Province of Manitoba |  |  |  | Floating, due April 7, 2032 | 268,000 | 264,214 | 252,467 |
| $3.90 \%$, due December 2, 2032 | 503,000 | 500,294 | 494,299 | 7.15\%, due July 28, 2082 | 109,000 | 108,796 | 107,010 |
| 3.80\%, due September 5, 2053 | 317,000 | 289,310 | 287,737 | Canadian Tire Ltd. |  |  |  |
| Province of New Brunswick |  |  |  | 5.61\%, due September 4, 2035 | 79,000 | 87,327 | 76,364 |
| 3.10\%, due August 14, 2028 | 212,000 | 220,026 | 203,453 | Canadian Western Bank |  |  |  |
| 4.80\%, due September 26, 2039 | 237,000 | 290,526 | 247,471 | 5.94\%, due December 22, 2032 | 80,000 | 80,000 | 79,029 |
| 3.10\%, due August 14, 2048 | 437,000 | 421,251 | 349,422 | CCL Industries Inc. |  |  |  |
| Province of Newfoundland |  |  |  | 3.86\%, due April 13, 2028 | 217,000 | 217,380 | 204,308 |
| 1.75\%, due June 2, 2030 | 605,000 | 602,562 | 514,510 | Enbridge Gas Distribution Inc. |  |  |  |
| Province of Nova Scotia |  |  |  | 2.90\%, due April 1, 2030 | 241,000 | 243,369 | 215,836 |
| $3.15 \%$, due December 1, 2051 | 222,000 | 256,831 | 178,603 | 4.55\%, due August 17, 2052 | 65,000 | 64,831 | 60,471 |
| Province of Ontario |  |  |  | Enbridge Inc. |  |  |  |
| 1.85\%, due February 1, 2027 | 61,000 | 60,833 | 56,426 | 6.51\%, due November 9, 2052 | 130,000 | 129,880 | 141,956 |
| 2.90\%, due June 2, 2028 | 1,065,000 | 1,054,808 | 1,015,834 | Fédération des caisses Desjardins |  |  |  |
| 4.70\%, due June 2, 2037 | 540,000 | 716,009 | 563,304 | Floating, due February 23, 2023 | 125,000 | 125,000 | 121,671 |
| 3.45\%, due June 2, 2045 | 220,000 | 257,655 | 192,053 | 1.09\%, due January 21, 2026 | 1,276,000 | 1,111,804 | 1,135,183 |
| 2.90\%, due December 2, 2046 | 700,000 | 745,284 | 551,422 | Floating, due May 28, 2026 | 122,000 | 122,000 | 107,973 |
| 2.80\%, due June 2, 2048 | 1,128,000 | 1,006,802 | 865,591 | 1.59\%, due September 10, 2026 | 123,000 | 123,000 | 109,209 |
| 2.65\%, due December 2, 2050 | 14,000 | 14,738 | 10,308 | Floating, due May 26, 2030 | 559,000 | 578,774 | 524,390 |
| Province of Quebec |  |  |  | Fortis Inc. |  |  |  |
| 6.25\%, due June 1, 2032 | 683,000 | 976,929 | 798,924 | 4.43\%, due May 31, 2029 | 44,000 | 44,000 | 42,803 |
| $3.25 \%$, due September 1, 2032 | 631,000 | 605,167 | 592,125 | FortisAlberta Inc. |  |  |  |
| $5.00 \%$, due December 1, 2041 | 338,000 | 439,581 | 367,014 | 4.54\%, due October 18, 2041 | 145,000 | 146,060 | 136,898 |
| $3.50 \%$, due December 1, 2048 | 383,000 | 453,777 | 335,371 |  |  |  |  |
| 3.10\%, due December 1, 2051 | 595,000 | 661,194 | 482,298 |  |  |  |  |
| 2.85\%, due December 1, 2053 | 901,000 | 805,233 | 689,156 |  |  |  |  |


|  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | $\begin{array}{r} \text { Average } \\ \text { Cost } \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Heathrow Funding Ltd. |  |  |  | Nestle Holdings Inc. |  |  |  |
| 3.78\%, due September 4, 2030 | 47,000 | 48,134 | 42,053 | 2.19\%, due January 26, 2029 | 317,000 | 279,546 | 277,726 |
| HSBC Bank Canada |  |  |  | Verizon Communications Inc. |  |  |  |
| 4.81\%, due December 16, 2024 | 159,000 | 159,000 | 158,411 | $3.63 \%$, due May 16, 2050 | 186,000 | 185,485 | 136,981 |
| Hydro One Inc. |  |  |  | Walt Disney Co./The |  |  |  |
| 2.54\%, due April 5, 2024 | 161,000 | 161,079 | 156,222 | 2.76\%, due October 7, 2024 | 80,000 | 78,289 | 77,010 |
| 2.97\%, due June 26, 2025 | 208,000 | 201,881 | 200,269 | 3.06\%, due March 30, 2027 | 1,144,000 | 1,194,594 | 1,063,771 |
| 2.23\%, due September 17, 2031 | 764,000 | 725,740 | 634,697 | Wells Fargo \& Co. |  |  |  |
| 3.64\%, due April 5, 2050 | 278,000 | 291,761 | 227,399 | 2.51\%, due October 27, 2023 | 69,000 | 69,359 | 67,394 |
| Keyera Corp. |  |  |  | 3.87\%, due May 21, 2025 | 1,074,000 | 1,092,272 | 1,036,117 |
| 5.02\%, due March 28, 2032 | 154,000 | 149,838 | 145,743 | 2.49\%, due February 18, 2027 | 310,000 | 310,000 | 279,027 |
| Loblaw Companies Ltd. |  |  |  |  |  | 5,514,398 | 5,000,348 |
| 5.01\%, due September 13, 2032 | 249,000 | 249,306 | 247,312 |  |  |  |  |
| $5.34 \%$, due September 13, 2052 | 129,000 | 126,868 | 129,225 | Total Bonds and Debentures |  | 44,376,109 | 40,036,205 |
| Manulife Financial Corp. |  |  |  |  |  |  |  |
| 2.38\%, due November 19, 2024 | 456,000 | 456,321 | 433,475 |  | Number |  |  |
| 1.50\%, due June 25, 2025 | 236,000 | 236,000 | 216,729 |  | of shares |  |  |
| 7.12\%, due June 19, 2082 | 84,000 | 84,000 | 82,753 |  |  |  |  |
| National Bank of Canada |  |  |  | Canadian Equities (37.0\%) |  |  |  |
| 2.98\%, due March 4, 2024 | 152,000 | 160,561 | 148,093 | Consumer Discretionary (3.4\%) |  |  |  |
| 1.53\%, due June 15, 2026 | 227,000 | 227,000 | 202,729 | Gildan Activewear Inc. | 30,590 | 1,122,219 | 1,134,277 |
| North West Redwater Partnership / NWR Financing |  |  |  | Magna International Inc. | 16,769 | 1,092,721 | 1,275,450 |
| Co. Ltd. |  |  |  | Restaurant Brands International Inc. | 16,325 | 1,269,231 | 1,429,580 |
| 1.20\%, due December 1, 2023 | 241,000 | 240,925 | 232,471 |  |  | 3,484,171 | 3,839,307 |
| 3.65\%, due June 1, 2035 | 77,000 | 78,589 | 66,195 |  |  | 3,484,171 | 3,839,307 |
| Ontario Power Generation Inc. |  |  |  | Consumer Staples (4.5\%) |  |  |  |
| 2.98\%, due September 13, 2029 | 168,000 | 149,054 | 151,926 | Alimentation Couche-Tard Inc. | 24,098 | 679,108 | 1,433,831 |
| $3.22 \%$, due April 8, 2030 | 16,000 | 14,258 | 14,505 | Empire Company Ltd., Class A | 22,820 | 814,292 | 813,761 |
| Royal Bank of Canada |  |  |  | Metro Inc. | 15,113 | 342,858 | 1,133,022 |
| 2.35\%, due July 2, 2024 | 851,000 | 841,612 | 817,127 | Premium Brands Holdings Corp. | 9,489 | 970,016 | 780,755 |
| 4.61\%, due July 26,2027 | 383,000 | 381,357 | 378,064 | Saputo Inc. | 27,565 | 1,185,359 | 923,979 |
| Floating, due July 25, 2029 | 147,000 | 141,701 | 140,367 |  |  | 3,991,633 | 5,085,348 |
| Saputo Inc. |  |  |  |  |  |  |  |
| 5.25\%, due November 29, 2029 | 56,000 | 56,000 | 56,423 | Energy (2.4\%) |  |  |  |
| Sun Life Financial Inc. |  |  |  | Enbridge Inc. | 33,230 | 1,811,010 | 1,758,532 |
| 3.15\%, due November 18, 2036 Suncor Energy Inc. | 53,000 | 54,486 | 44,111 | TC Energy Corp. | 17,020 | 1,059,410 | 1, 918,740 |
| 4.34\%, due September 13, 2046 | 40,000 | 41,488 | 32,819 |  |  | 2,870,420 | 2,677,272 |
| TELUS Corp. |  |  |  |  |  |  |  |
| 5.65\%, due September 13, 2052 | 68,000 | 67,737 | 67,683 | Financials (8.0\%) |  |  |  |
| Toronto-Dominion Bank |  |  |  | Brookfield Asset Management Ltd. | 10,618 | 447,549 | 411,660 |
| 2.85\%, due March 8, 2024 | 635,000 | 625,537 | 617,934 | Brookfield Corp. | 42,473 | 1,201,390 | 1,808,500 |
| 4.34\%, due January 27,2026 | 185,000 | 185,000 | 181,411 | Definity Financial Corporation | 7,472 | 282,689 | 287,523 |
| 4.21\%, due June 1, 2027 | 287,000 | 287,000 | 278,848 | iA Financial Corp Inc. | 10,330 | 445,824 | 818,859 |
| Floating, due April 22, 2030 | 706,000 | 693,830 | 668,927 | Intact Financial Corp. | 8,329 | 653,479 | 1,623,405 |
| Toronto-Dominion Bank/The |  |  |  | Manulife Financial Corp. | 49,250 | 992,984 | 1,189,388 |
| Floating, due October 31, 2027 | 215,000 | 215,000 | 213,707 | National Bank of Canada | 9,309 | 826,592 | 849,260 |
| TransCanada Pipelines Ltd. |  |  |  | Scotiabank | 31,878 | 2,098,354 | 2,114,787 |
| $5.92 \%$, due May 12, 2052 | 61,000 | 59,532 | 61,886 |  |  | 6,948,861 | 9,103,382 |
|  |  | 15,522,455 | 14,755,318 |  |  |  |  |
|  |  |  |  | Industrials (9.4\%) |  |  |  |
| Foreign Bonds (4.4\%) |  |  |  | Boyd Group Services Inc. | 3,694 | 785,867 | 772,637 |
| Air Lease Corp. |  |  |  | CAE Inc. | 36,343 | 679,899 | 951,823 |
| 2.63\%, due December 5, 2024 | 14,000 | 13,323 | 13,198 | Canadian National Railway Co. | 19,574 | 1,576,569 | 3,148,282 |
| Anheuser-Busch Companies Inc. |  |  |  | SNC-Lavalin Group Inc. | 47,581 | 1,601,236 | 1,135,283 |
| 4.32\%, due May 15, 2047 | 282,000 | 255,702 | 237,751 | Stantec Inc. | 20,550 | 621,577 | 1,333,284 |
| BP Capital Markets PLC |  |  |  | Thomson Reuters Corp. | 10,381 | 414,682 | 1,603,449 |
| 3.47\%, due May 15, 2025 | 211,000 | 213,166 | 205,175 | WSP Global Group Inc. | 10,770 | 1,100,223 | 1,691,859 |
| CDP Financial Inc. |  |  |  |  |  | 6,780,053 | 10,636,617 |
| 3.80\%, due June 2, 2027 | 6,000 | 5,998 | 5,981 |  |  |  |  |
| Heathrow Funding Ltd. |  |  |  | Information Technology (5.5\%) |  |  |  |
| 2.69\%, due October 13, 2027 | 60,000 | 54,354 | 53,588 | CGI Group Inc., Class A | 14,365 | 889,810 | 1,676,539 |
| Floating, due March 8, 2030 | 675,000 | 713,573 | 619,381 | Descartes Systems Group Inc. | 6,837 | 548,639 | 645,344 |
| 3.66\%, due January 13, 2031 | 173,000 | 172,979 | 152,078 | Enghouse Systems Ltd. | 11,991 | 586,224 | 431,316 |
| International Bank for Reconstruction \& |  |  |  | Kinaxis Inc. | 4,678 | 645,583 | 710,635 |
| Development |  |  |  | Open Text Corp. | 34,600 | 1,155,419 | 1,388,152 |
| 0.88\%, due September 28, 2027 | 208,000 | 207,634 | 182,260 | Shopity Inc., Class A | 28,380 | 2,480,719 | 1,334,144 |
| Mondelez International Inc. |  |  |  |  |  | 6,306,394 | 6,186,130 |
| 3.25\%, due March 7, 2025 | 187,000 | 184,181 | 180,448 |  |  |  |  |
| National Grid Electricity Transmission PLC |  |  |  |  |  |  |  |
| 2.30\%, due June 22, 2029 | 484,000 | 483,943 | 412,462 |  |  |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Materials (2.8\%) |  |  |  |
| CCL Industries Inc., Class B | 24,010 | 1,265,044 | 1,388,738 |
| Franco-Nevada Corp. | 7,655 | 1,252,317 | 1,412,883 |
| Winpak Ltd. | 10,323 | 458,270 | 434,185 |
|  |  | 2,975,631 | 3,235,806 |
| Real Estate (1.0\%) |  |  |  |
| Altus Group Ltd. | 9,629 | 405,024 | 520,351 |
| Colliers International Group Inc. | 4,863 | 827,264 | 604,860 |
|  |  | 1,232,288 | 1,125,211 |
| Total Canadian Equities |  | 34,589,451 | 41,889,073 |
| International Equities (26.3\%) |  |  |  |
| France (2.0\%) |  |  |  |
| LVMH Moet Hennessy Louis Vuitton SA, ADR | 11,310 | 2,018,099 | 2,218,338 |
| Hong Kong (1.1\%) |  |  |  |
| AIA Group Ltd., ADR | 20,175 | 911,703 | 1,213,602 |
| Netherlands (1.2\%) |  |  |  |
| ASML Holding N.V. | 1,830 | 443,690 | 1,353,781 |
| Sweden (1.3\%) |  |  |  |
| Atlas Copco AB, ADR | 95,920 | 1,010,424 | 1,532,420 |
| United Kingdom (1.8\%) |  |  |  |
| Diageo PLC, ADR | 4,940 | 916,806 | 1,191,782 |
| London Stock Exchange Group PLC, ADR | 30,190 | 1,064,445 | 875,771 |
|  |  | 1,981,251 | 2,067,553 |
| United States (18.9\%) |  |  |  |
| Abbott Laboratories | 10,090 | 1,507,367 | 1,500,371 |
| Alphabet Inc., Class A | 20,700 | 1,503,741 | 2,472,710 |
| Alphabet Inc., Class C | 20 | 360 | 2,403 |
| Amazon.com Inc. | 14,420 | 2,560,269 | 1,639,952 |
| Boston Scientific Corp. | 24,110 | 1,165,137 | 1,510,370 |
| Copart Inc. | 16,920 | 841,649 | 1,394,867 |
| Guidewire Software Inc. | 16,680 | 1,907,014 | 1,412,796 |
| Interactive Brokers Group Inc, Class A | 19,035 | 1,404,126 | 1,863,536 |
| IQVIA Holdings Inc. | 4,227 | 390,628 | 1,171,943 |
| MasterCard Inc., Class A | 4,690 | 1,717,785 | 2,208,076 |
| Microsoft Corp. | 8,790 | 475,535 | 2,854,045 |
| PepsiCo Inc. | 5,635 | 583,474 | 1,378,296 |
| UnitedHealth Group Inc. | 2,680 | 897,736 | 1,924,059 |
|  |  | 14,954,821 | 21,333,424 |
| Total International Equities |  | 21,319,988 | 29,719,118 |
| Total Investments (98.7\%) |  | 100,285,548 * | 111,644,396 |
| Cash and Other Net Assets (1.3\%) |  |  | 1,430,812 |
| Net Assets (100\%) |  |  | 113,075,208 |

*Average cost of Investments as of December 31, 2021 is $\$ 104,070,204$.

## NBI Tactical Asset Allocation Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

| Note | Advisor Series |  | Series F |  | Series N |  | Series NR |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  | 567 | 66 | 4,055 | 1,091 | 1,293,615 | 1,030,727 | 17,172 | 14,062 | 1,509,271 | 944,260 |
| 6 | 34 | 34 | $(1,258)$ | 233 | $(134,253)$ | 125,328 | (1,765) | 1,668 | $(151,219)$ | 150,826 |
|  | 8,570 | 593 | 58,589 | 4,170 | 253,360 | 316,350 | 4,593 | 4,779 | 64,903 | 419,005 |
| $\begin{array}{r} 1 \\ (5,513) \end{array}$ |  | $\begin{gathered} 1 \\ (126) \end{gathered}$ | $\begin{array}{r} 10 \\ (37,040) \end{array}$ | $\begin{gathered} 52 \\ (1,426) \\ \hline \end{gathered}$ | $(246,780)$ | $\begin{gathered} 33,943 \\ (178,582) \end{gathered}$ | $\begin{array}{r} 351 \\ (5,037) \\ \hline \end{array}$ | $\begin{gathered} 870 \\ (3,003) \\ \hline \end{gathered}$ | $\begin{gathered} 1,592 \\ (87,600) \end{gathered}$ | $\begin{aligned} & 49,009 \\ & (4,820) \\ & \hline \end{aligned}$ |
| 3,058 |  | 468 | 21,559 | 2,796 | 6,580 | 171,711 | (93) | 2,646 | $(21,105)$ | 463,194 |
| 2 |  |  |  |  |  |  |  |  |  |  |
|  |  | 1 | - | 63 | - | 34,151 | - | 452 |  | 49,009 |
|  |  | . |  | - |  |  | 880 | 752 |  | - |
|  | 1 | - | 10 | 2 | - | - | - | - | - | - |
| 1 |  | 1 | 10 | 65 | - | 34,151 | 880 | 1,204 | 1,592 | 49,009 |
| 3,091 |  | 501 | 20,291 | 2,964 | $(127,673)$ | 262,888 | $(2,738)$ | 3,110 | $(173,916)$ | 565,011 |
| 3,658 |  | 567 | 24,346 | 4,055 | 1,165,942 | 1,293,615 | 14,434 | 17,172 | 1,335,355 | 1,509,271 |
|  | $\begin{array}{r} 47,515 \\ 824,164 \\ 110 \\ (524,195) \\ \hline \end{array}$ | $\begin{array}{r} 6,047 \\ 52,092 \\ 118 \\ (10,742) \\ \hline \end{array}$ | $\begin{array}{r} 338,786 \\ 5,306,495 \\ 926 \\ (3,366,840) \\ \hline \end{array}$ | $\begin{array}{r} 99,637 \\ 356,298 \\ 4,312 \\ (121,461) \\ \hline \end{array}$ | $\begin{array}{r} 109,203,743 \\ 23,104,729 \\ - \\ (22,453,475) \\ \hline \end{array}$ | $\begin{array}{r} 94,401,406 \\ 27,448,383 \\ 2,845,246 \\ (15,491,292) \\ \hline \end{array}$ | $\begin{array}{r} 1,643,056 \\ 484,047 \\ 37,910 \\ (534,479) \\ \hline \end{array}$ | $\begin{array}{r} 1,391,129 \\ 456,236 \\ 83,195 \\ (287,504) \\ \hline \end{array}$ | 127,628,053 | 86,397,700 |
|  |  |  |  |  |  |  |  |  | 6,003,829 | 37,538,920 |
|  |  |  |  |  |  |  |  |  | 149,497 | 4,115,015 |
|  |  |  |  |  |  |  |  |  | $(8,039,174)$ | $(423,582)$ |
| 347,594 47,515 |  |  | 2,279,367 | 338,786 | 109,854,997 | 109,203,743 | 1,630,534 | 1,643,056 | 125,742,205 | 127,628,053 |


|  | Note | Series PW/Private Series |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 2,536,154 | 2,006,339 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(275,429)$ | 245,772 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 382,780 | 607,936 |
| Reinvestments of distributions to holders of redeemable units |  |  | 50,481 |
| Redemption of redeemable units |  | $(660,076)$ | $(310,080)$ |
| Total redeemable units transactions |  | $(277,296)$ | 348,337 |
| Distributions to investors | 2 |  |  |
| Net realized gain |  |  | 64,294 |
| Total distributions to investors |  |  | 64,294 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(552,725)$ | 529,815 |
| Net assets attributable to holders of redeemable units, end of the year |  | 1,983,429 | 2,536,154 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 399,104,259 | 342,726,200 |
| Redeemable units issued |  | 64,643,020 | 98,451,679 |
| Redeemable units issued on reinvestments |  |  | 7,888,199 |
| Redeemable units redeemed |  | $(115,167,042)$ | $(49,961,819)$ |
| Redeemable units outstanding, end of the year |  | 348,580,237 | 399,104,259 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdratt), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities

## Interest received

Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(563,890)$ | 523,861 |
|  | $(19,051)$ | $(197,020)$ |
|  | $(2,999)$ | (388) |
|  | 2,337 | 1,827 |
|  | 587,779 | $(328,275)$ |
|  | (18) | (13) |
|  | $(3,466,870)$ | $(2,627,472)$ |
|  | 4,129,602 | 2,286,278 |
|  | 232 | (232) |
|  | (230) | 326 |
|  | 666,892 | $(341,108)$ |
| 2 |  |  |
|  | (574) | (14,371) |
|  | 771,579 | 1,355,095 |
|  | $(1,039,427)$ | $(497,788)$ |
|  | $(268,422)$ | 842,936 |
|  | 2,999 | 388 |
|  | 18 | 13 |
|  | 398,470 | 501,828 |
|  | 511,099 | 8,870 |
| $\underline{912,586}$ |  | 511,099 |
|  | 13,704 | 985 |
|  | 3,100 | 11,111 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Tactical Asset Allocation Fund's objective is to ensure long-term capital growth. The Fund primarily invests tactically, directly or through investments in securities of other mutual funds (that may include exchange-traded funds ("ETFs")), in fixed-income and equity securities from around the world.
The portfolio manager may choose to invests up to $100 \%$ of the net assets of the Fund in the securities of mutual funds managed by the manager or by third parties, including ETFs. The Fund's investment process is based on top-down, fundamental research. The portfolio manager chooses fund securities tactically by considering the economic outlook and analyzing the real risks of the various asset classes and their degree of correlation

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | May 21, 2019 | A | A | 1.60 | 0.08 |
| Series F | May 21, 2019 | A | A | 0.60 | 0.08 |
| Series N | May 21, 2019 | A | A | 0.25 | 0.08 |
| Series NR | May 21, 2019 | M | A | 0.25 | 0.08 |
| Series 0 | May 21, 2019 | A | A | - | 0.02 |
| Series PW | October 13, 2015 | A | A | $\star$ |  |
| Private Series | May 15, 2020 | A | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

| Advisor Series | $10.52^{\$}$ | - | $10.52^{\text {² }}$ |
| :---: | :---: | :---: | :---: |
| Series F | 10.68 | - | 10.68 |
| Series N | 10.61 | - | 10.61 |
| Series NR | 8.85 | - | 8.85 |
| Series 0 | 10.62 | - | 10.62 |
| Series PW/Private Series | 5.69 | - | 5.69 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 11.93 | - | 11.93 |
| Series F | 11.97 | - | 11.97 |
| Series N | 11.85 | - | 11.85 |
| Series NR | 10.45 | - | 10.45 |
| Series 0 | 11.83 | - | 11.83 |
| Series PW/Private Series | 6.35 | - | 6.35 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Exchange Traded Fund NBI Canadian Bond Index Fund

| As at December 31, 2022 |  |  |
| ---: | ---: | ---: |
| Transactional |  |  |
| Net Asset Value | Adjustment | Net Asset <br> Per Unit |
| Per Unit | Per Unit |  |
| 10.52 | $\$$ | $\$$ |
| 10.68 | - | 10.52 |
| 10.61 | - | 10.68 |
| 8.85 | - | 10.61 |
| 10.62 | - | 8.85 |
| 5.69 | - | 10.62 |
|  | - | 5.69 |

Fair Value
December 31, December 31,

| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| ---: | ---: |
| \$ | $\mathbf{\$}$ |
| $3,558,656$ | $4,785,354$ |
| 57,052 | 64,150 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 176,519,511 | 3.9 | 364,637,267 | 6.8 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 8,825,976$ ( $\$ 18,231,863$ as at December 31, 2021).


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month ( 32 -month in 2021) historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 20.1 | 9.5 |
| Exchange Traded Funds | 78.6 | 89.3 |
| Mutual Funds | 1.3 | 1.2 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 57,051,548 | - | - | 57,051,548 |
| Exchange traded funds | 3,558,655,703 | - | - | 3,558,655,703 |
| Total investments | 3,615,707,251 | - | . | 3,615,707,251 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 64,150,318 |  | - | 64,150,318 |
| Exchange traded funds | 4,785,353,685 |  | - | 4,785,353,685 |
| Total investments | 4,849,504,003 | - | - | 4,849,504,003 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | \$ | \$ |
| :---: | :---: | :---: |
| Total Commissions | 459 | 268 |
| Related Entities | 459 | 268 |

Positions Held by Related Parties (Note 8)

| Series 0 | December 31, 2022 | December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
|  | 109 | - | 109 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series PW | 1 |  | 1 | - |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (1.3\%) |  |  |  |
| NBI Canadian Bond Index Fund, Series O | 8,161,881 | 80,809,136 | 57,051,548 |
|  |  | 80,809,136 | 57,051,548 |
| Exchange Traded Funds (78.6\%) |  |  |  |
| Horizons Cdn Select Universe Bond ETF | 49,809,155 | 2,285,341,602 | 2,221,488,313 |
| Horizons S\&P 500 Index ETF | 10,271,139 | 520,329,122 | 535,126,342 |
| Horizons S\&P/TSX Index ETF | 21,071,746 | 573,581,468 | 629,834,488 |
| iShares Core MSCI EAFE ETF | 2,063,481 | 158,004,273 | 172,206,560 |
|  |  | 3,537,256,465 | 3,558,655,703 |
| Total Investments (79.9\%) |  | 3,618,065,601 * | 3,615,707,251 |
| Cash and Other Net Assets (20.1\%) |  |  | 911,456,967 |
| Net Assets (100\%) |  |  | 4,527,164,218 |

*Average cost of Investments as of December 31, 2021 is $\$ 4,264,083,098$.

## NBI Global Balanced Growth Fund

Financial Statements

| Statements of Financial Position |  |  |  | Statements of Comprehensive Income for the Years Ended December 31 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  | (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |  | Note | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Assets |  |  |  | Income | 2 |  |  |
| Current assets |  |  |  | Dividends income |  | 2 | - |
| Investments | 5 | 271 | 264 | Income from mutual funds |  | 2 | 1 |
| Cash |  | 2 |  | Changes in fair value |  |  |  |
| Dividends receivable |  | 1 | 1 | Net realized gains (losses) on sale of investments |  | (7) | 15 |
| Total assets |  | 274 | 265 | Change in net unrealized appreciation/depreciation on investments |  | (31) | (2) |
| Liabilities |  |  |  | Total income |  | (34) | 14 |
| Current liabilities |  |  |  | Expenses | 8 |  |  |
| Distributions payable |  | 1 | 4 |  |  |  |  |
|  |  |  |  | Management fees |  | 2 | 1 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 1 | 4 | Directors' fees of independent review committee Fees paid by the manager |  | $\begin{gathered} 2 \\ (3) \\ \hline \end{gathered}$ | 2 (2) |
| Net assets attributable to holders of redeemable units |  | 273 | 261 | Total expenses |  | 1 | 1 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  | Increase (decrease) in net assets attributable to holders of redeemable units |  | (35) | 13 |
| Advisor Series |  | 6 | 7 |  |  |  |  |
| Series F |  | 265 | 252 | redeemable units per series | 2 |  |  |
| Series F5 |  | 1 | 1 | Advisor Series |  | (1) | 1 |
| Series T5 |  | 1 | 1 | Series F |  | (34) | 12 |
|  |  | 273 | 261 | Series F5 |  | - | - |
|  |  |  |  | Series T5 |  | - | $-$ |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |  |  | (35) | 13 |
| Advisor Series |  | 8.73 | 10.05 | Average number of units | 2 |  |  |
| Series F |  | 8.75 | 10.08 | Advisor Series |  | 649 |  |
| Series F5 |  | 8.13 | 9.86 | Series F |  | 29,607 |  |
| Series T5 |  | 8.03 | 9.80 | Series F5 |  | $\begin{array}{r}112 \\ \hline\end{array}$ | 101 |
| Approved on behalf of the board of directors of National Bank |  |  |  |  |  |  |  |
| Investments Inc. |  |  |  |  |  |  |  |
| Éric-Olivier Savoie |  |  |  | redeemable units per unit, per series | 2 |  |  |
| President and Chief Executive Officer |  |  |  | Advisor Series |  | (1.32) | 0.48 |
| The Giang Diep |  |  |  | Series F |  | (1.14) | 0.61 |
| Director |  |  |  | Series F5 |  | (1.16) | 0.71 |
|  |  |  |  | Series T5 |  | (1.25) | 0.64 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Advisor Series |  | Series F |  | Series F5 |  | Series T5 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { days) } \\ \hline \end{array}$ |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 7 | . | 252 | . | 1 | . | 1 | . |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (1) | 1 | (34) | 12 | - | - | . | - |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  |  | 21 | 48 | 254 | - | 1 | - | 1 |
| Reinvestments of distributions to holders of redeemable units |  |  |  | 2 | 11 |  | . |  |  |
| Redemption of redeemable units |  | - | (15) | . | (10) | - | - | - | - |
| Total redeemable units transactions |  | - | 6 | 50 | 255 | - | 1 | - | 1 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | 3 | - | - | - | - | - |
| Net realized gain |  | - | - | - | 15 | - | - | - | - |
| Total distributions to investors |  | - | - | 3 | 15 | - | - | - | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (1) | 7 | 13 | 252 | - | 1 | - | 1 |
| Net assets attributable to holders of redeemable units, end of the year |  | 6 | 7 | 265 | 252 | 1 | 1 | 1 | 1 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 649 | - | 25,000 | - | 109 | - | 109 | - |
| Redeemable units issued |  |  | 2,053 | 5,094 | 24,890 |  | 100 | - | 100 |
| Redeemable units issued on reinvestments |  |  | 37 | 210 | 1,076 | 7 | 9 | 6 | 9 |
| Redeemable units redeemed |  |  | $(1,441)$ |  | (966) |  |  | . | . |
| Redeemable units outstanding, end of the year |  | 649 | 649 | 30,304 | 25,000 | 116 | 109 | 115 | 109 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

|  | Note |  | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: |
|  |  | 2022 |  |
|  |  | \$ | \$ |
| Cash flows from (used in) operating activities |  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units | 2 | (35) | 13 |
| Adjustments for: |  |  |  |
| Net realized (gains) losses on sale of investments |  | 7 | (15) |
| Change in net unrealized appreciation/depreciation on investments |  | 31 | 2 |
| Purchases of investments |  | (81) | (272) |
| Proceeds from sale and maturity of investments |  | 36 | 21 |
| Dividends receivable |  |  | (1) |
| Net cash from (used in) operating activities |  | (42) | (252) |
| Cash flows from (used in) financing activities | 2 |  |  |
| Distributions paid to holders of redeemable units, net of reinvested distributions |  | (4) |  |
| Proceeds from issuances of redeemable units |  | 48 | 277 |
| Amounts paid on redemption of redeemable units |  | . | (25) |
| Net cash from (used in) financing activities |  | 44 | 252 |
| Net increase (decrease) for the year |  | 2 | - |
| Cash (bank overdraft), end of the year |  | 2 | - |
| Included in cash flows from operating activities |  |  |  |
| Dividends received, net of withholding taxes |  | 2 | (1) |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Global Balanced Growth Fund's investment objective is to achieve long-term capital appreciation and provide some income. The Fund invests, directly or through investments in securities of other mutual funds (that may include exchange-traded funds ("ETFs")), in a portfolio composed mainly of global fixed-income securities and global equity securities.

The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | June 28, 2021 | Q | A | 1.75 | 0.10 |
| Series F | June 28, 2021 | Q | A | 0.75 | 0.10 |
| Series F5 | June 28, 2021 | M | A | 0.75 | 0.10 |
| Series T5 | June 28, 2021 | M | A | 1.75 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


Structured Entities (Note 2)
(in thousands Canadian dollars)

Exchange Traded Fund
NBI Global Tactical Bond Fund

## Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ |  |
| Morningstar Canada Large-Mid Cap GR CAD (24\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (48\%) |  |  |  |  |
| Morningstar EM Large-Mid Cap GR CAD (8\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New GR CAD (20\%) |  |  |  |  |
| GR CAD | 19,911 | $7.3 \pm$ | 9,120 | 3.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 19-month (7-month in 2021) historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |  |
| :--- | ---: | ---: | ---: |
|  |  | December 31, | December 31, |
| Asset Mix | 2022 | 2021 |  |
|  | $\%$ | $\%$ |  |
| Cash, Money Market and Other Net Assets | 0.5 | $(1.4)$ |  |
| Exchange Traded Funds | 79.8 | 80.4 |  |
| Mutual Funds | 19.7 | 21.0 |  |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |  |
| Mutual funds | $\$ 3,748$ | - | - | 53,748 |  |
| Exchange traded funds | 217,738 | - | - | 217,738 |  |
| Total investments | 271,486 | - | - | $\mathbf{2 7 1 , 4 8 6}$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between evel 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 54,619 | - | - | 54,619 |
| Exchange traded funds | 209,642 | - | - | 209,642 |
| Total investments | 264,261 | - | - | 264,261 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Positions Held by Related Parties (Note 8)


## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (19.7\%) |  |  |  |
| NBI Global Tactical Bond Fund, Series O US | 6,989 | 63,602 | 53,748 |
|  |  | 63,602 | 53,748 |
| Exchange Traded Funds (79.8\%) |  |  |  |
| NBI Active International Equity ETF | 4,387 | 104,544 | 93,487 |
| NBI Active U.S. Equity ETF | 4,349 | 136,347 | 124,251 |
|  |  | 240,891 | 217,738 |
| Total Investments (99.5\%) |  | 304,493 * | 271,486 |
| Cash and Other Net Assets (0.5\%) |  |  | 1,261 |
| Net Assets (100\%) |  |  | 272,747 |

*Average cost of Investments as of December 31, 2021 is \$266,212.

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Current assets <br> Investments

Cash
Subscriptions receivable
Proceeds from sale of investments receivable
Dividends receivable
Total assets
Liabilities
Current liabilities
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series
Investor/Advisor Series
Advisor-2 Series
Series F/E
Series F-2
Series F5
Series 0
Series T5
Private Series

Net assets attributable to holders of redeemable units per unit, per series
Investor/Advisor Series
Advisor-2 Series
Series F/E
Series F-2
Series F5
Series 0
Series T5
Private Series
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 99 | 5 |
| Dividends income |  | 14,061 | 12,442 |
| Other income |  | 2,913 | 102 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 37,612 | 11,835 |
| Net realized gains (losses) on foreign currencies |  | 141 | (22) |
| Net realized gains (losses) on forwards currency |  | 21 | 84 |
| Change in net unrealized appreciation/depreciation on investments |  | $(165,281)$ | 125,397 |
| Change in unrealized gains/losses on foreign currencies |  | 122 | (3) |
| Total income |  | $(110,312)$ | 149,840 |
| Expenses | 8 |  |  |
| Management fees |  | 2,523 | 2,575 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 375 | 341 |
| Fees paid by the manager |  | (24) | (383) |
| Withholding taxes | 2 | 175 | 144 |
| Transaction costs on purchase and sale of investments | 8 | 171 | 162 |
| Total expenses |  | 3,222 | 2,841 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(113,534)$ | 146,999 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(11,627)$ | 15,412 |
| Advisor-2 Series |  | $(1,265)$ | 1,270 |
| Series F/E |  | $(13,911)$ | 19,416 |
| Series F-2 |  | (53) | 75 |
| Series F5 |  | (77) | 128 |
| Series 0 |  | $(81,612)$ | 102,488 |
| Series T5 |  | (4) | 12 |
| Private Series |  | $(4,985)$ | 8,198 |
|  |  | $\underline{(113,534)}$ | 146,999 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 3,291,329 | 3,369,436 |
| Advisor-2 Series |  | 658,545 | 894,647 |
| Series F/E |  | 4,420,265 | 3,921,295 |
| Series F-2 |  | 37,503 | 45,258 |
| Series F5 |  | 51,393 | 45,993 |
| Series 0 |  | 60,568,117 | 57,480,878 |
| Series T5 |  | 2,209 | 4,003 |
| Private Series |  | 2,449,140 | 2,222,535 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (3.53) | 4.57 |
| Advisor-2 Series |  | (1.92) | 1.42 |
| Series F/E |  | (3.15) | 4.95 |
| Series F-2 |  | (1.42) | 1.66 |
| Series F5 |  | (1.51) | 2.80 |
| Series 0 |  | (1.35) | 1.78 |
| Series T5 |  | (1.76) | 3.06 |
| Private Series |  | (2.04) | 3.69 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Advisor-2 Series |  | Series F/E |  | Series F-2 |  | Series F5 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (232 days) } \\ \hline \end{array}$ | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (232 days) } \\ \hline \end{array}$ | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 92,831 | 37,845 | 10,079 | . | 102,845 | 72,065 | 434 | . | 575 | 373 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (11,627) | 15,412 | $(1,265)$ | 1,270 | $(13,911)$ | 19,416 | (53) | 75 | (77) | 128 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 3,043 | 50,266 | 86 | 9,739 | 33,359 | 31,883 | - | 568 | 73 | 182 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| units <br> Redemption of redeemable units |  | $\begin{gathered} 2,789 \\ (28,254) \\ \hline \end{gathered}$ | $\begin{gathered} 101 \\ (10,691) \\ \hline \end{gathered}$ | $\begin{array}{r} 246 \\ (3,748) \\ \hline \end{array}$ | $\begin{array}{r} 10 \\ (930) \\ \hline \end{array}$ | $\begin{array}{r} 4,425 \\ (38,244) \\ \hline \end{array}$ | $\begin{array}{r} 905 \\ (20,350) \\ \hline \end{array}$ | $\begin{array}{r} 9 \\ (15) \\ \hline \end{array}$ | $\begin{gathered} 1 \\ (207) \\ \hline \end{gathered}$ | 46 | $\begin{array}{r}16 \\ \text { (99) } \\ \hline\end{array}$ |
| Total redeemable units transactions |  | $(22,422)$ | 39,676 | $(3,416)$ | 8,819 | (460) | 12,438 | (6) | 362 | 119 | 99 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | - | - | 658 | 967 | 3 | 2 | 4 | 6 |
| Net realized gain |  | 2,851 | 94 | 269 | 10 | 4,457 | 91 | 18 | 1 | 27 | 1 |
| Return of capital |  |  |  |  | - |  | - | - |  | 29 | 18 |
| Management fees rebate |  | 7 | 8 | - | - | 15 | 16 | - | - | . | - |
| Total distributions to investors |  | 2,858 | 102 | 269 | 10 | 5,130 | 1,074 | 21 | 3 | 60 | 25 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(36,907)$ | 54,986 | $(4,950)$ | 10,079 | $(19,501)$ | 30,780 | (80) | 434 | (18) | 202 |
| Net assets attributable to holders of redeemable units, end of the year |  | 55,924 | 92,831 | 5,129 | 10,079 | 83,344 | 102,845 | 354 | 434 | 557 | 575 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 4,080,001 | 2,053,986 | 891,063 | - | 4,375,759 | 3,791,074 | 38,256 | - | 45,155 | 35,022 |
| Redeemable units issued |  | 149,076 | 2,524,630 | 8,562 | 975,892 | 1,573,211 | 1,519,129 |  | 56,906 | 5,902 | 16,842 |
| Redeemable units issued on reinvestments |  | 147,843 | 4,456 | 26,263 | 849 | 225,370 | 39,628 | 1,000 | 94 | 4,457 | 1,289 |
| Redeemable units redeemed |  | $(1,390,683)$ | $(503,071)$ | $(374,850)$ | $(85,678)$ | $(1,882,206)$ | (974,072) | $(1,580)$ | $(18,744)$ | (2) | $(7,998)$ |
| Redeemable units outstanding, end of the year |  | 2,986,237 | 4,080,001 | 551,038 | 891,063 | 4,292,134 | 4,375,759 | 37,676 | 38,256 | 55,512 | 45,155 |


|  | Note | Series 0 |  | Series T5 |  | Private Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (283 days) } \\ \hline \end{array}$ | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 701,218 | - | 27 | 81 | 40,060 | 31,030 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(81,612)$ | 102,488 | (4) | 12 | $(4,985)$ | 8,198 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 27,672 | 634,842 | - | - | 9,516 | 10,315 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{gathered} 39,261 \\ (47,832) \\ \hline \end{gathered}$ | $\begin{gathered} 6,258 \\ (36,112) \\ \hline \end{gathered}$ | $\begin{gathered} 1 \\ (5) \\ \hline \end{gathered}$ | $\begin{gathered} 1 \\ (65) \\ \hline \end{gathered}$ | $\begin{gathered} 271 \\ (7,338) \\ \hline \end{gathered}$ | $\begin{gathered} 54 \\ (9,054) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | 19,101 | 604,988 | (4) | (64) | 2,449 | 1,315 |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | 10,020 | 5,238 | - | 1 | 299 | 446 |
| Net realized gain |  | 29,241 | 663 | 1 | - | 1,807 | 37 |
| Return of capital |  |  |  | 1 | 1 |  |  |
| Management fees rebate |  |  | 357 |  | - |  | - |
| Total distributions to investors |  | 39,261 | 6,258 | 2 | 2 | 2,106 | 483 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(101,772)$ | 701,218 | (10) | (54) | $(4,642)$ | 9,030 |
| Net assets attributable to holders of redeemable units, end of the year |  | 599,446 | 701,218 | 17 | 27 | 35,418 | 40,060 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 60,692,471 |  | 2,339 | 8,237 | 2,322,530 | 2,223,104 |
| Redeemable units issued |  | 2,655,989 | 63,591,977 | - | - | 623,047 | 680,697 |
| Redeemable units issued on reinvestments |  | 4,081,136 | 551,902 | 146 | 107 | 18,875 | 3,200 |
| Redeemable units redeemed |  | $(4,724,678)$ | $(3,451,408)$ | (580) | $(6,005)$ | $(484,972)$ | $(584,471)$ |
| Redeemable units outstanding, end of the year |  | 62,704,918 | 60,692,471 | 1,905 | 2,339 | 2,479,480 | 2,322,530 |

[^6]Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note


2

| $(113,534)$ | 146,999 |
| ---: | ---: |
| $(37,612)$ | $(11,835)$ |
| $(141)$ | 22 |
| $(21)$ | $(84)$ |

165,281 (125,397)
(122) 3
$(232,597) \quad(786,503)$
250,430
530

| $(94)$ |
| :---: |

$32,120-(554,227)$

2
$\begin{array}{lr}(2,659) & (611) \\ 73,896 & 657,424\end{array}$
$(125,414) \quad(77,494)$
$(54,177) \quad 579,319$

| 141 | $(22)$ |
| :--- | ---: |
| 122 | $(3)$ |

28,188
25,092
3,121
6,394
28,188
$\begin{array}{rr}99 & 5 \\ 14,416 & 11,096\end{array}$

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Equity Fund's investment objective is to achieve long-term capital growth. The Fund invests directly or indirectly in a portfolio comprised mainly of equity securities of large-capitalization Canadian issuers.
The portfolio manager analyzes stocks through a valuation approach of "growth at a reasonable price" with a long-term investment horizon. Based on fundamental analysis, the portfolio manager identifies companies with above average growth prospects and below average risk. Securities held in the portfolio are common and/or preferred shares of large-capitalization companies that are industry leaders, have strong management, a good earnings track record and reasonable financial leverage. The fund may invest up to $49 \%$ of its assets in securities of foreign issuers.

## General Information



Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br> Total Commissions | December 31, <br> 2022 |
| :--- | ---: | ---: |
| Related Entities | $\$$ | $\$$ |
| Soft Dollars | 131 | 152 |
|  | 3 | 4 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |
|  | 518 | - | 485 | - |
| Series 0 | 163 | 9 | 145 | 6 |
| Series T5 | 113 | - | 106 | - |


|  | Number of shares | Average Cost <br> Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | $\begin{array}{r} \text { Number } \\ \text { of shares } \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \\ \hline \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Canadian Equities (82.9\%) |  |  |  | Hong Kong (0.6\%) |  |  |  |
| Consumer Discretionary (7.3\%) |  |  |  | AIA Group Ltd., ADR | 80,400 | 4,815,022 | 4,836,364 |
| Gildan Activewear Inc. | 428,330 | 16,165,833 | 15,882,476 |  |  |  |  |
| Magna International Inc. | 260,028 | 24,331,189 | 19,777,730 | Netherlands (0.7\%) |  |  |  |
| Restaurant Brands International Inc. | 245,165 | 19,867,699 | 21,469,099 | ASML Holding N.V. | 7,305 | 5,310,650 | 5,404,027 |
|  |  | 60,364,721 | 57,129,305 |  |  |  |  |
|  |  |  |  | Sweden (0.8\%) |  |  |  |
| Consumer Staples (9.8\%) |  |  |  | Atlas Copco AB, ADR | 382,322 | 6,960,263 | 6,107,984 |
| Alimentation Couche-Tard Inc. | 384,047 | 14,985,372 | 22,850,796 |  |  |  |  |
| Empire Company Ltd., Class A | 368,126 | 14,161,958 | 13,127,373 | United Kingdom (0.4\%) |  |  |  |
| Metro Inc. | 207,439 | 10,871,007 | 15,551,702 | London Stock Exchange Group PLC, ADR | 120,320 | 4,246,650 | 3,490,322 |
| Premium Brands Holdings Corp. | 141,375 | 16,439,074 | 11,632,335 |  |  |  |  |
| Saputo Inc. | 387,824 | 14,977,236 | 12,999,860 | United States (12.0\%) |  |  |  |
|  |  | 71,434,647 | 76,162,066 | Abbott Laboratories | 51,160 | 7,725,080 | 7,607,432 |
|  |  |  |  | Alphabet Inc., Class A | 103,790 | 14,799,340 | 12,398,193 |
| Energy (6.0\%) |  |  |  | Amazon.com Inc. | 93,650 | 18,374,360 | 10,650,590 |
| Enbridge Inc. | 621,290 | 33,898,700 | 32,878,667 | Boston Scientific Corp. | 96,138 | 4,828,445 | 6,022,560 |
| TC Energy Corp. | 253,440 | 15,775,261 | 13,680,691 | Copart Inc. | 67,460 | 4,776,832 | 5,561,333 |
|  |  | 49,673,961 | 46,559,358 | Guidewire Software Inc. | 77,100 | 9,502,347 | 6,530,369 |
|  |  |  |  | Interactive Brokers Group Inc, Class A | 75,910 | 6,117,064 | 7,431,628 |
| Financials (17.0\%) |  |  |  | IQVIA Holdings Inc. | 16,870 | 4,116,634 | 4,677,235 |
| Brookfield Asset Management Ltd. | 161,733 | 6,817,046 | 6,270,388 | MasterCard Inc., Class A | 18,670 | 8,097,410 | 8,789,933 |
| Brookfield Corp. | 646,933 | 28,603,193 | 27,546,407 | Microsoft Corp. | 35,490 | 9,644,596 | 11,523,330 |
| Definity Financial Corporation | 113,198 | 4,279,511 | 4,355,859 | UnitedHealth Group Inc. | 17,920 | 9,265,982 | 12,865,351 |
| iA Financial Corp Inc. | 145,790 | 9,538,430 | 11,556,773 |  |  | 97,248,090 | 94,057,954 |
| Intact Financial Corp. | 118,529 | 16,657,072 | 23,102,487 |  |  |  |  |
| Manulife Financial Corp. | 708,813 | 17,448,385 | 17,117,834 | Total International Equities |  | 131,678,170 | 126,865,394 |
| National Bank of Canada | 141,567 | 12,544,320 | 12,915,157 |  |  |  |  |
| Scotiabank | 454,423 | 34,935,456 | 30,146,422 |  |  |  |  |
|  |  | 130,823,413 | 133,011,327 | Total Investments (99.1\%) |  | 781,235,199 * | 773,221,172 |
| Industrials (20.5\%) |  |  |  | Cash and Other Net Assets (0.9\%) |  |  | 6,967,604 |
| Boyd Group Services Inc. | 63,251 | 12,901,707 | 13,229,579 |  |  |  |  |
| CAE Inc. | 580,659 | 17,097,860 | 15,207,459 | Net Assets (100\%) |  |  | 780,188,776 |
| Canadian National Railway Co. | 296,238 | 37,637,858 | 47,646,920 |  |  |  |  |
| SNC-Lavalin Group Inc. | 717,695 | 19,938,908 | 17,124,203 |  |  |  |  |
| Stantec Inc. | 307,328 | 14,920,474 | 19,939,441 | $\text { is } \$ 761,206,474 .$ |  |  |  |
| Thomson Reuters Corp. | 155,455 | 15,366,387 | 24,011,579 |  |  |  |  |
| WSP Global Group Inc. | 146,097 | 17,137,054 | 22,950,378 |  |  |  |  |
|  |  | 135,000,248 | 160,109,559 |  |  |  |  |
| Information Technology (12.1\%) |  |  |  |  |  |  |  |
| CGI Group Inc., Class A | 224,728 | 22,447,887 | 26,228,005 |  |  |  |  |
| Descartes Systems Group Inc. | 98,150 | 6,158,990 | 9,264,378 |  |  |  |  |
| Enghouse Systems Ltd. | 191,830 | 8,545,267 | 6,900,125 |  |  |  |  |
| Kinaxis Inc. | 68,710 | 9,755,490 | 10,437,736 |  |  |  |  |
| Open Text Corp. | 531,189 | 27,241,727 | 21,311,303 |  |  |  |  |
| Shopity Inc., Class A | 423,780 | 44,708,254 | 19,921,898 |  |  |  |  |
|  |  | 118,857,615 | 94,063,445 |  |  |  |  |
| Materials (7.3\%) |  |  |  |  |  |  |  |
| CCL Industries Inc., Class B | 368,605 | 24,135,825 | 21,320,113 |  |  |  |  |
| Franco-Nevada Corp. | 118,910 | 20,090,315 | 21,947,219 |  |  |  |  |
| Transcontinental Inc., Class A | 557,880 | 12,007,874 | 8,524,406 |  |  |  |  |
| Winpak Ltd. | 123,386 | 5,083,022 | 5,189,615 |  |  |  |  |
|  |  | 61,317,036 | 56,981,353 |  |  |  |  |
| Real Estate (2.9\%) |  |  |  |  |  |  |  |
| Altus Group Ltd. | 149,435 | 8,028,813 | 8,075,467 |  |  |  |  |
| Colliers International Group Inc. | 114,680 | 14,056,575 | 14,263,898 |  |  |  |  |
|  |  | 22,085,388 | 22,339,365 |  |  |  |  |
| Total Canadian Equities | 649,557,029 ${ }^{646,355,778}$ |  |  |  |  |  |  |
| International Equities (16.2\%)France (1.7\%) |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| LVMH Moet Hennessy Louis Vuitton SA, ADR | 66,120 | 13,097,495 | 12,968,743 |  |  |  |  |

## NBI SmartBeta Canadian Equity Fund

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | \$ |  |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Dividends income |  | 11,901 | 9,251 |
| Income from securities lending |  | 14 |  |
| Other income |  | 99 |  |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 17,036 | 44,784 |
| Net realized gains (losses) on foreign currencies |  | 4 |  |
| Net realized gains (losses) on forwards currency |  | (3) |  |
| Change in net unrealized appreciation/depreciation on investments |  | $(45,325)$ | 12,988 |
| Change in unrealized gains/losses on foreign currencies |  | 1 | (1) |
| Total income |  | $(16,273)$ | 67,022 |
| Expenses | 8 |  |  |
| Management fees |  | 221 | 309 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 3 | 2 |
| Fixed-administration fees |  | 103 | 112 |
| Fees paid by the manager |  | (4) | (3) |
| Transaction costs on purchase and sale of investments | 8 | 72 | 98 |
| Total expenses |  | 397 | 520 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(16,670)$ | 66,502 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | (281) | 733 |
| Series F |  | (234) | 2,516 |
| Series 0 |  | $(15,863)$ | 60,551 |
| Private Series |  | (292) | 2,702 |
|  |  | $\stackrel{(16,670)}{ }$ | 66,502 |
| Average number of unitsInvestor/Advisor Series |  |  |  |
|  |  | 355,600 | 332,947 |
| Series F |  | 654,800 | 1,044,185 |
| Series 0 |  | 25,506,078 | 23,437,327 |
| Private Series |  | 594,912 | 1,018,039 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Investor/Advisor Series |  | (0.79) | 2.20 |
| Series F |  | (0.36) | 2.41 |
| Series 0 |  | (0.62) | 2.58 |
| Private Series |  | (0.49) | 2.66 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Investor/Adv | Series | Serie |  |  |  | Private | ries |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 4,970 | 4,377 | 15,133 | 11,466 | 390,993 | 288,314 | 9,584 | 20,006 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (281) | 733 | (234) | 2,516 | $(15,863)$ | 60,551 | (292) | 2,702 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,433 | 1,209 | 6,989 | 9,758 | 37,066 | 42,128 | 3,016 | 3,912 |
| Reinvestments of distributions to holders of redeemable units |  | 109 |  |  |  |  | 40,270 | 3 |  |
| Redemption of redeemable units |  | $(1,836)$ | $(1,330)$ | $(14,397)$ | $(8,368)$ | $\begin{gathered} 134,036) \\ (13,63) \end{gathered}$ | , | $(9,588)$ | $(15,879)$ |
| Total redeemable units transactions |  | (294) | 315 | $(7,141)$ | 2,739 | $(81,737)$ | 82,398 | $(6,569)$ | (11,919) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net investment income |  | 49 | 5 | 219 | 199 | 11,246 | 7,420 | 198 | 211 |
| Net realized gain |  | 64 | 450 | 137 | 1,388 | 4,587 | 32,850 | 104 | 994 |
| Management fees rebate |  |  |  | 1 | 1 |  | - |  | - |
| Total distributions to investors |  | 113 | 455 | 357 | 1,588 | 15,833 | 40,270 | 302 | 1,205 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (688) | 593 | (7,732) | 3,667 | $(113,433)$ | 102,679 | $(7,163)$ | $(10,422)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 4,282 | 4,970 | 7,401 | 15,133 | 277,560 | 390,993 | 2,421 | 9,584 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 356,600 | 333,297 | 1,054,822 | 859,367 | 27,037,984 | 21,318,561 | 699,106 | 1,533,577 |
| Redeemable units issued |  | 105,399 | 85,591 | 504,460 | 665,139 | 2,644,699 | 2,938,360 | 229,675 | 282,576 |
| Redeemable units issued on reinvestments |  | 8,515 | 31,239 | 19,181 | 91,928 | 1,161,782 | 2,781,063 | 247 | 3,524 |
| Redeemable units redeemed |  | $(135,302)$ | $(93,527)$ | $(1,017,822)$ | $(561,612)$ | $(9,849,768)$ | - | $(720,670)$ | $(1,120,571)$ |
| Redeemable units outstanding, end of the year |  | 335,212 | 356,600 | 560,641 | 1,054,822 | 20,994,697 | 27,037,984 | 208,358 | 699,106 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Dividends received, net of withholding taxes

Note

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI SmartBeta Canadian Equity Fund's investment objective is to provide long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of equity securities of Canadian companies that are selected using quantitative analysis of risk factors.

The portfolio sub-advisor analyzes securities using a quantitative selection process based on an analysis of various risk measurements, so that each security in the portfolio contributes a similar degree of risk. The final selection of securities, as well as their weight within the portfolio, is determined so as to obtain a diversified portfolio by market sector. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | A | A | 1.75 | 0.10 |
| Advisor Series | October 30, 2015 | A | A | 1.75 | 0.10 |
| Series F | October 30, 2015 | A | A | 0.65 | 0.10 |
| Series 0 | October 30, 2015 | A | A | - | 0.02 |
| Private Series | December 1, 2015 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 12.77 | - | 12.77 |
| Series F | 13.20 | - | 13.20 |
| Series 0 | 13.22 | - | 13.22 |
| Private Series | 11.62 | - | 11.62 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 13.94 | - | 13.94 |
| Series F | 14.35 | - | 14.35 |
| Series 0 | 14.46 | - | 14.46 |
| Private Series | 13.71 | - | 13.71 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent Value of Collateral

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 28 | 100 | - | - |  |
| 14 | 50 | - | - |  |
| 14 | 50 | - | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
|  | $\$$ |
| 3,460 | - |
| 1,429 | 3,423 |

## Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | - |  | 38,536 |  |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately $1,927 \$$ as at December 31, 2021.

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | $\begin{array}{r} \text { Percentage } \\ \text { of Net } \\ \text { Assets } \end{array}$ |
|  | \$ | \% | \$ | \% |
| S\&P/TSX Index TR (100\%) | $\pm 23,070,646$ | $7.9 \pm$ | 34,075,046 | 8.1 |
| The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index. |  |  |  |  |
| Credit Risk (Note 5) |  |  |  |  |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.


Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 289,141,733 | - | - | 289,141,733 |
| Exchange traded funds | 1,428,943 | - | - | 1,428,943 |
| Total investments | 290,570,676 | - | - | 290,570,676 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\mathbf{\$}$ | $\mathbf{\$}$ | $\mathbf{\$}$ | $\mathbf{\$}$ |
| Common shares | $415,623,979$ | $3,423,026$ | - | - | $415,623,979$ |
| Exchange traded funds | $419,047,005$ | - | - | $3,423,026$ |  |
| Total investments |  |  | - | $419,047,005$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 72 | 98 |
| Related Entities | 72 | 98 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 245 | - | 233 |  |
| Private Series | 143 | - | 127 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  | 1 |  |

Canadian Equities (99.1\%)
Communication Services (11.1\%) BCE Inc.
Quebecor Inc., Class B
Rogers Communications Inc., Class B
Shaw Communications Inc., Class B
TELUS Corp.

Consumer Discretionary (4.0\%)
Canadian Tire Ltd., Class A
Dollarama Inc.
Restaurant Brands International Inc.

Consumer Staples (11.4\%)
Alimentation Couche-Tard Inc.
Empire Company Ltd., Class A
George Weston Ltd.
Loblaw Companies Ltd.
Metro Inc.
Premium Brands Holdings Corp.
Saputo Inc.

Energy (4.5\%)
AltaGas Ltd.
Enbridge Inc.
TC Energy Corp.

Financials ( $23.0 \%$ )
Bank of Montreal
Canadian Imperial Bank of Commerce
Element Financial Corp.
Fairfax Financial Holdings Ltd.
Great-West Lifeco Inc.
iA Financial Corp Inc.
Intact Financial Corp.
National Bank of Canada
Power Corporation of Canada
Royal Bank of Canada
Scotiabank
Sun Life Financial Inc.
TMX Group Ltd.
Toronto-Dominion Bank
Tricon Capital Group Inc.

## Industrials (11.0\%)

Canadian National Railway Co.
Canadian Pacific Railway Co.
Ritchie Bros. Auctioneers Inc.
Stantec Inc.
Thomson Reuters Corp.
Toromont Industries Ltd.
Waste Connections Inc.
WSP Global Group Inc.

Information Technology (3.8\%)
CGI Group Inc., Class A
Constellation Software Inc.
Descartes Systems Group Inc.

## Materials (5.5\%)

Barrick Gold Corp.
CCL Industries Inc., Class B
Franco-Nevada Corp.

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| $\$$ | $\$$ |  |


| Real Estate (1.0\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| FirstService Corp. | 17,810 | 2,935,828 | 2,953,076 |
| Utilities (23.8\%) |  |  |  |
| Algonquin Power \& Utilities Corp. | 318,346 | 5,972,504 | 2,807,812 |
| Atco Ltd., Class I | 189,848 | 8,311,738 | 8,045,758 |
| Boralex Inc., Class A | 109,840 | 4,642,257 | 4,395,797 |
| Brookfield Infrastructure-A | 87,770 | 4,908,701 | 4,622,846 |
| Brookfield Renewable Cor A | 92,836 | 3,908,338 | 3,459,998 |
| Canadian Utilities Ltd., Class A | 200,511 | 7,168,264 | 7,348,728 |
| Capital Power Corp. | 123,891 | 5,186,171 | 5,739,870 |
| Emera Inc. | 141,512 | 7,769,002 | 7,323,246 |
| Fortis Inc. | 166,915 | 8,936,664 | 9,043,455 |
| Hydro One Inc. | 319,551 | 8,920,772 | 11,590,115 |
| Northland Power Inc. | 132,208 | 5,588,516 | 4,908,883 |
|  |  | 71,312,927 | 69,286,508 |
| Total Canadian Equities |  | 269,938,145 | 289,141,733 |
|  | Number of units |  |  |
| Exchange Traded Funds (0.5\%) |  |  |  |
| BMO Low Volatility Canadian Equity ETF | 36,240 | 1,439,453 | 1,428,943 |
| Total Investments (99.6\%) |  | 271,377,598 * | 290,570,676 |
| Cash and Other Net Assets (0.4\%) |  |  | 1,093,618 |
| Net Assets (100\%) |  |  | 291,664,294 |
| *Average cost of Investments as of December 31, 2021 is $\$ 354,529,231$. |  |  |  |

## NBI Canadian All Cap Equity Fund

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 535,299 | 829,717 |
| Unrealized appreciation on foreign exchange contracts |  | - | 869 |
| Cash |  | 1,045 | 27,751 |
| Subscriptions receivable |  | 1,622 | 12 |
| Proceeds from sale of investments receivable |  | 416 | - |
| Dividends receivable |  | 1,210 | 2,086 |
| Total assets |  | 539,592 | 860,435 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Unrealized depreciation on foreign exchange contracts |  | - | 327 |
| Redeemed units payable |  | 77 | 1,354 |
| Investments payable |  | 539 | 94 |
| Accrued expenses |  | 100 | 143 |
| Interest payable |  | - | 40 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 716 | 1,958 |
| Net assets attributable to holders of redeemable units |  | 538,876 | 858,477 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 30,241 | 54,019 |
| Series F |  | 25,695 | 12,264 |
| Series F5 |  | 458 | 602 |
| Series 0 |  | 482,029 | 790,850 |
| Series T5 |  | 451 | 740 |
| Private Series |  | 2 | 2 |
|  |  | 538,876 | 858,477 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 22.89 | 27.01 |
| Series F |  | 17.26 | 20.02 |
| Series F5 |  | 8.13 | 9.79 |
| Series O |  | 10.58 | 12.43 |
| Series T5 |  | 6.84 | 8.51 |
| Private Series |  | 11.63 | 13.54 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 187 | 158 |
| Dividends income |  | 17,590 | 30,136 |
| Income from securities lending |  | 11 | 23 |
| Other income |  | 860 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 63,017 | 128,059 |
| Net realized gains (losses) on foreign currencies |  | 389 | 60 |
| Net realized gains (losses) on forwards currency |  | (551) | (921) |
| Change in net unrealized appreciation/depreciation on investments |  | $(95,078)$ | 60,155 |
| Change in unrealized gains/losses on foreign currencies |  | 3 | 1 |
| Change in unrealized gains/losses on forwards currency |  | (542) | 542 |
| Total income |  | $(14,114)$ | 218,213 |
| Expenses | 8 |  |  |
| Management fees |  | 1,094 | 2,127 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 266 | 375 |
| Fees paid by the manager |  | (5) | (5) |
| Withholding taxes | 2 | 60 | 111 |
| Transaction costs on purchase and sale of investments | 8 | 580 | 623 |
| Total expenses |  | 1,997 | 3,233 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(16,111)$ | 214,980 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(2,304)$ | 30,420 |
| Series F |  | $(1,011)$ | 3,327 |
| Series F5 |  | (25) | 136 |
| Series 0 |  | $(12,736)$ | 180,738 |
| Series R |  | - | 173 |
| Series T5 |  | (35) | 185 |
| Private Series |  | - | 1 |
|  |  | $(16,111)$ | 214,980 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 1,465,654 | 3,255,206 |
| Series F |  | 1,162,462 | 626,382 |
| Series F5 |  | 54,835 | 54,568 |
| Series O |  | 49,754,851 | 54,583,227 |
| Series R |  | - | 217,134 |
| Series T5 |  | 69,415 | 83,746 |
| Private Series |  | 129 | 117 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (1.57) | 9.35 |
| Series F |  | (0.87) | 5.31 |
| Series F5 |  | (0.43) | 2.50 |
| Series 0 |  | (0.26) | 3.31 |
| Series R |  | - | 0.80 |
| Series T5 |  | (0.51) | 2.22 |
| Private Series |  | (0.56) | 3.59 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series F5 |  | Series 0 |  | Series R |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 54,019 | 211,773 | 12,264 | 11,515 | 602 | 542 | 790,850 | 477,610 | . | 1,716 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,304)$ | 30,420 | $(1,011)$ | 3,327 | (25) | 136 | $(12,736)$ | 180,738 | - | 173 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 4,823 | 6,304 | 18,279 | 2,447 | 44 | 185 | 25,186 | 204,906 | - | - |
| Reinvestments of distributions to holders of redeemable |  | 3.163 | 6,740 |  |  | 49 |  | 68,632 |  |  | 8 |
| Redemption of redeemable units |  | $(26,214)$ | $(194,177)$ | $(3,729)$ | $(4,910)$ | (146) | (247) | $(321,270)$ | $(72,404)$ | . | $(1,882)$ |
| Total redeemable units transactions |  | $(18,228)$ | $(181,133)$ | 17,104 | $(1,295)$ | (53) | (8) | $(227,452)$ | 208,543 | - | $(1,874)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 643 | 1,416 | 439 | 229 | 13 | 10 | 24,112 | 18,826 | - | 6 |
| Net realized gain |  | 2,602 | 5,623 | 2,221 | 1,053 | 40 | 45 | 44,521 | 57,215 |  | - |
| Return of capital |  |  |  |  | - | 13 | 13 | - | - | - | 9 |
| Management fees rebate |  | 1 | 2 | 2 | 1 |  |  |  | - |  | . |
| Total distributions to investors |  | 3,246 | 7,041 | 2,662 | 1,283 | 66 | 68 | 68,633 | 76,041 | - | 15 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(23,778)$ | $(157,754)$ | 13,431 | 749 | (144) | 60 | $(308,821)$ | 313,240 | . | $(1,716)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 30,241 | 54,019 | 25,695 | 12,264 | 458 | 602 | 482,029 | 790,850 | - | - |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,999,671 | 8,851,474 | 612,699 | 677,836 | 61,458 | 64,371 | 63,620,719 | 46,153,170 | - | 236,764 |
| Redeemable units issued |  | 181,043 | 241,964 | 922,733 | 118,040 | 4,305 | 19,248 | 2,133,390 | 17,487,489 | - | 2 |
| Redeemable units issued on reinvestments |  | 136,905 | 251,038 | 146,670 | 58,720 | 5,859 | 5,511 | 6,105,062 | 6,157,156 | - | 1,109 |
| Redeemable units redeemed |  | $(996,315)$ | $(7,344,805)$ | $(193,107)$ | $(241,897)$ | $(15,272)$ | $(27,672)$ | (26,283,094) | $(6,177,096)$ |  | $(237,875)$ |
| Redeemable units outstanding, end of the year |  | 1,321,304 | 1,999,671 | 1,488,995 | 612,699 | 56,350 | 61,458 | 45,576,077 | 63,620,719 |  |  |


|  |  | Serie |  | Private |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 740 | 688 | 2 | 1 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (35) | 185 | - | 1 |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  | 18 | 3 | - | - |
| Reinvestments of distributions to holders of redeemable |  |  |  |  |  |
| units |  | 53 | 64 | - | - |
| Redemption of redeemable units |  | (248) | (111) | - | - |
| Total redeemable units transactions |  | (177) | (44) | - | - |
| Distributions to investors | 2 |  |  |  |  |
| Net investment income |  | 9 | 4 | - | - |
| Net realized gain |  | 47 | 58 | - | - |
| Return of capital |  | 21 | 27 | - | - |
| Total distributions to investors |  | 77 | 89 | - | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (289) | 52 | - | 1 |
| Net assets attributable to holders of redeemable units, end of the year |  | 451 | 740 | 2 | 2 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 86,900 | 92,380 | 129 | 117 |
| Redeemable units issued |  | 2,117 | 387 | - | - |
| Redeemable units issued on reinvestments |  | 7,635 | 7,606 | 15 | 12 |
| Redeemable units redeemed |  | $(30,679)$ | $(13,473)$ | - | - |
| Redeemable units outstanding, end of the year |  | 65,973 | 86,900 | 144 | 129 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Interest payable
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(16,111)$ | 214,980 |
|  | $(63,017)$ | $(128,059)$ |
|  | (389) | (60) |
|  | 551 | 921 |
|  | 95,078 | $(60,155)$ |
|  | (3) | (1) |
|  | 542 | (542) |
|  | $(775,097)$ | $(599,599)$ |
|  | 1,036,932 | 645,109 |
|  | 876 | (82) |
|  | (43) | (344) |
|  | (40) | 40 |
|  | 279,279 | 72,208 |

2

| (233) | (462) |
| :---: | :---: |
| 46,740 | 215,166 |
| $(352,884)$ | $(272,596)$ |
| $(306,377)$ | $(57,892)$ |
| 389 | 60 |
| 3 | 1 |
| $(27,098)$ | 14,316 |
| 27,751 | 13,374 |
| 1,045 | 27,751 |
| 147 | 198 |
| 18,406 | 29,943 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian All Cap Equity Fund's investment objective is to ensure long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio comprised mainly of equity securities of Canadian companies.
The portfolio sub-advisor analyzes each company's potential for success in light of its current financial condition, its industry positioning, and economic and market conditions. The portfolio sub-advisor considers factors like growth potential, earning estimates, quality of management and current market value of the securities. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 15, 2001 | A | A | 2.00 | 0.19 |
| Advisor Series | June 12, 2009 | A | A | 2.00 | 0.19 |
| Series F | June 12, 2009 | A | A | 0.85 | 0.19 |
| Series F5 | May 21, 2014 | M | A | 0.85 | 0.19 |
| Series 0 | April 17, 2014 | A | A | - | 0.02 |
| Series T5 | May 21, 2014 | M | A | 2.00 | 0.19 |
| Private Series | December 1, 2015 | A | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | \$ | \$ | \$ |
| :---: | :---: | :---: | :---: |
| Investor/Advisor Series | 22.89 | - | 22.89 |
| Series F | 17.26 | - | 17.26 |
| Series F5 | 8.13 | - | 8.13 |
| Series 0 | 10.58 | - | 10.58 |
| Series T5 | 6.84 | - | 6.84 |
| Private Series | 11.63 | - | 11.63 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 27.00 | 0.01 | 27.01 |
| Series F | 20.01 | 0.01 | 20.02 |
| Series F5 | 9.79 | - | 9.79 |
| Series O | 12.43 | - | 12.43 |
| Series T5 | 8.51 | - | 8.51 |
| Private Series | 13.53 | 0.01 | 13.54 |
| Securities Lending (Note 2) |  |  |  |
| (in thousands Canadian dollars) |  |  |  |
|  |  | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Value of Securities Lent |  | - | 30,777 |
| Value of Collateral |  | - | 31,393 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 22 | 100 | 46 | 100 |
| Net Income Received by the Fund | 11 | 50 | 23 | 50 |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 11 | 50 | 23 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value
December 31, December 31,

| 2022 |
| ---: |
|  |
| - |

Currency Risk (Note 5)

|  | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  | Net assets attributable to holders of |  | Net assets attributable to holders of |
| Currency | exposure | units | exposure | units |
|  | \$ | \% | \$ | \% |
| American Dollar | 4,590 | - | 34,210,062 | 4.0 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 230 (\$ 1,710,503 as at December 31, 2021).

| The Fund's Benchmark Composition |  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| S\&P/TSX Index TR (100\%) |  | 47,367,220 | $8.8 \pm$ | 74,601,687 | 8.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | December 31, 2021 |
|  | \% | \% |
| Canadian Equity | 99.3 | 78.5 |
| Cash, Money Market and Other Net Assets | 0.7 | 3.4 |
| US Equity | - | 18.1 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 535,299,254 |  | . | 535,299,254 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 829,716,505 | - | - | 829,716,505 |
| Derivatives assets | - | 132,899,408 | - | 132,899,408 |
| Derivatives liabilities | - | (132,356,975) | - | (132,356,975) |
| Total derivatives instruments | - | 542,433 | - | 542,433 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 500 | 612 |
| Related Entities | 5 | 32 |
| Soft Dollars | 84 | 185 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |
| Series 0 | 196 | - | 171 |  |
| Private Series | 144 | 100 | 129 | 100 |


|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Number of shares | Average $\begin{array}{r} \text { Cost } \\ \$ \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Canadian Equities (99.3\%) |  |  |  | Real Estate (3.7\%) |  |  |  |
| Communication Services (6.3\%) |  |  |  | Altus Group Ltd. | 107,755 | 5,282,060 | 5,823,080 |
| Rogers Communications Inc., Class B | 217,134 | 13,872,079 | 13,759,782 | Colliers International Group Inc. | 28,096 | 3,968,023 | 3,494,580 |
| TELUS Corp. | 783,174 | 24,693,193 | 20,464,337 | FirstService Corp. | 65,362 | 10,555,461 | 10,837,673 |
|  |  | 38,565,272 | 34,224,119 |  |  | 19,805,544 | 20,155,333 |
| Consumer Discretionary (4.8\%) |  |  |  | Total Canadian Equities |  | 523,995,342 | 535,299,254 |
| Dollarama Inc. | 99,266 | 5,427,943 | 7,860,875 |  |  |  |  |
| Gildan Activewear Inc. | 109,662 | 4,652,700 | 4,066,267 |  |  |  |  |
| Magna International Inc. | 149,576 | 12,809,469 | 11,376,751 | Total Investments (99.3\%) |  | 523,995,342 * | 535,299,254 |
| Restaurant Brands International Inc. | 28,973 | 2,078,864 | 2,537,166 |  |  |  |  |
|  |  | 24,968,976 | 25,841,059 | Cash and Other Net Assets (0.7\%) |  |  | 3,576,967 |
| Consumer Staples (4.0\%) |  |  |  | Net Assets (100\%) |  |  | 538,876,221 |
| Empire Company Ltd., Class A | 454,013 | 15,080,261 | 16,190,104 |  |  |  |  |
| Loblaw Companies Ltd. | 44,771 | 5,343,583 | 5,359,984 |  |  |  |  |
|  |  | 20,423,844 | 21,550,088 | $\text { is } \$ 723,334,100 \text {. }$ |  |  |  |
| Energy (13.5\%) |  |  |  |  |  |  |  |
| Canadian Natural Resources Ltd. | 428,432 | 32,733,057 | 32,213,802 |  |  |  |  |
| Enbridge Inc. | 239,119 | 13,251,870 | 12,654,177 |  |  |  |  |
| Suncor Energy Inc. | 357,438 | 12,677,103 | 15,351,962 |  |  |  |  |
| Tourmaline Oil Corp. | 180,726 | 12,953,729 | 12,347,200 |  |  |  |  |
|  |  | 71,615,759 | 72,567,141 |  |  |  |  |
| Financials (31.0\%) |  |  |  |  |  |  |  |
| Bank of Montreal | 183,792 | 24,443,191 | 22,543,927 |  |  |  |  |
| Brookfield Asset Management Ltd. | 137,194 | 5,823,526 | 5,319,011 |  |  |  |  |
| Brookfield Corp. | 377,490 | 16,681,178 | 16,073,524 |  |  |  |  |
| Intact Financial Corp. | 61,754 | 8,621,747 | 12,036,472 |  |  |  |  |
| National Bank of Canada | 153,218 | 14,070,830 | 13,978,078 |  |  |  |  |
| Royal Bank of Canada | 194,336 | 24,919,880 | 24,738,973 |  |  |  |  |
| Sun Life Financial Inc. | 343,830 | 21,915,328 | 21,609,716 |  |  |  |  |
| TMX Group Ltd. | 123,606 | 16,391,285 | 16,751,085 |  |  |  |  |
| Toronto-Dominion Bank | 389,894 | 36,134,213 | 34,182,007 |  |  |  |  |
|  |  | 169,001,178 | 167,232,793 |  |  |  |  |
| Industrials (18.4\%) |  |  |  |  |  |  |  |
| Boyd Group Services Inc. | 55,305 | 8,649,954 | 11,567,594 |  |  |  |  |
| CAE Inc. | 195,166 | 4,958,116 | 5,111,398 |  |  |  |  |
| Canadian National Railway Co. | 184,363 | 28,060,503 | 29,652,945 |  |  |  |  |
| Canadian Paciific Railway Co. | 188,780 | 14,438,959 | 19,057,341 |  |  |  |  |
| Finning International Inc. | 219,056 | 5,701,815 | 7,373,425 |  |  |  |  |
| Ritchie Bros. Auctioneers Inc. | 54,427 | 4,218,184 | 4,256,736 |  |  |  |  |
| TFI International Inc. | 56,934 | 6,762,133 | 7,720,820 |  |  |  |  |
| Thomson Reuters Corp. | 39,224 | 5,870,304 | 6,058,539 |  |  |  |  |
| Toromont Industries Ltd. | 82,964 | 8,681,285 | 8,106,412 |  |  |  |  |
|  |  | 87,341,253 | 98,905,210 |  |  |  |  |
| Information Technology (7.9\%) |  |  |  |  |  |  |  |
| CGI Group Inc., Class A | 131,704 | 13,792,452 | 15,371,174 |  |  |  |  |
| Constellation Software Inc. | 10,842 | 22,046,738 | 22,919,554 |  |  |  |  |
| Shopity Inc., Class A | 92,293 | 5,406,762 | 4,338,694 |  |  |  |  |
|  |  | 41,245,952 | 42,629,422 |  |  |  |  |
| Materials (9.7\%) |  |  |  |  |  |  |  |
| Agnico-Eagle Mines Ltd. | 71,357 | 5,226,706 | 5,020,679 |  |  |  |  |
| Barrick Gold Corp. | 123,416 | 3,534,664 | 2,864,485 |  |  |  |  |
| CCL Industries Inc., Class B | 189,612 | 11,108,169 | 10,967,158 |  |  |  |  |
| First Quantum Minerals Ltd. | 105,544 | 3,216,074 | 2,985,840 |  |  |  |  |
| Franco-Nevada Corp. | 51,043 | 9,870,372 | 9,421,007 |  |  |  |  |
| Nutrien Ltd. | 150,189 | 12,040,621 | 14,846,183 |  |  |  |  |
| Wheaton Precious Metals Corp. | 115,099 | 6,030,958 | 6,088,737 |  |  |  |  |
|  |  | 51,027,564 | 52,194,089 |  |  |  |  |

## NBI Canadian Equity Growth Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

| Note | December 31, | December 31, |
| :---: | :---: | :---: |
|  | 2022 | 2021 |
|  | \$ | \$ |

## Current assets <br> Investments

Unrealized appreciation on foreign exchange contracts Cash
Subscriptions receivable
Proceeds from sale of investments receivable
Dividends receivable
Total assets
Liabilities
Current liabilities
Unrealized depreciation on foreign exchange contracts
Redeemed units payable
Investments payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Investor/Advisor Serie
Investor-2 Series
Series F
Series 0

Net assets attributable to holders of redeemable units per

## unit, per series

Investor/Advisor Series
Investor-2 Series
Series F

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 587 | - |
| Dividends income |  | 14,555 | 12,693 |
| Income from securities lending |  | 5 | 5 |
| Other income |  | 1,538 | 627 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 71,096 | 86,287 |
| Net realized gains (losses) on foreign currencies |  | 257 | (221) |
| Net realized gains (losses) on forwards currency |  | $(25,050)$ | 19,755 |
| Change in net unrealized appreciation/depreciation on investments |  | $(179,330)$ | 138,402 |
| Change in unrealized gains/losses on foreign currencies |  | 3 | (3) |
| Change in unrealized gains/losses on forwards currency |  | $(3,178)$ | $(15,339)$ |
| Total income |  | $(119,517)$ | 242,206 |
| Expenses | 8 |  |  |
| Management fees |  | 6,884 | 9,183 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | - | 23 |
| Fixed-administration fees |  | 952 | 1,076 |
| Fees paid by the manager |  | (2) | (9) |
| Withholding taxes | 2 | 510 | 617 |
| Transaction costs on purchase and sale of investments | 8 | 588 | 627 |
| Total expenses |  | 8,934 | 11,519 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(128,451)$ | 230,687 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(44,747)$ | 76,245 |
| Investor-2 Series |  | $(3,433)$ | 5,620 |
| Series F |  | $(5,370)$ | 7,955 |
| Series 0 |  | $(74,901)$ | 140,809 |
| Series R |  | - | 58 |
|  |  | $(128,451)$ | 230,687 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 3,740,058 | 5,274,900 |
| Investor-2 Series |  | 1,298,359 | 1,790,085 |
| Series F |  | 5,129,041 | 1,801,883 |
| Series 0 |  | 21,641,161 | 20,965,258 |
| Series R |  | - | 190,673 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (11.96) | 14.45 |
| Investor-2 Series |  | (2.64) | 3.14 |
| Series F |  | (1.05) | 4.41 |
| Series 0 |  | (3.46) | 6.72 |
| Series R |  | - | 0.31 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Investor-2 Series |  |  |  | Seri |  | Series R |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 368,336 | 474,997 | 28,036 | 25,513 | 45,993 | 26,706 | 706,775 | 444,863 | . | 1,770 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(44,747)$ | 76,245 | $(3,433)$ | 5,620 | $(5,370)$ | 7,955 | $(74,901)$ | 140,809 | - | 58 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 3,826 | 12,579 | 18 | 21 | 98,613 | 18,707 | 27,921 | 185,294 | - | - |
| Reinvestments of distributions to holders of redeemable units Redemption of redeemable units |  | $(99,532)$ | $\begin{array}{r} 3 \\ (195,485) \\ \hline \end{array}$ | $(8,719)$ | $\begin{gathered} 4 \\ (3,118) \\ \hline \end{gathered}$ | $\begin{array}{r} 134 \\ (12,074) \\ \hline \end{array}$ | $\begin{array}{r} 3 \\ (7,375) \\ \hline \end{array}$ | $\begin{gathered} 4,649 \\ (62,401) \\ \hline \end{gathered}$ | $\begin{gathered} 1,625 \\ (64,191) \\ \hline \end{gathered}$ | - | $\begin{array}{r} 9 \\ (1,821) \\ \hline \end{array}$ |
| Total redeemable units transactions |  | $(95,706)$ | $(182,903)$ | $(8,701)$ | $(3,093)$ | 86,673 | 11,335 | $(29,831)$ | 122,728 | - | $(1,812)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | - | - | 137 | 3 | 4,649 | 1,625 | - | - |
| Return of capital |  |  | - |  |  |  |  |  |  |  | 16 |
| Management fees rebate |  | - | 3 | - | 4 | - | - | - | - | - | - |
| Total distributions to investors |  | - | 3 | - | 4 | 137 | 3 | 4,649 | 1,625 | . | 16 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(140,453)$ | $(106,661)$ | $(12,134)$ | 2,523 | 81,166 | 19,287 | $(109,381)$ | 261,912 | - | $(1,770)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 227,883 | 368,336 | 15,902 | 28,036 | 127,159 | 45,993 | 597,394 | 706,775 | - | - |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 4,646,805 | 7,370,667 | 1,685,980 | 1,890,438 | 2,086,142 | 1,509,895 | 22,115,323 | 17,495,404 | - | 207,893 |
| Redeemable units issued |  | 53,253 | 180,262 | 1,217 | 1,388 | 5,042,493 | 933,637 | 975,329 | 6,901,341 | - | 2 |
| Redeemable units issued on reinvestments |  |  | 51 |  | 284 | 6,830 | 149 | 162,382 | 51,381 | - | 1,014 |
| Redeemable units redeemed |  | (1,411,415) | $(2,904,175)$ | $(594,291)$ | $(206,130)$ | $(614,275)$ | $(357,539)$ | $(2,198,187)$ | $(2,332,803)$ | - | $(208,909)$ |
| Redeemable units outstanding, end of the year |  | 3,288,643 | 4,646,805 | 1,092,906 | 1,685,980 | 6,521,190 | 2,086,142 | 21,054,847 | 22,115,323 | - | - |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(128,451)$ | 230,687 |
|  | $(71,096)$ | $(86,287)$ |
|  | (257) | 221 |
|  | 25,050 | $(19,755)$ |
|  | 179,330 | $(138,402)$ |
|  | (3) | 3 |
|  | 3,178 | 15,339 |
|  | $(841,524)$ | $(730,929)$ |
|  | 876,886 | 789,241 |
|  | (648) | (75) |
|  | (293) | (220) |
|  | 42,172 | 59,823 |
| 2 |  |  |
|  | (3) | (7) |
|  | 130,350 | 216,576 |
|  | $(182,775)$ | $(272,381)$ |
|  | $(52,428)$ | $(55,812)$ |
|  | 257 | (221) |
|  | 3 | (3) |
|  | $(10,256)$ | 4,011 |
|  | 23,072 | 19,285 |
|  | 13,076 | 23,072 |
|  | 587 | - |
|  | 13,397 | 12,001 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Equity Growth Fund aims to provide investors with superior investment returns over the long term, having regard for the safety of capital. The Fund invests in a diversified portfolio of primarily Canadian equities.
The portfolio manager follows a company-focused investment style, seeking companies with strong management, good growth prospects and a solid financial position. Emphasis is placed on paying reasonable prices for the free cash flow growth that companies in the portfolio are expected to achieve. It is expected that investments in foreign securities will not exceed approximately $49 \%$ of the Fund's net assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | September 30, 1987 | A | A | 1.75 | 0.19 |
| Investor Series-2 | May 19, 2017 | A | A | 1.70 | 0.19 |
| Advisor Series | June 12, 2009 | A | A | 1.75 | 0.19 |
| Series F | December 24, 2013 | A | A | 0.75 | 0.19 |
| Series 0 | June 12, 2009 | A | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per
Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit $\$$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit \$ |
| Investor/Advisor Series | 69.30 | (0.01) | 69.29 |
| Investor-2 Series | 14.55 | - | 14.55 |
| Series F | 19.50 | - | 19.50 |
| Series 0 | 28.38 | (0.01) | 28.37 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 79.26 | 0.01 | 79.27 |
| Investor-2 Series | 16.63 | - | 16.63 |
| Series F | 22.05 | - | 22.05 |
| Series 0 | 31.96 | - | 31.96 |

Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

Total Income
Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\%$ |  |
| 10 | 100 | 10 | 100 |  |
| 5 | 50 | 5 | 50 |  |
|  | 50 | 5 | 50 |  |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 2,477,692 | 0.3 | 8,037,648 | 0.7 |
| Euro | $(398,163)$ | - | 236,891 | - |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 103,976$ (\$ 413,727 as at December 31, 2021).

| Price Risk (Note 5) |  |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

|  |  | December 31, <br> Debt securities by Credit Rating | December 31, <br>  <br>  <br> Investment Grade - A |
| :--- | ---: | ---: | ---: |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

|  |  | December 31, <br> Debt Securities by Maturity Date | December 31, <br> 2022 |
| :--- | ---: | ---: | ---: |
|  |  | $\$ 2021$ |  |
| Under one year |  | $\$ 9,873,935$ | $28,241,835$ |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 7,715$ (\$17,636 as at December 31, 2021).

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 5.8 | 4.3 |
| Communication Services | 4.5 | - |
| Consumer Discretionary | 8.3 | 11.8 |
| Consumer Staples | 4.8 | 5.3 |
| Financials | 14.1 | 20.1 |
| Health Care | 12.0 | 12.9 |
| Industrials | 24.7 | 22.4 |
| Information Technology | 16.7 | 19.5 |
| Materials | 5.1 | 3.7 |
| Real Estate | 4.0 | - |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Money market | - | 49,873,935 | - | 49,873,935 |
| Common shares | 912,298,696 | - | - | 912,298,696 |
| Total investments | 912,298,696 | 49,873,935 | - | 962,172,631 |
| Derivatives assets |  | 512,708,447 | - | 512,708,447 |
| Derivatives liabilities |  | $(520,286,347)$ | - | $(520,286,347)$ |
| Total derivatives instruments | - | $(7,577,900)$ | - | (7,577,900) |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Money market |  | 28,241,835 |  | 28,241,835 |
| Common shares | 1,100,067,967 | - | - | 1,100,067,967 |
| Total investments | 1,100,067,967 | 28,241,835 | - | 1,128,309,802 |
| Derivatives assets |  | 582,051,706 | - | 582,051,706 |
| Derivatives liabilities |  | (586,451,721) | - | (586,451,721) |
| Total derivatives instruments | - | $(4,400,015)$ | - | $(4,400,015)$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 483 | 509 |
| Related Entities | 18 | 82 |
| Soft Dollars | 159 | 130 |

Positions Held by Related Parties (Note 8)


## Losses (Note g)

(in thousands Canadian dollars)

|  | December 31, <br> 2022 <br>  <br> Capital LossesDecember 31, <br> 2021 | 16,704 |
| :--- | ---: | ---: |

Money Market (5.2\%)
Provincial T-Bills (5.2\%)
Newfoundland T-Bill
4.41\%, due March 7, 2023
Province of Alberta
4.29\%, due January 13, 2023
Province of Newfoundland
4.29\%, due January 5, 2023

Equities (94.2\%)
Communication Services (4.5\%) TELUS Corp.

Consumer Discretionary (8.3\%) BRP Inc.
Dollarama Inc.
Louis Vuitton Moet Hennessy Spin Master Corp.
Consumer Staples (4.8\%)
Jamieson Wellness Inc.
Pet Valu Holdings Ltd.
Premium Brands Holdings Corp.

Financials (14.1\%)
Aon PLC
Intact Financial Corp.
Royal Bank of Canada
TMX Group Ltd.

Health Care (12.0\%)
Alcon Inc.
Becton Dickinson and Co.
Danaher Corp.
Thermo Fisher Scientific Inc.

Industrials (24.7\%)
Boyd Group Services Inc.
CAE Inc.
Canadian National Railway Co.
JACOBS SOLUTIONS INC
Schneider Electric SA
Stantec Inc.
Thomson Reuters Corp.
Trane Technologies PLC

Information Technology (16.7\%)
Accenture PLC, Class A
Amphenol Corp., Class A Keysight Technologies Inc. ON Semiconductor Corp. Synopsys Inc.
TELUS International CDA Inc.

Materials (5.1\%)
Linde PLC
Nutrien Ltd.

| Par <br> Value | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| $\$$ | $\$$ |  |


|  |  |  |
| ---: | ---: | ---: |
| $10,000,000$ | $9,894,600$ | $9,920,853$ |
| $25,000,000$ | $24,791,250$ | $24,961,886$ |
| $15,000,000$ | $14,859,900$ | $14,991,196$ |
|  | $49,545,750$ | $49,873,935$ |


| Real Estate (4.0\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| Altus Group Ltd. | 415,139 | 19,811,542 | 22,434,112 |
| FirstService Corp. | 100,915 | 16,554,218 | 16,732,716 |
|  |  | 36,365,760 | 39,166,828 |
| Total Equities |  | 831,315,025 | 912,298,696 |
| Total Investments (99.4\%) |  | 880,860,775 | 962,172,631 |

Unrealized Depreciation on Foreign Exchange Contracts ( $-0.8 \%$ )
Cash and Other Net Assets (1.4\%)
$\qquad$

Net Assets (100\%)
968,338,375
*Average cost of Investments as of December 31, 2021 is $\$ 867,668,203$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)
Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 13, 2023 | 0.7502 | CAD | 3,332,375 | 3,332,375 | USD | 2,500,000 | 3,384,515 | 52,140 |
| January 13, 2023 | 0.7239 | CAD | 2,666,201 | 2,666,201 | EUR | 1,930,000 | 2,799,890 | 133,689 |
| January 13, 2023 | 0.7365 | CAD | 1,357,850 | 1,357,850 | EUR | 1,000,000 | 1,450,720 | 92,870 |
| January 13, 2023 | 1.3594 | USD | 1,690,000 | 2,287,932 | CAD | 2,297,420 | 2,297,420 | 9,488 |
| January 20, 2023 | 1.3710 | USD | 7,660,000 | 10,369,796 | CAD | 10,502,174 | 10,502,174 | 132,378 |
| January 27, 2023 | 0.7391 | CAD | 1,623,516 | 1,623,516 | USD | 1,200,000 | 1,624,455 | 939 |
| January 27, 2023 | 1.3619 | USD | 6,310,000 | 8,541,925 | CAD | 8,593,785 | 8,593,785 | 51,860 |
| January 27,2023 | 1.3716 | USD | 4,455,000 | 6,030,789 | CAD | 6,110,612 | 6,110,612 | 79,823 |
| January 27, 2023 | 1.3698 | USD | 27,930,000 | 37,809,187 | CAD | 38,257,481 | 38,257,481 | 448,294 |
| January 27, 2023 | 1.3731 | USD | 12,080,000 | 16,352,846 | CAD | 16,587,350 | 16,587,350 | 234,504 |
| February 10, 2023 | 1.3636 | USD | 46,525,000 | 62,973,551 | CAD | 63,442,653 | 63,442,653 | 469,102 |
| February 17, 2023 | 0.6942 | CAD | 1,440,569 | 1,440,569 | EUR | 1,000,000 | 1,453,916 | 13,347 |
| February 17, 2023 | 0.7174 | CAD | 975,699 | 975,699 | EUR | 700,000 | 1,017,741 | 42,042 |
| February 17, 2023 | 0.7196 | CAD | 1,389,691 | 1,389,691 | EUR | 1,000,000 | 1,453,916 | 64,225 |
| February 17, 2023 | 0.7252 | CAD | 2,757,872 | 2,757,872 | EUR | 2,000,000 | 2,907,831 | 149,959 |
|  |  |  |  |  |  |  |  | 1,974,660 |

Unrealized Depreciation on Foreign Exchange Contracts

| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation$\qquad$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 13, 2023 | 1.3480 | EUR | 11,955,500 | 17,344,085 | CAD | 16,115,655 | 16,115,655 | $(1,228,430)$ |
| January 13, 2023 | 1.3469 | USD | 500,000 | 676,903 | CAD | 673,454 | 673,454 | $(3,449)$ |
| January 13, 2023 | 1.3162 | USD | 97,175,500 | 131,556,788 | CAD | 127,905,308 | 127,905,308 | $(3,651,480)$ |
| January 13, 2023 | 0.7284 | CAD | 16,866,875 | 16,866,875 | USD | 12,285,000 | 16,631,508 | $(235,367)$ |
| January 13, 2023 | 0.7296 | CAD | 3,217,343 | 3,217,343 | USD | 2,347,500 | 3,178,060 | $(39,283)$ |
| January 13, 2023 | 1.3445 | EUR | 990,000 | 1,436,213 | CAD | 1,331,060 | 1,331,060 | $(105,153)$ |
| January 13, 2023 | 1.3614 | EUR | 660,000 | 957,475 | CAD | 898,491 | 898,491 | $(58,984)$ |
| January 13, 2023 | 1.3279 | USD | 25,092,500 | 33,970,380 | CAD | 33,319,277 | 33,319,277 | $(651,103)$ |
| January 13, 2023 | 1.3403 | USD | 2,620,000 | 3,546,972 | CAD | 3,511,563 | 3,511,563 | $(35,409)$ |
| January 13, 2023 | 0.6885 | CAD | 1,989,838 | 1,989,838 | EUR | 1,370,000 | 1,987,487 | $(2,351)$ |
| January 13, 2023 | 0.7302 | CAD | 6,086,983 | 6,086,983 | USD | 4,445,000 | 6,017,668 | (69,315) |
| January 13, 2023 | 0.7343 | CAD | 7,095,343 | 7,095,343 | USD | 5,210,000 | 7,053,330 | $(42,013)$ |
| January 13, 2023 | 0.7371 | CAD | 2,699,604 | 2,699,604 | USD | 1,990,000 | 2,694,074 | $(5,530)$ |
| January 13, 2023 | 1.3261 | USD | 10,000,000 | 13,538,061 | CAD | 13,260,750 | 13,260,750 | $(277,311)$ |
| January 20, 2023 | 1.3636 | EUR | 1,455,000 | 2,111,804 | CAD | 1,983,980 | 1,983,980 | $(127,824)$ |
| January 20, 2023 | 1.3393 | USD | 2,500,000 | 3,384,398 | CAD | 3,348,200 | 3,348,200 | $(36,198)$ |
| January 20, 2023 | 1.3478 | USD | 4,350,000 | 5,888,853 | CAD | 5,863,021 | 5,863,021 | $(25,832)$ |
| January 20, 2023 | 1.3265 | USD | 6,000,000 | 8,122,556 | CAD | 7,959,150 | 7,959,150 | $(163,406)$ |
| February 10, 2023 | 1.3277 | USD | 2,000,000 | 2,707,084 | CAD | 2,655,390 | 2,655,390 | $(51,694)$ |
| February 17, 2023 | 1.3576 | EUR | 12,714,000 | 18,485,083 | CAD | 17,260,654 | 17,260,654 | $(1,224,429)$ |
| February 17, 2023 | 1.4516 | EUR | 650,000 | 945,045 | CAD | 943,515 | 943,515 | $(1,530)$ |
| February 17, 2023 | 1.4053 | EUR | 660,000 | 959,584 | CAD | 927,497 | 927,497 | $(32,087)$ |
| February 17, 2023 | 1.4185 | EUR | 3,640,000 | 5,292,253 | CAD | 5,163,249 | 5,163,249 | $(129,004)$ |
| February 17, 2023 | 1.4524 | EUR | 1,000,000 | 1,453,916 | CAD | 1,452,411 | 1,452,411 | $(1,505)$ |
| February 24, 2023 | 1.3272 | USD | 51,755,000 | 70,043,109 | CAD | 68,689,236 | 68,689,236 | $(1,353,873)$ |
|  |  |  |  |  |  |  |  | $(9,552,560)$ |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | $(7,577,900)$ |

## NBI Small Cap Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Current assets <br> Investments

Unrealized appreciation on foreign exchange contracts Cash
Subscriptions receivable
Proceeds from sale of investments receivable
Interest receivable
Dividends receivable
Total assets
Liabilities
Current liabilities
Unrealized depreciation on foreign exchange contracts Redeemed units payable
Investments payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series
Investor/Advisor Series
Series F
Series N
Series NR
Series 0
Series PW
Private Series

Net assets attributable to holders of redeemable units per unit, per series
Investor/Advisor Series
Series F
Series N
Series NR
Series O
Series PW
Private Series

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 1,282 | 560 |
| Dividends income |  | 9,885 | 22,034 |
| Income from securities lending |  | 3 | - |
| Other income |  | 5,970 | 775 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 76,275 | 144,626 |
| Net realized gains (losses) on foreign currencies |  | (54) | (7) |
| Net realized gains (losses) on forwards currency |  | $(2,414)$ | (320) |
| Change in net unrealized appreciation/depreciation on investments |  | $(228,797)$ | 39,868 |
| Change in unrealized gains/losses on foreign currencies |  | 3 | 2 |
| Change in unrealized gains/losses on forwards currency |  | (358) | 347 |
| Total income |  | $(138,205)$ | 207,885 |
| Expenses | 8 |  |  |
| Management fees |  | 2,873 | 4,133 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 908 | 1,053 |
| Fees paid by the manager |  | (8) | (4) |
| Transaction costs on purchase and sale of investments | 8 | 769 | 644 |
| Total expenses |  | 4,544 | 5,828 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(142,749)$ | 202,057 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(13,737)$ | 26,230 |
| Series F |  | $(2,722)$ | 519 |
| Series N |  | $(66,548)$ | 59,747 |
| Series NR |  | (695) | 650 |
| Series 0 |  | $(58,069)$ | 114,125 |
| Series R |  | - | 13 |
| Series PW |  | (694) | 444 |
| Private Series |  | (284) | 329 |
|  |  | $(142,749)$ | 202,057 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 1,094,903 | 2,086,383 |
| Series F |  | 1,584,837 | 160,030 |
| Series N |  | 33,803,386 | 39,008,889 |
| Series NR |  | 378,160 | 428,003 |
| Series 0 |  | 13,612,565 | 20,047,540 |
| Series R |  | - | 33,898 |
| Series PW |  | 358,784 | 309,692 |
| Private Series |  | 161,040 | 175,645 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (12.55) | 12.57 |
| Series F |  | (1.72) | 3.25 |
| Series N |  | (1.97) | 1.53 |
| Series NR |  | (1.84) | 1.52 |
| Series 0 |  | (4.27) | 5.69 |
| Series R |  | - | 0.42 |
| Series PW |  | (1.93) | 1.43 |
| Private Series |  | (1.76) | 1.88 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series N |  | Series NR |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (296 days) } \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ (296 \text { days }) \\ \hline \end{array}$ | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  |  |  | 102,323 | 225,459 | 3,064 | 1,645 | 474,834 | . | 5,034 | - | 467,351 | 696,043 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(13,737)$ | 26,230 | $(2,722)$ | 519 | $(66,548)$ | 59,747 | (695) | 650 | $(58,069)$ | 114,125 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 2,564 | 4,833 | 42,488 | 4,607 | 75,645 | 461,392 | 1,277 | 5,240 | 722 | 132,774 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 40 \\ (40,871) \\ \hline \end{array}$ | $\begin{gathered} 1 \\ (154,199) \\ \hline \end{gathered}$ | $\begin{array}{r} 313 \\ (8,417) \\ \hline \end{array}$ | $\begin{gathered} 3 \\ (3,706) \\ \hline \end{gathered}$ | $\begin{array}{r} 7,389 \\ (226,072) \\ \hline \end{array}$ | $\begin{gathered} 1,388 \\ (46,300) \end{gathered}$ | $\begin{gathered} 97 \\ (2,922) \\ \hline \end{gathered}$ | $\begin{gathered} 125 \\ (766) \\ \hline \end{gathered}$ | $\begin{array}{r} 8,811 \\ (186,493) \\ \hline \end{array}$ | $\begin{gathered} 4,211 \\ (475,591) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | $(38,267)$ | $(149,365)$ | 34,384 | 904 | $(143,038)$ | 416,480 | $(1,548)$ | 4,599 | $(176,960)$ | $(338,606)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 40 | - | 313 | 3 | 7,424 | 1,393 | 79 | 21 | 8,811 | 4,211 |
| Return of capital |  | . |  |  | - |  | . | 170 | 194 |  | - |
| Management fees rebate |  | - | 1 | 5 | 1 |  | - |  | - | - | - |
| Total distributions to investors |  | 40 | 1 | 318 | 4 | 7,424 | 1,393 | 249 | 215 | 8,811 | 4,211 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(52,044)$ | $(123,136)$ | 31,344 | 1,419 | $(217,010)$ | 474,834 | $(2,492)$ | 5,034 | $(243,840)$ | $(228,692)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 50,279 | 102,323 | 34,408 | 3,064 | 257,824 | 474,834 | 2,542 | 5,034 | 223,511 | 467,351 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,516,602 | 4,028,911 | 167,972 | 110,121 | 40,989,944 | - | 453,824 |  | 16,967,591 | 30,939,962 |
| Redeemable units issued |  | 44,934 | 82,049 | 2,584,140 | 280,491 | 7,183,665 | 45,104,132 | 128,510 | 513,531 | 31,348 | 5,566,159 |
| Redeemable units issued on reinvestments |  | 705 | 15 | 20,459 | 173 | 779,415 | 121,299 | 10,280 | 11,880 | 359,269 | 154,767 |
| Redeemable units redeemed |  | $(671,686)$ | $(2,594,373)$ | $(529,118)$ | $(222,813)$ | $(22,272,163)$ | $(4,235,487)$ | $(304,365)$ | $(71,587)$ | $(7,643,819)$ | $(19,693,297)$ |
| Redeemable units outstanding, end of the year |  | 890,555 | 1,516,602 | 2,243,453 | 167,972 | 26,680,861 | 40,989,944 | 288,249 | 453,824 | 9,714,389 | 16,967,591 |
|  |  | Serie |  | Serie |  | Private | eries |  |  |  |  |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |  |  |  |  |
|  | Note |  |  |  | (283 days) |  | (283 days) |  |  |  |  |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |  |  |  |  |
| Net assets attributable to holders of redeemable units, beginning of the year |  | . | 243 | 5,813 |  | 2,078 | . |  |  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | - | 13 | (694) | 444 | (284) | 329 |  |  |  |  |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | - | - | 5,119 | 13,197 | 231 | 2,201 |  |  |  |  |
| Reinvestments of distributions to holders of redeemable units |  | - | 2 | 82 | 11 | 33 | 6 |  |  |  |  |
| Redemption of redeemable units |  | - | (256) | $(7,218)$ | $(7,828)$ | (565) | (452) |  |  |  |  |
| Total redeemable units transactions |  | - | (254) | $(2,017)$ | 5,380 | (301) | 1,755 |  |  |  |  |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  |  | - | 85 | 11 | 33 | 6 |  |  |  |  |
| Return of capital |  | - | 2 | - | - |  | - |  |  |  |  |
| Total distributions to investors |  | - | 2 | 85 | 11 | 33 | 6 |  |  |  |  |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | - | (243) | $(2,796)$ | 5,813 | (618) | 2,078 |  |  |  |  |
| Net assets attributable to holders of redeemable units, end of the year |  |  | - | 3,017 | 5,813 | 1,460 | 2,078 |  |  |  |  |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | - | 34,967 | 499,115 | - | 178,747 | - |  |  |  |  |
| Redeemable units issued |  | - | 1 | 484,331 | 1,191,111 | 23,095 | 219,894 |  |  |  |  |
| Redeemable units issued on reinvestments |  | - | 268 | 8,519 | 955 | 3,429 | 509 |  |  |  |  |
| Redeemable units redeemed |  | - | $(35,236)$ | $(679,626)$ | $(692,951)$ | $(54,893)$ | $(41,656)$ |  |  |  |  |
| Redeemable units outstanding, end of the year |  | - | - | 312,339 | 499,115 | 150,378 | 178,747 |  |  |  |  |

[^7]Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(142,749)$ | 202,057 |
|  | $(76,275)$ | $(144,626)$ |
|  | 54 | 7 |
|  | 2,414 | 320 |
|  | 228,797 | $(39,868)$ |
|  | (3) | (2) |
|  | 358 | (347) |
|  | $(272,748)$ | $(371,269)$ |
|  | 597,509 | 440,810 |
|  | 32 | (8) |
|  | 177 | 63 |
|  | (189) | (63) |
|  | 337,377 | 87,074 |

2

| (195) | (96) |
| :---: | :---: |
| 128,425 | 620,489 |
| $(472,642)$ | $(689,675)$ |
| $(344,412)$ | $(69,282)$ |
| (54) | (7) |
| 3 | 2 |
| $(7,035)$ | 17,792 |
| 38,120 | 20,333 |
| 31,034 | 38,120 |
| 1,314 | 552 |
| 10,062 | 22,097 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Small Cap Fund's investment objective is to provide long-term capital growth and preservation. The Fund invests primarily in common shares of companies chosen for their growth potential. The Fund may also invest in money market instruments and securities of Canadian federal and provincial governments. The Fund makes investments in small capitalization companies which provide investors with additional dynamic growth potential for a diversified portfolio.
The portfolio manager analyzes securities with growth potential. The portfolio manager initially invests a limited proportion of assets in these companies, making further investments if the company lives up to expectations. Generally, the portfolio manager does not invest in medium or large capitalization unless they show earnings growth potential, and favours security selection over sector rotation. The Fund may invest approximately $25 \%$ of its assets in foreign equities.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | February 25, 1988 | A | A | 1.75 | 0.22 |
| Advisor Series | February 8, 2002 | A | A | 1.75 | 0.22 |
| Series F | April 1, 2004 | A | A | 0.75 | 0.22 |
| Series N | March 10, 2021 | A | A | 0.30 | 0.15 |
| Series NR | March 10, 2021 | M | A | 0.30 | 0.15 |
| Series 0 | March 1, 2005 | A | A | . | 0.02 |
| Series PW | March 23, 2021 | A | A | * |  |
| Private Series | March 23, 2021 | A | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 56.46 | - | 56.46 |
| Series F | 15.34 |  | 15.34 |
| Series N | 9.66 | - | 9.66 |
| Series NR | 8.82 |  | 8.82 |
| Series 0 | 23.01 | - | 23.01 |
| Series PW | 9.66 | - | 9.66 |
| Private Series | 9.71 | - | 9.71 |


|  | As at December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 67.47 | - | 67.47 |
| Series F | 18.24 | - | 18.24 |
| Series N | 11.58 |  | 11.58 |
| Series NR | 11.09 | - | 11.09 |
| Series 0 | 27.54 |  | 27.54 |
| Series PW | 11.65 | - | 11.65 |
| Private Series | 11.63 | - | 11.63 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending ransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income

Total Income
Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ |  | $\$$ |
| 6 | 100 | - | - |  |
| 3 | 50 |  | - | - |
| 3 | 50 | - | - |  |

Structured Entities (Note 2)
(in thousands Canadian dollars)
Fair Value
December 31, December 31,


Trust Unit

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | N | Net assets attributable to holders of redeemable | Net | Net assets attributable to holders of redeemable |
|  | exposure | units | exposure | units |
|  | \$ | \% | \$ | \% |
| American Dollar | 1,235,733 | 0.2 | 4,978,691 | 0.5 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 61,787$ (\$248,935 as at December 31, 2021).

## Price Risk (Note 5)

| The Fund's Benchmark Composition |  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| S\&P/TSX Smallcap Index TR (100\%) |  | 39,826,379 | $7.0 \pm$ | 76,037,602 | 7.2 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Concentration Risk (Note 5) |  |  |
| :---: | :---: | :---: |
|  | Percentage of Net Assets as at |  |
| Weighting by Sector | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 5.5 | 3.5 |
| Consumer Discretionary | 11.2 | 7.6 |
| Consumer Staples | 6.8 | 7.1 |
| Energy | 12.1 | 14.0 |
| Financials | 13.4 | 11.9 |
| Health Care | 2.4 | 5.4 |
| Industrials | 24.3 | 24.0 |
| Information Technology | 3.1 | 6.5 |
| Materials | 9.7 | 12.0 |
| Real Estate | 11.5 | 8.0 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 541,350,400 | - | - | 541,350,400 |
| Derivatives assets | - | 7,742,006 | - | 7,742,006 |
| Derivatives liabilities |  | $(7,687,684)$ | - | $(7,687,684)$ |
| Total derivatives instruments | - | 54,322 | - | 54,322 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,022,529,063 | - | - | 1,022,529,063 |
| Derivatives assets | - | 90,423,814 | - | 90,423,814 |
| Derivatives liabilities | - | $(90,011,423)$ | - | $(90,011,423)$ |
| Total derivatives instruments | - | 412,391 | - | 412,391 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| 2021 |  |
| 767 | $\mathbf{\$}$ |
| 55 | 643 |
| 77 | 54 |
|  | 97 |

Positions Held by Related Parties (Note 8)

Series 0
Series PW
Private Series

Series 0

| December 31, 2022 |  |  | December 31, 2021 |  |
| ---: | ---: | ---: | ---: | ---: |
| Units Held by <br> National Bank <br> Investments inc. | $\%$ | Units Held by <br> National Bank <br> Investments inc. | $\%$ |  |
| 93 | - | 91 | - |  |
| 103 | - | 100 | - |  |
| 102 | - | 100 | - |  |


| December 31, 2022 | December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: |
| Units Held by |  | Units Held by |  |
| Trust National | \% | Trust National | \% |
| Bank |  | Bank |  |

## Losses (Note 9)

(in thousands Canadian dollars)

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| 15,115 | $\mathbf{2 0 2 1}$ |


|  | Number of shares | Average $\begin{array}{r} \text { Cost } \\ \hline \end{array}$ | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Number of shares | Average $\begin{array}{r} \text { Cost } \\ \hline \$ \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (94.5\%) |  |  |  | SSR Mining Inc. | 125,870 | 2,329,407 | 2,667,185 |
| Consumer Discretionary (11.2\%) |  |  |  | Stella-Jones Inc. | 17,758 | 462,405 | 861,618 |
| AutoCanada Inc. | 214,317 | 6,786,089 | 4,995,729 | Wesdome Gold Mines Ltd. | 328,101 | 4,156,928 | 2,454,195 |
| Goeasy Ltd. | 107,966 | 6,108,258 | 11,492,981 | Winpak Ltd. | 245,565 | 7,747,180 | 10,328,464 |
| Hayward Holdings Inc. | 230,178 | 5,378,020 | 2,929,397 |  |  | 47,582,458 | 55,441,251 |
| Park Lawn Corp. | 743,164 | 20,147,413 | 19,210,789 |  |  |  |  |
| Pollard Banknote Ltd. | 341,891 | 8,677,101 | 6,536,956 | Real Estate (11.5\%) |  |  |  |
| Sleep Country Canada Holdings Inc. | 588,473 | 19,860,120 | 13,523,110 | Altus Group Ltd. | 55,750 | 1,387,002 | 3,012,730 |
| Uni-Select Inc. | 80,350 | 2,995,400 | 3,442,194 | Colliers International Group Inc. | 178,057 | 15,424,997 | 22,146,730 |
| Winmark Corp. | 6,271 | 1,965,734 | 2,002,269 | FirstService Corp. | 108,809 | 4,518,855 | 18,041,620 |
|  |  | 71,918,135 | 64,133,425 | Mainstreet Equity Corp. | 101,838 | 12,850,885 | 12,016,884 |
|  |  |  |  | StorageVault Canada Inc. | 1,769,510 | 11,296,929 | 10,652,450 |
| Consumer Staples (6.8\%) |  |  |  |  |  | 45,478,668 | 65,870,414 |
| Jamieson Wellness Inc. | 490,961 | 11,510,044 | 17,227,821 |  |  |  |  |
| Pet Valu Holdings Ltd. | 463,320 | 12,149,504 | 18,129,712 | Total Equities |  | 467,518,920 | 541,350,400 |
| Premium Brands Holdings Corp. | 47,130 | 3,587,364 | 3,877,856 |  |  |  |  |
|  |  | 27,246,912 | 39,235,389 |  |  |  |  |
|  |  |  |  | Total Investments (94.5\%) |  | 467,518,920 * | 541,350,400 |
| Energy (12.1\%) |  |  |  |  |  |  |  |
| Enerplus Corp. | 503,955 | 6,236,816 | 12,044,524 | Unrealized Appreciation on Forei | (0.0\%) |  | 54,322 |
| Kelt Exploration Ltd. | 1,868,064 | 9,731,854 | 9,359,001 |  |  |  |  |
| Parex Resources Inc. | 55,214 | 1,084,860 | 1,112,562 | Cash and Other Net Assets (5.5\%) |  |  | 31,636,698 |
| Parkland Corp | 520,485 | 15,739,992 | 15,463,609 |  |  |  |  |
| Secure Energy Services Inc. | 1,589,755 | 10,512,288 | 11,175,978 | Net Assets (100\%) |  |  | 573,041,420 |
| ShawCor Ltd. | 243,700 | 3,118,049 | 3,348,438 | Net Assets (100\%) |  |  | $\xrightarrow{573,041,420}$ |
| Topaz Energy Corp | 809,791 | 12,363,377 | 17,110,884 |  |  |  |  |
|  |  | 58,787,236 | 69,614,996 | $\begin{aligned} & \text { *Average cost of } \\ & \text { is } \$ 719,900,593 \text {. } \end{aligned}$ |  |  |  |
| Financials (13.4\%) |  |  |  |  |  |  |  |
| Canadian Western Bank | 354,660 | 9,630,387 | 8,533,120 |  |  |  |  |
| Definity Financial Corporation | 207,331 | 5,430,175 | 7,978,097 |  |  |  |  |
| ECN Capital Corp. | 2,514,459 | 1,676,697 | 6,990,196 |  |  |  |  |
| EQB Inc. | 351,563 | 21,666,760 | 19,944,169 |  |  |  |  |
| Tricon Capital Group Inc. | 1,089,617 | 11,172,709 | 11,375,601 |  |  |  |  |
| Trisura Group Ltd. | 486,606 | 9,584,145 | 22,038,386 |  |  |  |  |
|  |  | 59,160,873 | 76,859,569 |  |  |  |  |
| Health Care (2.4\%) |  |  |  |  |  |  |  |
| Andlauer Healthcare Group Inc. | 151,028 | 2,913,533 | 7,151,176 |  |  |  |  |
| Neighbourly Pharmacy Inc. | 276,002 | 6,729,044 | 6,455,687 |  |  |  |  |
|  |  | 9,642,577 | 13,606,863 |  |  |  |  |
| Industrials (24.3\%) |  |  |  |  |  |  |  |
| ADENTRA Inc. | 482,100 | 18,897,256 | 13,662,714 |  |  |  |  |
| ATS Corp. | 477,645 | 10,853,498 | 20,104,078 |  |  |  |  |
| Boyd Group Services Inc. | 62,145 | 12,916,886 | 12,998,248 |  |  |  |  |
| Calian Group Ltd. | 183,548 | 9,828,821 | 12,259,171 |  |  |  |  |
| Cargojet Inc. | 104,344 | 11,663,029 | 12,140,424 |  |  |  |  |
| GDI Integrated Facility Services Inc. | 410,799 | 16,136,879 | 18,691,354 |  |  |  |  |
| Héroux-Devtek Inc. | 1,244,120 | 12,625,412 | 16,353,957 |  |  |  |  |
| Logistec Corp., Class B | 22,153 | 847,333 | 918,685 |  |  |  |  |
| Richelieu Hardware Ltd. | 558,344 | 11,416,686 | 20,217,636 |  |  |  |  |
| Savaria Corp. | 826,081 | 12,577,145 | 11,556,873 |  |  |  |  |
|  |  | 117,762,945 | 138,903,140 |  |  |  |  |
| Information Technology (3.1\%) |  |  |  |  |  |  |  |
| Enghouse Systems Ltd. | 106,075 | 1,881,027 | 3,815,518 |  |  |  |  |
| Envestret Inc. | 28,269 | 2,341,032 | 2,361,469 |  |  |  |  |
| Kinaxis Inc. | 1,000 | 100,900 | 151,910 |  |  |  |  |
| Real Matters Inc. | 568,665 | 7,195,831 | 2,377,020 |  |  |  |  |
| Sangoma Technologies Corp. | 154,252 | 2,524,825 | 979,500 |  |  |  |  |
| TECSYS Inc. | 301,543 | 15,895,501 | 7,999,936 |  |  |  |  |
|  |  | 29,939,116 | 17,685,353 |  |  |  |  |
| Materials (9.7\%) |  |  |  |  |  |  |  |
| Capstone Copper Corp. | 1,436,490 | 6,576,630 | 7,096,261 |  |  |  |  |
| Champion Iron Ltd. | 2,340,554 | 11,915,102 | 15,798,740 |  |  |  |  |
| MAG Silver Corp. | 430,968 | 6,253,028 | 9,114,973 |  |  |  |  |
| Richards Packaging Income Fund | 164,620 | 8,141,778 | 7,119,815 |  |  |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 1.3551 | USD | 165,000 | 223,258 | CAD | 223,597 | 223,597 | 339 |
| March 15, 2023 | 1.3557 | USD | 7,500 | 10,148 | CAD | 10,168 | 10,168 | 20 |
| March 15, 2023 | 1.3669 | USD | 230,000 | 311,208 | CAD | 314,390 | 314,390 | 3,182 |
| March 15, 2023 | 1.3649 | USD | 4,675,804 | 6,326,725 | CAD | 6,382,005 | 6,382,005 | 55,280 |
|  |  |  |  |  |  |  |  | 58,821 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 0.7350 | CAD | 816,345 | 816,345 | USD | 600,000 | 811,846 | $(4,499)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 54,322 |

Financial Statements

Statements of Financial Position
(in thousands Canadian dollars, except per unit amounts)


Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 972 | 357 |
| Dividends income |  | 7,649 | 5,673 |
| Income from securities lending |  | 13 | - |
| Other income |  | 481 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 27,427 | 26,616 |
| Change in net unrealized appreciation/depreciation on investments |  | $(56,833)$ | 41,057 |
| Change in unrealized gains/losses on foreign currencies |  | 15 | 1 |
| Total income |  | $(20,276)$ | 73,704 |
| Expenses | 8 |  |  |
| Management fees |  | 7,121 | 7,514 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 1,188 | 1,079 |
| Fees paid by the manager |  | (2) | (2) |
| Transaction costs on purchase and sale of investments | 8 | 130 | 150 |
| Total expenses |  | 8,439 | 8,743 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(28,715)$ | 64,961 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(17,349)$ | 40,382 |
| Series F |  | $(11,366)$ | 24,579 |
|  |  | $\stackrel{(28,715)}{ }$ | $\stackrel{64,961}{ }$ |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 2,295,183 | 2,669,110 |
| Series F |  | 9,749,811 | 6,291,698 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (7.56) | 15.13 |
| Series F |  | (1.17) | 3.91 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activitie
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on
investments
Change in unrealized gains/losses on foreign currencie Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of
reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| ---: | ---: |
| 2 | $\$$ |
| $(28,715)$ | 64,961 |
| $(27,427)$ | $(26,616)$ |
| 56,833 | $(41,057)$ |
| $(15)$ | $(1)$ |
| $(102,754)$ | $(164,343)$ |
| 89,660 | 88,243 |
| $(270)$ | $(111)$ |
| $(153)$ | 205 |
| $(12,841)$ | $(78,719)$ |

2

| (712) |  |
| :---: | :---: |
| 167,350 | 157,771 |
| $(146,344)$ | $(70,127)$ |
| 20,294 | 87,644 |
| 15 | 1 |
| 7,453 | 8,925 |
| 19,900 | 10,974 |
| 27,368 | 19,900 |
| 972 | 357 |
| 7379 | ,562 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Quebec Growth Fund's investment objective is to ensure long-term capital growth. The Fund primarily invests in equity securities of corporations whose head office is in Quebec or who do a substantial part of their business in Quebec. It invests in many sectors of the Quebec economy, including communications and media, conglomerates, consumer products, financial services, industrial products, merchandising, metals and minerals, paper and forest products, transportation and environment, and utilities. The Fund provides investors with a way to participate in economic growth in Quebec as part of a diversified portfolio.
The portfolio manager analyzes small, medium and large capitalization companies. When selecting securities in the Fund, the portfolio manager favours security selection over sector rotation and seeks companies with growth potential. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the Fund's assets.

General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \end{array}$ | Annual <br> Management <br> Fees <br> (Maximum) <br> (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | July 23, 1999 | A | A | 1.75 | 0.22 |
| Advisor Series | February 8, 2002 | A | A | 1.75 | 0.22 |
| Series F | May 21, 2014 | A | A | 0.75 | 0.22 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment | Net Asset Per Unit |
|  |  |  |  |
|  |  | Per Unit |  |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 96.50 | - | 96.50 |
| Series F | 25.18 |  | 25.18 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | \$ |  |  |
| Investor/Advisor Series | 104.39 |  | 104.39 |
| Series F | 26.81 | - | 26.81 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
| $\$$ | $\$ 8$ |

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 304,338 | 0.1 | 109,835 |  |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 15,217 (\$5,492 as at December 31, 2021).

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Concentration Risk (Note 5) |  |  |
| :---: | :---: | :---: |
| Weighting by Sector | Percentage of Net Assets as at |  |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 5.6 | 3.9 |
| Communication Services | 3.1 | 2.2 |
| Consumer Discretionary | 11.9 | 8.5 |
| Consumer Staples | 10.3 | 10.6 |
| Energy | 2.9 | 3.6 |
| Financials | 10.5 | 9.1 |
| Health Care | 0.4 | 0.9 |
| Industrials | 33.2 | 34.7 |
| Information Technology | 8.3 | 9.6 |
| Materials | 7.6 | 10.1 |
| Real Estate | 2.1 | 2.4 |
| Utilities | 4.1 | 4.4 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 450,761,979 | - | - | 450,761,979 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: |
|  |  | $\$$ | $\$$ | $\$$ |
| Common shares | $468,056,627$ | - | - | $468,056,627$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 130 | 150 |
| Soft Dollars | 12 | 14 |
|  | 6 | 13 |

## Losses (Note g)

(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |
| - | 648 |


|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Number of shares | $\begin{array}{r} \text { Average } \\ \text { Cost } \\ \hline \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (94.4\%) |  |  |  | Utilities (4.1\%) |  |  |  |
| Communication Services (3.1\%) |  |  |  | Boralex Inc., Class A | 272,000 | 9,547,096 | 10,885,440 |
| Quebecor Inc., Class B | 410,000 | 10,121,614 | 12,382,000 | Innergex Renewable Energy Inc. | 525,000 | 10,692,695 | 8,505,000 |
| TELUS Corp. | 101,099 | 3,003,651 | 2,641,717 |  |  | 20,239,791 | 19,390,440 |
|  |  | 13,125,265 | 15,023,717 |  |  |  |  |
|  |  |  |  | Total Equities |  | 343,567,443 | 450,761,979 |
| Consumer Discretionary (11.9\%) |  |  |  |  |  |  |  |
| BRP Inc. | 26,000 | 841,950 | 2,683,980 |  |  |  |  |
| Dollarama Inc. | 155,000 | 6,630,190 | 12,274,450 | Total Investments (94.4\%) |  | 343,567,443 * | 450,761,979 |
| Gildan Activewear Inc. | 250,000 | 11,356,825 | 9,270,000 |  |  |  |  |
| Goeasy Ltd. | 74,000 | 6,398,426 | 7,877,300 | Cash and Other Net Assets (5.6\%) |  |  | 26,960,038 |
| Pixman Nomadic | 136,200 | 54,480 | - |  |  |  |  |
| Sleep Country Canada Holdings Inc. | 440,800 | 13,577,138 | 10,129,584 | Net Assets (100\%) |  |  | 477,722,017 |
| Uni-Select Inc. | 335,000 | 6,771,512 | 14,351,400 |  |  |  |  |
|  |  | 45,630,521 | 56,586,714 | *Average cost of Investments as of December 31, 2021 is $\$ 304,029,495$. |  |  |  |
| Consumer Staples (103\%) |  |  |  |  |  |  |  |
| Consumer Staples (10.3\%) | 312,000 | 9,346,534 | 18,564,000 |  |  |  |  |
| GURU Organic Energy Corp. | 98,200 | 1,595,362 | 220,950 |  |  |  |  |
| Jamieson Wellness Inc. | 355,000 | 9,177,791 | 12,456,950 |  |  |  |  |
| Lassonde Industries Inc., Class A | 10,103 | 1,594,711 | 1,124,262 |  |  |  |  |
| Metro Inc. | 131,000 | 6,013,548 | 9,821,070 |  |  |  |  |
| Pet Valu Holdings Ltd. | 135,000 | 4,031,457 | 5,282,550 |  |  |  |  |
| Premium Brands Holdings Corp. | 23,000 | 1,908,763 | 1,892,440 |  |  |  |  |
|  |  | 33,668,166 | 49,362,222 |  |  |  |  |
| Energy (2.9\%) |  |  |  |  |  |  |  |
| Parkland Corp | 470,000 | 15,851,377 | 13,963,700 |  |  |  |  |
| Financials (10.5\%) |  |  |  |  |  |  |  |
| Definity Financial Corporation | 170,000 | 4,463,158 | 6,541,600 |  |  |  |  |
| iA Financial Corp Inc. | 287,000 | 14,654,593 | 22,750,490 |  |  |  |  |
| Intact Financial Corp. | 25,000 | 3,362,500 | 4,872,750 |  |  |  |  |
| National Bank of Canada | 175,000 | 8,428,569 | 15,965,250 |  |  |  |  |
|  |  | 30,908,820 | 50,130,090 |  |  |  |  |
| Health Care (0.4\%) |  |  |  |  |  |  |  |
| Andlauer Healthcare Group Inc. | 44,000 | 792,359 | 2,083,400 |  |  |  |  |
| Industrials (33.2\%) |  |  |  |  |  |  |  |
| Air Canada | 257,000 | 5,260,272 | 4,983,230 |  |  |  |  |
| CAE Inc. | 357,000 | 6,771,834 | 9,349,830 |  |  |  |  |
| Canadian National Railway Co. | 38,000 | 3,888,923 | 6,111,920 |  |  |  |  |
| Cargojet Inc. | 88,000 | 8,738,241 | 10,238,800 |  |  |  |  |
| GDI Integrated Facility Services Inc. | 525,000 | 15,656,511 | 23,887,500 |  |  |  |  |
| Héroux-Devtek Inc. | 1,095,000 | 14,175,720 | 14,393,775 |  |  |  |  |
| Logistec Corp., Class B | 305,000 | 11,671,486 | 12,648,350 |  |  |  |  |
| Richelieu Hardware Ltd. | 560,000 | 16,754,572 | 20,277,600 |  |  |  |  |
| Savaria Corp. | 1,008,587 | 11,712,691 | 14,110,132 |  |  |  |  |
| TFI International Inc. | 128,000 | 3,692,034 | 17,358,080 |  |  |  |  |
| WSP Global Group Inc. | 158,600 | 7,536,908 | 24,914,474 |  |  |  |  |
|  |  | 105,859,192 | 158,273,691 |  |  |  |  |
| Information Technology (8.3\%) |  |  |  |  |  |  |  |
| CGI Group Inc., Class A | 162,000 | 13,612,780 | 18,907,020 |  |  |  |  |
| Nuvei Corp | 250,000 | 14,513,275 | 8,602,500 |  |  |  |  |
| Opsens Inc. | 350,000 | 466,500 | 658,000 |  |  |  |  |
| TECSYS Inc. | 440,000 | 9,666,905 | 11,673,200 |  |  |  |  |
|  |  | 38,259,460 | 39,840,720 |  |  |  |  |
| Materials (7.6\%) |  |  |  |  |  |  |  |
| Champion Iron Ltd. | 2,100,225 | 9,164,661 | 14,176,519 |  |  |  |  |
| Stella-Jones Inc. | 285,000 | 10,441,504 | 13,828,200 |  |  |  |  |
| Wesdome Gold Mines Ltd. | 216,311 | 1,989,065 | 1,618,006 |  |  |  |  |
| Winpak Ltd. | 155,000 | 6,537,512 | 6,519,300 |  |  |  |  |
|  |  | 28,132,742 | 36,142,025 |  |  |  |  |
| Real Estate (2.1\%) |  |  |  |  |  |  |  |
| CANADIAN NET REAL ESTATE INV | 1,607,300 | 11,099,750 | 9,965,260 |  |  |  |  |

## Financial Statements

Statements of Financial Position
(in thousands Canadian dollars, except per unit am

Assets
Current assets
Investments
Subscriptions receivable
Dividends receivable
Other assets receivable
Total assets
Liabilities
Current liabilities
Bank overdraft
Redeemed units payable
Total liabilities (excluding net assets attributable to holders
of redeemable units)
Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per
series
Advisor Series
Series F
Series N
Series NR
Series $O$
Series PW
Series PWO
Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director
Series PWO
Net assets attributable to holders of redeemable units per
unit, per series
Advisor Series
Series F
Series N
Series NR
Series O
Series PW
SW

## Statements of Comprehensive Income for the Years Ended December 31

(in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Advisor Series |  | Series F |  | Series N(347 days) | $\begin{array}{r} \text { Series NR } \\ 2022 \\ \text { ( } 347 \text { days) } \end{array}$ | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ |  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \end{array}$ |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 37 | . | 249 | . | . | . | 118 | - |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 24 | 1 | 19 | 12 | 9,728 | 101 | 254 | 4 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,886 | 36 | 7,235 | 237 | 487,732 | 5,230 | 13,885 | 126 |
| Reinvestments of distributions to holders of redeemable units |  | 3 |  | 15 | 2 | 3,294 | 51 | 104 | 1 |
| Redemption of redeemable units |  | $(1,113)$ | - | $(3,789)$ | . | $(34,305)$ | (636) | $(1,746)$ | (11) |
| Total redeemable units transactions |  | 776 | 36 | 3,461 | 239 | 456,721 | 4,645 | 12,243 | 116 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net investment income |  | 3 |  | 15 | 1 | 3,311 | 35 | 104 | 1 |
| Net realized gain |  |  |  |  | 1 |  |  |  | 1 |
| Return of capital |  | - | - | - | - | - | 94 | - | - |
| Total distributions to investors |  | 3 | - | 15 | 2 | 3,311 | 129 | 104 | 2 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 797 | 37 | 3,465 | 249 | 463,138 | 4,617 | 12,393 | 118 |
| Net assets attributable to holders of redeemable units, end of the year |  | 834 | 37 | 3,714 | 249 | 463,138 | 4,617 | 12,511 | 118 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 3,450 | - | 23,362 |  |  |  | 10,986 | - |
| Redeemable units issued |  | 185,022 | 3,422 | 690,841 | 23,191 | 50,487,966 | 553,273 | 1,338,051 | 11,913 |
| Redeemable units issued on reinvestments |  | 274 | 28 | 1,393 | 171 | 333,773 | 5,339 | 9,804 | 111 |
| Redeemable units redeemed |  | $(107,650)$ | . | $(361,257)$ | . | $(3,498,717)$ | $(67,195)$ | $(170,355)$ | $(1,038)$ |
| Redeemable units outstanding, end of the year |  | 81,096 | 3,450 | 354,339 | 23,362 | 47,323,022 | 491,417 | 1,188,486 | 10,986 |


| Increase (decrease) in net assets attributable to <br> holders of redeemable units |  | 428 | 157 |
| :--- | ---: | ---: | ---: | ---: |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Other assets receivable
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

2


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Sustainable Canadian Equity Fund's investment objective is to provide long-term capital growth. The Fund invests, directly or through investments in securities of other mutual funds, in a portfolio composed mainly of equity securities of Canadian companies.
The portfolio's sub-advisor conducts a fundamental bottom-up investment approach for portfolio securities selection. The portfolio's sub-advisor analyzes well-established companies with sustainability attributes presenting a strong potential for risk-adjusted returns. The portfolio sub-advisor undertakes a thorough environmental, social, and governance analysis to assess the quality, capital allocation ability and long-term sustainability of a business. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the fund's net assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | June 28, 2021 | A | A | 1.60 | 0.14 |
| Series F | June 28, 2021 | A | A | 0.60 | 0.14 |
| Series N | January 18, 2022 | A | A | 0.20 | 0.14 |
| Series NR | January 18, 2022 | M | A | 0.20 | 0.14 |
| Series 0 | June 28, 2021 | A | A | . | 0.02 |
| Series PW | March 29, 2022 | A | A | * |  |
| Series PWO | March 29, 2022 | A | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 10.29 | - | 10.29 |
| Series F | 10.48 | - | 10.48 |
| Series N | 9.79 | - | 9.79 |
| Series NR | 9.40 | - | 9.40 |
| Series 0 | 10.53 | - | 10.53 |
| Series PW | 9.59 | - | 9.59 |
| Series PWO | 9.58 | - | 9.58 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asse Per Uni |
|  | \$ | \$ | \$ |
| Advisor Series | 10.60 | - | 10.60 |
| Series F | 10.69 | - | 10.69 |
| Series 0 | 10.69 | 0.01 | 10.70 |

Structured Entities (Note 2)
(in thousands Canadian dollars)


## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| S\&P/TSX Index TR (100\%) | $\pm 45,374,854$ | $6.2 \pm$ | 17,363 | 4.3 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 19-month (7-month in 2021) historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Asset Mix | 2022 | 2021 |
|  | $\%$ | $\%$ |
| Cash, Money Market and Other Net Assets | 0.1 | $(0.3)$ |
| Exchange Traded Funds | 99.9 | 100.3 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Exchange traded funds | 726,473,450 |  |  | 726,473,450 |
| During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3. |  |  |  |  |
| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
|  | \$ | \$ | \$ |  |
| Exchange traded funds | 404,796 | - | - | 404,796 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |
| 100 | - |
| 100 | - |

Positions Held by Related Parties (Note 8)
Advisor Series
Series F
Series O
Series PW

| December 31, 2022 |  |  | December 31,2021 |
| ---: | ---: | ---: | ---: | ---: |
|  | $\%$ | Units | $\%$ |
| - | - | 101 | 3 |
| - | - | 14,909 | 64 |
| 102 | - | 101 | 1 |
| 101 | - | - | - |
| 101 | - | - | - |

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (99.9\%) |  |  |  |
| NBI Sustainable Canadian Equity ETF | 22,540,287 | 721,496,407 | 726,473,450 |
| Total Investments (99.9\%) |  | 721,496,407 * | 726,473,450 |
| Cash and Other Net Assets (0.1\%) |  |  | 687,678 |
| Net Assets (100\%) |  |  | 727,161,128 |

*Average cost of Investments as of December 31, 2021 is $\$ 394,191$.

## NBI SmartBeta Global Equity Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series 0 |  | Private Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 1,201 | 1,356 | 6,541 | 6,444 | 744,420 | 646,028 | 625 | 2,184 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (66) | 123 | (190) | 807 | $(25,008)$ | 74,833 | (90) | 92 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 96 | 380 | 2,220 | 5,285 | 116,658 | 93,576 | 776 | 186 |
| Reinvestments of distributions to holders of redeemable units |  | 5 | 91 | 103 | 588 | 18,352 | 59,225 | . | 6 |
| Redemption of redeemable units |  | (188) | (657) | $(1,521)$ | $(5,988)$ | $(264,320)$ | $(70,017)$ | $(1,202)$ | $(1,780)$ |
| Total redeemable units transactions |  | (87) | (186) | 802 | (115) | $(129,310)$ | 82,784 | (426) | $(1,588)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net investment income |  | 5 | 7 | 104 | 111 | 18,352 | 17,626 | 1 | 13 |
| Net realized gain |  |  | 85 |  | 476 |  | 41,599 | - | 50 |
| Management fees rebate |  | - | - | 8 | 8 | - | - | - | - |
| Total distributions to investors |  | 5 | 92 | 112 | 595 | 18,352 | 59,225 | 1 | 63 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (158) | (155) | 500 | 97 | $(172,670)$ | 98,392 | (517) | $(1,559)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 1,043 | 1,201 | 7,041 | 6,541 | 571,750 | 744,420 | 108 | 625 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 102,229 | 116,846 | 614,080 | 618,004 | 59,851,397 | 53,168,253 | 49,119 | 173,693 |
| Redeemable units issued |  | 8,746 | 32,588 | 225,559 | 498,417 | 10,216,394 | 7,403,521 | 67,209 | 14,586 |
| Redeemable units issued on reinvestments |  | 427 | 7,679 | 10,190 | 54,677 | 1,543,793 | 4,650,040 | 2 | 459 |
| Redeemable units redeemed |  | $(17,417)$ | $(54,884)$ | $(150,659)$ | $(557,018)$ | $(22,880,541)$ | ( $5,370,417$ ) | $(107,405)$ | $(139,619)$ |
| Redeemable units outstanding, end of the year |  | 93,985 | 102,229 | 699,170 | 614,080 | 48,731,043 | 59,851,397 | 8,925 | 49,119 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Dividends received, net of withholding taxes

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI SmartBeta Global Equity Fund's investment objective is to provide long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of equity securities of companies located around the world that are selected using quantitative analysis of risk factors.

The portfolio sub-advisor analyzes securities using a quantitative selection process based on an analysis of various risk measurements so that each security in the portfolio contributes a similar degree of risk. The final selection of securities, as well as their weight within the portfolio, is determined so as to obtain a diversified portfolio by market sector.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | A | A | 1.75 | 0.10 |
| Advisor Series | October 30, 2015 | A | A | 1.75 | 0.10 |
| Series F | October 30, 2015 | A | A | 0.75 | 0.10 |
| Series 0 | October 30, 2015 | A | A | - | 0.02 |
| Private Series | December 1, 2015 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :--- | ---: | ---: | ---: |
|  | Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$ \mathbf{\$}$ | $\$$ | $\$$ |
|  | 11.08 | 0.01 | 11.09 |
| Investor/Advisor Series | 10.06 | 0.01 | 10.07 |
| Series F | 11.72 | 0.01 | 11.73 |
| Series O | 12.06 | 0.01 | 12.07 |
| Private Series |  |  |  |


|  | As at December 31, 2021 |  |  |
| :--- | ---: | ---: | ---: |
|  | Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ | $\$$ | $\$$ |
| Investor/Advisor Series | 11.74 | 0.01 | 11.75 |
| Series F | 10.65 | - | 10.65 |
| Series O | 12.43 | 0.01 | 12.44 |
| Private Series | 12.72 | 0.01 | 12.73 |


|  | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
| Currency | Net exposure | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  |  | \% | \$ | \% |
| American Dollar | 256,092,582 | 44.2 | 401,172,481 | 53.3 |
| Australian Dollar | 16,304,544 | 2.8 | 16,608,850 | 2.2 |
| Danish Krone | 7,371,494 | 1.3 | 10,449,169 | 1.4 |
| Euro | 78,276,835 | 13.5 | 106,701,600 | 14.2 |
| Hong Kong Dollar | 20,080,143 | 3.5 | 10,250,115 | 1.4 |
| Japanese Yen | 111,216,017 | 19.2 | 98,429,215 | 13.1 |
| Norwegian Krone | 2,953,262 | 0.5 | 2,767,571 | 0.4 |
| Pound Sterling | 33,655,324 | 5.8 | 39,423,276 | 5.2 |
| Singapore Dollar | 9,958,591 | 1.7 | 8,508,579 | 1.1 |
| Swedish Krona | 5,356,939 | 0.9 | 8,655,997 | 1.1 |
| Swiss Franc | 11,902,262 | 2.1 | 14,178,071 | 1.9 |
| The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk. |  |  |  |  |
| Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate. |  |  |  |  |
| Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 27,658,400$ ( $\$ 35,857,246$ as at December 31, 2021). |  |  |  |  |

## Price Risk (Note 5)



The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

| Comprenensive Incon | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income |  | - | 12 | 100 |
| Net Income Received by the Fund | - | - | 6 | 50 |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | - | - | 6 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Trust Unit
Exchange Traded Fund

Fair Value
December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
|  | $\$$ |
| 913 | $\mathbf{\$}$ |
| 8,707 | 52,109 |

## Concentration Risk (Note 5)

| Weighting by Country | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Australia | 2.8 | 2.0 |
| Austria | 0.3 | - |
| Belgium | 0.9 | 0.6 |
| Bermuda | 0.3 | 0.2 |
| Canada | 4.5 | 4.9 |
| Cash, Money Market and Other Net Assets | 0.2 | 0.3 |
| China | 3.5 | 1.1 |
| Denmark | 1.3 | 1.4 |
| Exchange Traded Funds | 1.5 | 6.9 |
| Finland | 0.8 | 0.7 |
| France | 3.1 | 3.4 |
| Germany | 2.7 | 3.8 |
| Hong Kong | 0.7 | 1.5 |
| Ireland | 0.8 | 1.5 |
| Isle of Man | - | 0.1 |
| Israel | 0.2 |  |
| Italy | 1.0 | 0.9 |
| Japan | 19.2 | 13.0 |
| Luxembourg | 0.3 | 0.1 |
| Netherlands | 1.4 | 1.9 |
| New Zealand | - | 0.1 |
| Norway | 0.5 | 0.4 |
| Portugal | 0.8 | 0.6 |
| Singapore | 1.7 | 1.1 |
| Spain | 2.0 | 1.3 |
| Sweden | 0.8 | 1.0 |
| Switzerland | 2.5 | 2.2 |
| United Kingdom | 6.3 | 5.9 |
| United States | 39.9 | 43.1 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Common shares | $570,060,349$ | - | - | $570,060,349$ |  |
| Exchange traded funds | $8,706,732$ | - | - | $8,706,732$ |  |
| Total investments | $578,767,081$ | - | - | $578,767,081$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1 , Level 2 and Level 3.

| December 31, 2021 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Common shares | $698,448,569$ | - | - | $698,448,569$ |  |
| Exchange traded funds | $52,109,260$ | - | - | $52,109,260$ |  |
| Total investments | $750,557,829$ | - | - | $750,557,829$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 198 | 140 |
| n | 51 | 38 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 256 | - | 250 | - |
| Private Series | 122 | 1 | 120 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  | 1 |  |


|  | Number | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Canadian Equities (4.5\%) | Austria (0.3\%) |  |  |  |  |  |  |
| Communication Services (0.8\%) |  |  |  | Andritz AG | 11,898 | 630,818 | 926,885 |
| BCE Inc. | 17,623 | 1,051,852 | 1,048,392 | Oest Elektrizitats, Class A | 6,461 | 840,570 | 7366,966 |
| Rogers Communications Inc., Class B | 19,126 | 1,147,770 | 1,212,015 |  |  | 1,471,388 |  |
| Shaw Communications Inc., Class B | 34,306 | 1,279,716 | 1,338,277 |  |  |  |  |
| TELUS Corp. | 36,400 | 902,082 | 951,132 | Belgium (0.9\%) |  |  |  |
|  |  | 4,381,420 | 4,549,816 | Ageas | 11,376 | 640,578 | 682,925 |
|  |  |  |  | Anheuser-Busch InBev SA/NV | 11,303 | 802,802 | 921,815 |
| Consumer Discretionary (0.3\%) |  |  |  | Elia Group SA/NV | 6,869 | 1,287,769 | 1,322,102 |
| Dollarama Inc. | 11,516 | 509,121 | 911,952 | Groupe Bruxelles Lambert SA | 7,048 | 683,831 | 761,836 |
| Restaurant Brands International Inc. | 11,784 | 877,437 | 1,031,925 | UCB SA | 16,547 | 1,896,436 | 1,764,145 |
|  |  | 1,386,558 | 1,943,877 |  |  | 5,311,416 | 5,452,823 |
| Consumer Staples (0.5\%) |  |  |  | Bermuda (0.3\%) |  |  |  |
| Loblaw Companies Ltd. | 14,287 | 1,105,706 | 1,710,440 | Arch Capital Group Ltd. | 11,923 | 709,343 | 1,013,429 |
| Metro Inc. | 18,811 | 1,041,122 | 1,410,261 | Everest Re Group Ltd. | 2,082 | 757,938 | 933,790 |
|  |  | 2,146,828 | 3,120,701 |  |  | 1,467,281 | 1,947,219 |
| Energy (0.4\%) |  |  |  | China (3.5\%) |  |  |  |
| Enbridge Inc. | 16,479 | 826,628 | 872,069 | Agricultural Bank of China Ltd., Class H | 9,204,740 | 4,362,792 | 4,278,846 |
| Pembina Pipeline Corporation | 17,575 | 855,416 | 807,747 | Bank of China Ltd., Class H | 7,812,202 | 3,786,394 | 3,848,328 |
| TC Energy Corp. | 14,922 | 1,041,168 | 805,490 | China Life Insurance Co. Ltd., Class H | 1,336,875 | 2,481,959 | 3,107,248 |
|  |  | 2,723,212 | 2,485,306 | China Shenhua Energy Co., Class H | 553,008 | 2,285,631 | 2,163,009 |
|  |  |  |  | PetroChina Company Ltd., Class H | 10,792,057 | 6,320,270 | 6,682,712 |
| Financials (0.7\%)Intact Financial Corp. |  |  |  |  |  | 19,237,046 | 20,080,143 |
|  |  |  |  |  |  |  |  |  |  |
| Power Corporation of Canada | 23,773 | 920,304 | 757,170 |  |  | Denmark (1.3\%) |  |  |  |
| Royal Bank of Canada | 6,336 | 804,268 | 806,573 | Carlsberg, Class B | 5,027 | 871,431 | 904,587 |
| Scotiabank | 11,468 | 750,810 | 760,787 | Chr Hansen Holding A/S | 11,171 | 1,226,196 | 1,091,311 |
| Toronto-Dominion Bank | 8,933 | 743,689 | 783,156 | Coloplast A/S, Class B | 5,129 | 878,030 | 811,972 |
|  |  | 3,803,367 | 4,076,973 | DONG Energy A/S | 7,704 | 1,024,272 | 948,127 |
|  |  |  |  | Novo Nordisk, Class B | 5,720 | 494,105 | 1,047,016 |
| Industrials (0.4\%) |  |  |  | Novozymes A/S, Class B | 10,994 | 741,730 | 753,014 |
| Thomson Reuters Corp. | 8,640 | 800,015 | 1,334,534 | Royal Unibrew A/S | 8,723 | 790,133 | 843,661 |
| Waste Connections Inc. | 6,021 | 752,907 | 1,080,649 | Tryg A/S | 30,127 | 906,034 | 971,850 |
|  |  | 1,522,922 | 2,415,183 |  |  | 6,931,931 | 7,371,538 |
| Materials (0.7\%) |  |  |  | Finland (0.8\%) |  |  |  |
| Agnico-Eagle Mines Ltd. | 14,449 | 953,597 | 1,016,632 | Kone OYJ, Class B | 14,774 | 1,097,252 | 1,035,090 |
| Barrick Gold Corp. | 52,859 | 1,233,537 | 1,226,857 | Nokia Corp. | 112,129 | 642,315 | 704,905 |
| Franco-Nevada Corp. | 5,923 | 804,811 | 1,093,208 | Nordea Bank AB | 60,013 | 808,499 | 870,314 |
| Wheaton Precious Metals Corp. | 17,751 | 1,056,430 | 939,028 | Sampo OYJ Ltd., Class A | 14,276 | 906,875 | 1,012,407 |
|  |  | 4,048,375 | 4,275,725 | UPM-Kymmene Oyj | 15,231 | 589,313 | 771,523 |
|  |  |  |  |  |  | 4,044,254 | 4,394,239 |
| Utilities (0.7\%) |  |  |  |  |  |  |  |
| Brookfield Renewable Cor A | 24,486 | 991,193 | 912,593 | France (3.1\%) |  |  |  |
| Emera Inc. | 28,374 | 1,585,714 | 1,468,354 | Air Liquide SA | 4,189 | 637,177 | 803,844 |
| Fortis Inc. | 29,029 | 1,562,400 | 1,572,791 | AXA | 21,074 | 803,436 | 795,814 |
|  |  | 4,139,307 | 3,953,738 | Bouygues SA | 24,018 | 1,091,950 | 976,086 |
|  |  |  |  | Bureau Veritas SA | 21,523 | 750,835 | 767,693 |
| Total Canadian Equities |  | 24,181,989 | 26,821,319 | Carrefour SA | 57,780 | 1,346,645 | 1,309,747 |
|  |  |  |  | Danone Group | 13,752 | 1,240,054 | 981,226 |
| International Equities (93.8\%) |  |  |  | Edenred | 12,398 | 740,516 | 914,265 |
| Australia (2.8\%) |  |  |  | Electricite de France | 53,460 | 865,702 | 929,787 |
| ASX Ltd. | 17,516 | 1,231,843 | 1,098,352 | ENGIE | 42,645 | 810,233 | 827,479 |
| BHP Billiton Ltd. | 27,595 | 1,090,056 | 1,160,782 | Legrand SA | 6,867 | 823,506 | 744,660 |
| Brambles Ltd. | 106,902 | 1,070,339 | 1,189,496 | L'Oréal SA | 1,502 | 665,912 | 726,222 |
| Coles Group Ltd. | 100,216 | 1,507,088 | 1,544,697 | Orange | 122,027 | 1,953,494 | 1,641,436 |
| CSL Ltd. | 5,353 | 1,300,929 | 1,420,030 | Pernod-Ricard | 3,313 | 685,955 | 882,312 |
| National Australia Bank Ltd. | 34,216 | 895,249 | 948,174 | Sanofi-Aventis | 11,416 | 1,364,176 | 1,486,473 |
| Newcrest Mining Ltd. | 84,112 | 1,784,635 | 1,600,433 | Sodexho Alliance SA | 6,585 1,969 | 733,555 750,943 | 853,994 635,535 |
| Santos Ltd. | 143,572 | 911,146 | 9445,013 | Teleperformance | 1,969 8,634 | 7530,943 | 635,535 $1,492,883$ |
| Suncorp Group Ltd. | 105,347 | 1,084,698 | 1,169,280 | Thales TOTALENERGIES SE | 8,634 10,754 | $1,037,377$ 677,235 | $1,492,883$ 914,137 |
| Telstra Corp. Ltd. ${ }_{\text {Westpac Banking Corp. }}$ | 376,745 47,838 | $1,182,340$ $1,057,571$ | $1,385,767$ $1,029,745$ | TOTALENERGIES SE | 10,754 | $\begin{array}{r}\text { 677,235 } \\ \hline 16,978,701 \\ \hline\end{array}$ | $\begin{array}{r}\text { 914,137 } \\ \hline 17,683,593 \\ \hline\end{array}$ |
| Westpac Banking Corp. | 47,838 | 1,057,571 | 1,029,745 |  |  | 16,978,701 | 17,683,593 |
| Woodside Energy Group Ltd | 35,064 51,859 | 1,051,655 | 1,145,579 |  |  |  |  |
| Woolworths Ltd. | 51,859 | 1,590,726 | 1,604,412 | Germany (2.7\%) Allianz AG |  |  |  |
|  |  | 15,758,275 | 16,241,760 | Allianz AG Bayer AG | 3,317 $\mathbf{1 1 , 0 9 6}$ | $\begin{array}{r} 1,010,036 \\ 781,307 \end{array}$ | $\begin{aligned} & 965,825 \\ & 777,162 \end{aligned}$ |


|  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Beiersdorf AG, Class A | 6,841 | 957,045 | 1,062,888 | NEC Corp. | 33,612 | 1,494,816 | 1,607,058 |
| Deutsche Boerse AG | 4,910 | 1,076,803 | 1,148,572 | Nintendo Co. Ltd. | 33,533 | 1,917,970 | 1,913,560 |
| Deutsche Telekom AG | 32,033 | 744,657 | 865,307 | Nippon Telegraph \& Telephone Corp. | 74,363 | 2,613,716 | 2,885,779 |
| E.ON AG | 72,892 | 953,454 | 986,100 | Nitori Co. Ltd. | 10,709 | 1,855,998 | 1,883,479 |
| Fresenius Medical Care AG | 26,106 | 1,717,920 | 1,156,669 | NKSJ Holdings Inc. | 27,650 | 1,503,754 | 1,671,399 |
| Fresenius SE | 26,685 | 1,266,843 | 1,015,242 | Nomura Holdings Inc. | 312,401 | 1,751,565 | 1,574,539 |
| Hannover rueckversicherung AG | 3,487 | 732,834 | 937,495 | Nomura Research Institute Ltd. | 43,570 | 1,837,440 | 1,400,016 |
| K+S AG | 22,351 | 875,867 | 595,247 | Obic Co. Ltd. | 7,038 | 1,356,374 | 1,409,166 |
| LEG Immobilien AG | 9,209 | 1,295,912 | 812,302 | Ono Pharmaceutical Co. Ltd. | 62,818 | 1,935,016 | 1,997,768 |
| Merck Kgaa | 2,769 | 462,498 | 725,997 | Oriental Land Co. Ltd./Japan | 6,498 | 1,012,202 | 1,284,289 |
| Muenchener Rueckver AG | 2,305 | 770,003 | 1,015,588 | Otsuka Holdings Co. Ltd. | 48,243 | 2,200,410 | 2,142,372 |
| Rheinmetall AG | 4,438 | 1,118,848 | 1,196,714 | Resona Holdings Inc. | 351,035 | 1,782,824 | 2,618,763 |
| RWE AG, Series A | 13,205 | 663,474 | 795,977 | Secom Co. Ltd. | 27,456 | 2,484,320 | 2,136,332 |
| Siemens Healthineers AG | 10,374 | 660,095 | 702,612 | Sekisui House Ltd. | 64,725 | 1,440,390 | 1,557,999 |
| Symrise AG | 5,361 | 793,359 | 789,817 | Seven \& I Holdings Co . | 27,582 | 1,459,487 | 1,610,385 |
|  |  | 15,880,955 | 15,549,514 | Shionogi \& Co. Ltd. | 20,868 | 1,502,259 | 1,417,718 |
|  |  |  |  | Softbank Corp. | 148,125 | 2,514,112 | 2,273,624 |
| Hong Kong (0.7\%) |  |  |  | Sumitomo Corp. | 67,267 | 1,311,274 | 1,533,778 |
| Hong Kong Land Holdings Ltd. | 691,852 | 4,425,597 | 4,308,813 | Sumitomo Metal Mining Co. Ltd. | 31,274 | 1,246,495 | 1,506,887 |
|  |  |  |  | Sumitomo Mitsui Financial Group Inc. | 34,428 | 1,437,176 | 1,880,820 |
| Ireland (0.8\%) |  |  |  | Sumitomo Mitsui Trust Holdings Inc. | 38,287 | 1,673,960 | 1,812,017 |
| DCC PLC | 10,316 | 949,542 | 688,945 | Sumitomo Realty \& Development Co. Ltd. | 34,745 | 1,179,887 | 1,118,597 |
| Horizon Therapeutics | 10,212 | 1,055,147 | 1,572,711 | Takeda Pharmaceutical Co. Ltd. | 39,237 | 1,660,201 | 1,663,913 |
| Kerry Group PLC, Class A | 7,016 | 1,046,345 | 864,334 | Takeda Pharmaceutical Co. Ltd. | 9,744 | 880,522 | 412,394 |
| Medtronic PLC | 7,738 | 1,012,011 | 814,232 | Tokio Marine Holdings Inc. | 64,169 | 1,476,899 | 1,871,610 |
| Trane Technologies PLC | 3,490 | 723,740 | 794,244 | Tokyo Gas Co. Ltd. | 139,173 | 3,325,076 | 3,711,102 |
|  |  | 4,786,785 | 4,734,466 | Toray Industries Inc. | 203,209 | 1,445,270 | 1,544,053 |
|  |  |  |  | Toshiba Corp. | 30,227 | 1,292,019 | 1,435,236 |
| Israel (0.2\%) |  |  |  | Trend Micro Inc. | 20,356 | 1,454,924 | 1,289,283 |
| Check Point Software Technologies Ltd. | 7,063 | 1,246,201 | 1,206,417 | Uni-Charm Corp. | 36,781 | 1,578,216 | 1,922,859 |
| Check Point Sotware Technologies Lid. | 7,063 | 1,246,201 | 1,206,417 | West Japan Railway Co. | 31,483 | 1,558,202 | 1,860,554 |
| Italy (1.0\%) |  |  |  | Yakult Honsha Co. Ltd. | 41,279 | 3,144,307 | 3,644,940 |
| Assicurazioni Generali SPA | 37,270 | 851,690 | 895,066 |  |  | 104,885,852 | 111,259,172 |
| DiaSorin SpA | 4,539 | 734,096 | 856,534 |  |  |  |  |
| Enel SPA | 112,492 | 936,878 | 820,908 | Luxembourg (0.3\%) |  |  |  |
| ENI SPA | 46,926 | 889,640 | 904,426 | Eurofins Scientific SE | 8,177 | 806,125 | 794,750 |
| Snam Rete Gas SPA | 156,595 | 1,020,754 | 1,029,949 | Tenaris SA | 36,211 | 722,105 | 854,676 |
| Terna Rete Elettrica Nazionale SPA | 104,739 | 884,039 | 1,044,711 |  |  | 1,528,230 | 1,649,426 |
|  |  | 5,317,097 | 5,551,594 |  |  |  |  |
|  |  |  |  | Netherlands (1.4\%) |  |  |  |
| Japan (19.2\%) |  |  |  | Argenx SE | 3,145 | 1,363,975 | 1,587,623 |
| Aeon Co. Ltd. | 48,305 | 1,247,139 | 1,386,733 | Heineken NV | 7,054 | 869,371 | 898,460 |
| Ajinomoto Co. Inc. | 32,567 | 827,254 | 1,354,185 | Koninklijke (Royal) KPN NV | 368,131 | 1,616,281 | 1,541,961 |
| Asahi Group HIdgs | 35,106 | 1,658,148 | 1,491,628 | Koninklijke Ahold Delhaize NV | 27,951 | 927,117 | 1,087,309 |
| Astellas Pharma Inc. | 101,231 | 1,945,663 | 2,095,271 | Koninklijke DSM NV | 3,800 | 690,898 | 629,511 |
| Canon Inc. | 50,621 | 1,596,653 | 1,491,078 | Koninklijke Philips NV | 37,561 | 1,457,722 | 762,364 |
| Central Japan Railway Co. | 11,053 | 1,726,053 | 1,847,637 | NN Group NV | 12,470 | 689,484 | 689,681 |
| Dai-ichi Life Insurance Co. Ltd. | 81,595 | 2,125,002 | 2,520,013 | Wolters Kluwer NV | 6,655 | 571,400 | 942,937 |
| Daiwa House Industry Co. Ltd. | 50,823 | 1,548,991 | 1,593,230 |  |  | 8,186,248 | 8,139,846 |
| Don Quijote Co. Ltd. | 58,275 | 1,439,561 | 1,474,576 |  |  |  |  |
| East Japan Railway Co. | 26,450 | 1,975,878 | 2,051,781 | Norway (0.5\%) |  |  |  |
| Eisai Co. Ltd. | 16,739 | 1,324,148 | 1,502,920 | Aker BP ASA | 25,174 | 1,071,939 | 1,057,932 |
| Hankyu Hanshin Holdings Inc. | 45,919 | 1,904,854 | 1,856,803 | Statoil ASA | 24,227 | 1,175,388 | 1,177,835 |
| INPEX Corp. | 129,682 | 1,722,820 | 1,867,465 | Yara International ASA | 11,809 | 625,141 | 702,710 |
| Itochu Corp. | 32,970 | 913,654 | 1,410,054 |  |  | 2,872,468 | 2,938,477 |
| Japan Post Holdings Co. Ltd. | 230,598 | 2,537,646 | 2,639,188 |  |  |  |  |
| Japan Tobacco Inc. | 90,315 | 2,540,207 | 2,479,089 | Portugal (0.8\%) |  |  |  |
| JX Holdings Inc. | 404,926 | 1,933,682 | 1,871,290 | Electricidade de Portugal SA | 174,958 | 1,050,690 | 1,180,647 |
| Kao Corp. | 29,396 | 2,337,325 | 1,593,486 | Galp Energia SGPS SA | 63,356 | 1,009,810 | 1,157,913 |
| KDDI Corp. | 62,863 | 2,398,475 | 2,582,164 | Jeronimo Martins SGPS SA | 33,576 | 782,937 | 982,027 |
| Kirin Holdings Co. Ltd. | 110,201 | 2,597,456 | 2,286,046 | REN - Redes Energeticas Nacionais SGPS SA | 371,893 | 1,357,234 | 1,358,288 |
| Mitsubishi Corp. | 32,667 | 1,117,663 | 1,443,261 |  |  | 4,200,671 | 4,678,875 |
| Mitsubishi Electric Corp. | 92,910 | 1,195,316 | 1,258,867 |  |  |  |  |
| Mitsubishi Estate Co. Ltd. | 88,223 | 1,574,789 | 1,557,110 | Singapore (1.7\%) |  |  |  |
| Mitsubishi Heavy Industries Ltd. | 33,643 | 1,431,350 | 1,816,418 | DBS Group Holdings Ltd. | 54,929 | 1,750,386 | 1,883,362 |
| Mitsubishi UFJ Financial Group Inc. | 201,884 | 1,439,477 | 1,851,361 | Oversea-Chinese Banking Corp. | 148,654 | 1,572,984 | 1,830,207 |
| Mitsui \& Co. Ltd. | 43,247 | 1,281,595 | 1,718,868 | Singapore Exchange Ltd. | 215,559 | 1,924,445 | 1,950,139 |
| Mitsui Fudosan Co. Ltd. | 47,909 | 1,267,523 | 1,194,486 | Singapore Telecommunication Ltd. | 861,774 | 2,112,322 | 2,238,736 |
| Mizuho Financial Group Inc. | 124,832 | 2,039,054 | 2,389,964 | Wilmar International Ltd. | 487,800 | 2,075,731 | 2,056,147 |
| MS\&AD Insurance Group Holdings Inc. | 47,092 | 1,911,395 | 2,051,911 |  |  | 9,435,868 | 9,958,591 |


|  | Number of shares | Average Cost | Fair Value |  | Number of shares | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Spain (2.0\%) |  |  |  | Sage Group PLC/The | 77,537 | 835,442 | 946,298 |
| Acciona SA | 3,903 | 874,344 | 972,406 | Scottish \& Southern Energy PLC | 37,474 | 986,307 | 1,050,139 |
| ACS, Actividades de Construcion Y Servicios SA | 23,951 | 737,630 | 929,277 | Severn Trent | 28,544 | 1,277,119 | 1,238,618 |
| Aena SA | 5,262 | 1,025,104 | 894,586 | Shell PLC | 22,601 | 807,950 | 860,499 |
| Cellnex Telecom SA | 17,327 | 1,006,914 | 776,490 | Smith \& Nephew PLC | 54,551 | 1,079,530 | 990,702 |
| EDP Renovaveis SA | 30,443 | 964,731 | 908,042 | Smiths Group PLC | 30,450 | 717,424 | 796,733 |
| Endesa SA | 43,458 | 1,238,862 | 1,110,755 | Tesco PLC | 311,493 | 1,340,046 | 1,143,133 |
| Ferrovial SA | 21,015 | 668,906 | 745,309 | Unilever PLC | 16,023 | 1,251,613 | 1,088,459 |
| Iberdrola SA | 68,988 | 903,548 | 1,092,866 | Unilever PLC | 4,636 | 300,194 | 317,351 |
| Inditex SA | 24,474 | 753,924 | 881,464 | United Utilities Group PLC | 81,554 | 1,231,467 | 1,323,449 |
| Naturgy Energy Group SA | 27,466 | 967,037 | 967,729 | Vodafone Group PLC | 558,865 | 1,151,742 | 770,616 |
| Repsol SA | 47,480 | 836,714 | 1,021,905 | Willis Towers Watson PLC | 3,040 | 914,737 | 1,006,656 |
| Telefonica SA | 255,929 | 1,608,825 | 1,255,600 |  |  | 35,008,590 | 36,523,153 |
|  |  | 11,586,539 | 11,556,429 |  |  |  |  |
|  |  |  |  | United States (39.9\%) |  |  |  |
| Sweden (0.8\%) |  |  |  | 3M Co. | 5,304 | 1,099,070 | 861,156 |
| Epiroc AB | 26,524 | 471,810 | 653,422 | Abbott Laboratories | 5,522 | 691,171 | 821,115 |
| Ericsson (LM) TEL-SP, Class B | 82,511 | 985,295 | 652,253 | AbbVie Inc. | 7,028 | 872,691 | 1,537,943 |
| Investor AB | 27,428 | 552,448 | 670,531 | Activision Blizzard Inc. | 19,851 | 1,915,720 | 2,057,378 |
| Skandinaviska Enskilda Banken AB, Series A | 46,839 | 727,327 | 727,825 | AFLAC Inc. | 8,931 | 652,430 | 869,876 |
| Svenska Handelsbanken AB, Class A | 66,834 | 915,386 | 911,908 | Air Products and Chemicals Inc. | 2,185 | 660,323 | 911,917 |
| Swedbank AB, Class A | 37,845 | 651,848 | 870,686 | Akamai Technologies Inc. | 7,713 | 1,040,586 | 880,314 |
|  |  | 4,304,114 | 4,486,625 | Alliant Energy Corp. | 14,686 | 990,826 | 1,097,761 |
|  |  |  |  | Allstate Corp. | 4,509 | 687,768 | 827,802 |
| Switzerland (2.5\%) |  |  |  | Alnylam Pharmaceuticals Inc. | 3,743 | 687,123 | 1,204,326 |
| Chocoladefabriken Lindt \& Spruengli AG | 7 | 1,012,093 | 973,871 | Altria Group Inc. | 17,500 | 1,142,598 | 1,083,018 |
| Chubb Ltd. | 3,117 | 652,594 | 931,251 | Ameren Corp. | 9,272 | 900,412 | 1,116,245 |
| Garmin Ltd. | 6,389 | 704,377 | 798,315 | American Electric Power Co. Inc. | 9,177 | 977,132 | 1,179,729 |
| Givaudan SA | 216 | 866,009 | 896,149 | American Water Works Co. Inc. | 4,667 | 789,046 | 963,152 |
| Glencore International PLC | 85,831 | 650,379 | 776,088 | AmerisourceBergen Corp. | 4,644 | 561,351 | 1,041,904 |
| Nestlé SA | 8,192 | 1,068,884 | 1,285,350 | AMETEK Inc. | 4,949 | 817,067 | 936,187 |
| Novartis AG | 11,335 | 1,280,203 | 1,387,572 | Amgen Inc. | 4,242 | 1,226,328 | 1,508,406 |
| Roche Holding AG NPV | 2,890 | 1,174,991 | 1,229,486 | Anthem Inc. | 1,194 | 598,931 | 829,714 |
| Schindler Holding AG, PTG Cert | 3,742 | 1,104,451 | 952,978 | Archer Daniels Midland Co . | 6,946 | 440,193 | 873,179 |
| SGS SA | 277 | 808,270 | 872,163 | Arthur J. Gallagher \& Co. | 3,346 | 443,040 | 854,477 |
| Swiss Re AG | 9,352 | 1,090,846 | 1,184,404 | AT\&T Inc. | 47,033 | 1,529,820 | 1,172,316 |
| Swisscom AG | 2,760 | 1,922,156 | 2,047,642 | Atmos Energy Corp. | 6,790 | 898,148 | 1,030,625 |
| Zurich Insurance Group AG | 1,656 | 977,738 | 1,072,647 | Automatic Data Processing Inc. | 2,484 | 612,595 | 803,307 |
|  |  | 13,312,991 | 14,407,916 | AutoZone Inc. | 303 | 486,612 | 1,011,147 |
|  |  |  |  | Avantor Inc. | 26,229 | 989,408 | 748,936 |
| United Kingdom (6.3\%) |  |  |  | Baker Hughes a GE Co., Class A | 21,315 | 922,404 | 852,188 |
| Admiral Group PLC | 22,896 | 978,411 | 800,898 | Ball Corp. | 10,995 | 962,402 | 761,277 |
| Amcor PLC | 48,838 | 709,672 | 787,510 | Baxter International Inc. | 12,501 | 1,199,394 | 862,673 |
| Aon PLC | 2,250 | 585,676 | 913,943 | Becton Dickinson and Co. | 2,961 | 952,871 | 1,019,463 |
| AstraZeneca PLC | 6,073 | 797,105 | 1,115,146 | Berkshire Hathaway Inc., Class B | 2,062 | 614,876 | 862,564 |
| Aviva PLC | 107,130 | 660,847 | 776,482 | Biogen Idec Inc. | 2,101 | 654,730 | 787,711 |
| BAE Systems PLC | 126,966 | 1,256,559 | 1,778,992 | Biomarin Pharmaceutical Inc. | 7,949 | 849,866 | 1,113,775 |
| BP PLC | 97,410 | 693,467 | 757,214 | Booz Allen Hamilton Holding Corp., Class A | 8,403 | 1,008,755 | 1,189,105 |
| British American Tobacco PLC | 21,111 | 1,107,097 | 1,133,951 | Boston Scientific Corp. | 12,651 | 688,983 | 792,521 |
| BT Group PLC | 419,752 | 1,009,919 | 769,870 | Bristol-Myers Squibb Co. | 15,425 | 1,208,453 | 1,502,179 |
| Bunzl PLC | 20,380 | 790,554 | 920,383 | Broadridge Financial Solutions Inc. | 4,031 | 633,570 | 732,024 |
| Centrica PLC | 712,348 | 884,305 | 1,125,440 | Brown \& Brown Inc. | 8,506 | 646,193 | 656,082 |
| ConvaTec Group PLC | 240,796 | 777,539 | 916,794 | Brown-Forman Corp., Class B | 10,481 | 827,539 | 931,730 |
| Diageo PLC | 14,853 | 727,869 | 887,401 | Bunge Ltd. | 6,825 | 997,524 | 921,911 |
| GSK PLC | 54,225 | 1,419,927 | 1,276,000 | C.H. Robinson Worldwide Inc. | 8,411 | 1,112,893 | 1,042,653 |
| HSBC Holdings PLC | 95,750 | 826,133 | 808,256 | Cabot Oil \& Gas Corp. | 15,165 | 423,978 | 504,469 |
| Imperial Tobacco Group PLC | 33,616 | 1,120,796 | 1,139,565 | Cardinal Health Inc. | 9,052 | 626,180 | 942,080 |
| Intertek Group PLC | 14,537 | 1,174,565 | 959,895 | Caterpillar Inc. | 2,562 | 699,375 | 830,960 |
| London Stock Exchange Group PLC | 7,403 | 939,684 | 864,720 | CBOE Holdings Inc. | 7,807 | 1,208,776 | 1,326,945 |
| National Grid PLC | 82,983 | 1,273,583 | 1,354,788 | Centene Corp. | 6,874 | 569,738 | 763,243 |
| Pearson PLC | 78,266 | 980,434 | 1,203,217 | CenterPoint Energy Inc. | 24,516 | 804,147 | 995,434 |
| Phoenix Group Holdings PLC | 85,390 | 697,868 | 850,652 | CF Industries Holdings Inc. | 6,271 | 822,142 | 723,374 |
| Reckitt Benckiser Group PLC | 13,654 | 1,441,318 | 1,286,005 | Charter Communications Inc., Class A | 2,173 | 1,446,791 | 997,641 |
| Reed Elsevier PLC | 3,103 | 104,803 | 116,212 | Cheniere Energy Inc. | 3,849 | 284,805 | 781,414 |
| RELX PLC | 20,492 | 529,316 | 767,450 | Chesapeake Energy Corp. | 4,391 | 446,094 | 561,027 |
| Rentokil Initial PLC | 92,926 | 724,213 | 772,705 | Chevron Corp. | 3,790 | 797,237 | 921,168 |
| Rio Tinto PLC | 9,557 | 903,359 | 907,011 | Church \& Dwight Co., Inc. | 12,938 | $1,243,765$ | 1,412,026 |
|  |  |  |  | Cigna Corp. | 1,804 | 538,464 | 809,350 |



Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | $\begin{array}{r} \text { Number } \\ \text { of shares } \end{array}$ | Average Cost $\$$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| S\&P Global Inc. | 1,880 | 727,124 | 852,457 |
| Schlumberger Ltd. | 10,195 | 596,477 | 738,047 |
| Seagen Inc | 5,451 | 995,202 | 948,418 |
| Sempra Energy | 4,447 | 768,028 | 930,514 |
| Sherwin-Williams Co./The | 2,876 | 734,622 | 923,964 |
| Snap-On Inc. | 2,696 | 784,182 | 833,942 |
| Southern Co. | 12,664 | 979,023 | 1,224,381 |
| SS\&C Technologies Holdings Inc. | 10,644 | 1,005,553 | 750,232 |
| Steris PLC | 2,808 | 581,525 | 702,145 |
| Sysco Corp. | 6,781 | 693,909 | 701,872 |
| Take-Two Interactive Software Inc. | 4,901 | 897,588 | 691,017 |
| Teledyne Technologies Inc. | 1,505 | 897,353 | 814,926 |
| Texas Instruments Inc. | 3,754 | 756,805 | 839,737 |
| Thermo Fisher Scientific Inc. | 1,056 | 589,029 | 787,332 |
| TJX Companies Inc. | 8,922 | 786,834 | 961,528 |
| T-Mobile US Inc. | 4,681 | 536,476 | 887,265 |
| Tractor Supply Co. | 2,930 | 464,838 | 892,440 |
| Tradeweb Markets Inc. | 11,666 | 944,580 | 1,025,543 |
| TravelersCos Inc./The | 4,170 | 817,167 | 1,058,919 |
| Tyson Foods Inc., Class A | 11,378 | 1,045,963 | 958,941 |
| Union Pacific Corp. | 3,093 | 953,737 | 866,961 |
| United Parcel Service Inc., Class B | 3,258 | 550,766 | 766,545 |
| UnitedHealth Group Inc. | 1,165 | 570,962 | 836,391 |
| US Bancorp | 12,063 | 715,811 | 712,406 |
| Valero Energy Corp. | 4,360 | 555,677 | 748,678 |
| VeriSign Inc. | 2,860 | 758,857 | 795,495 |
| Verisk Analytics Inc. | 3,838 | 728,636 | 915,894 |
| Verizon Communications Inc. | 24,152 | 1,594,272 | 1,288,356 |
| Vertex Pharmaceuticals Inc. | 2,353 | 716,952 | 919,974 |
| Viatris Inc. | 53,276 | 854,640 | 802,811 |
| Visa Inc., Class A | 2,625 | 665,247 | 738,661 |
| VMware Inc., Class A | 4,648 | 809,496 | 772,520 |
| Vulcan Materials Co. | 3,263 | 672,161 | 773,597 |
| W.R. Berkley Corp. | 8,475 | 728,074 | 832,690 |
| Walgreens Boots Alliance Inc. | 15,510 | 895,913 | 784,102 |
| Wal-Mart Stores Inc. | 7,860 | 1,237,272 | 1,508,880 |
| Waste Management Inc. | 4,850 | 631,132 | 1,030,139 |
| Waters Corp. | 1,725 | 555,823 | 799,644 |
| Watsco Inc. | 2,150 | 720,456 | 726,411 |
| WEC Energy Group Inc. | 9,217 | 1,015,999 | 1,170,021 |
| West Pharmaceutical Services Inc. | 1,983 | 555,104 | 631,864 |
| Williams Companies Inc. | 18,271 | 671,963 | 813,851 |
| WW Grainger Inc. | 1,229 | 646,952 | 925,568 |
| Xcel Energy Inc. | 13,459 | 1,073,810 | 1,277,554 |
| Yum! Brands Inc. | 6,089 | 792,537 | 1,055,301 |
| Zimmer Holdings Inc. | 4,782 | 776,921 | 825,350 |
| ZOETIS INC. | 3,840 | 686,878 | 761,910 |
|  |  | 200,443,576 | 231,454,550 |
| Total International Equities |  | 498,622,074 | 543,239,030 |
|  | Number of units |  |  |
| Exchange Traded Funds (1.5\%) |  |  |  |
| iShares, Edge MSCI Min Vol Global ETF | 67,836 | 8,440,678 | 8,706,732 |
| Total Investments (99.8\%) |  | 531,244,741 * | 578,767,081 |
| Cash and Other Net Assets (0.2\%) |  |  | 1,175,297 |
| Net Assets (100\%) |  |  | 579,942,378 |

*Average cost of Investments as of December 31, 2021 is $\$ 658,199,090$.

## NBI Global Equity Fund

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Assets Current assets <br> Investments

Unrealized appreciation on foreign exchange contracts Cash
Subscriptions receivable
Dividends receivable
Total assets

## Liabilities

Current liabilities
Unrealized depreciation on foreign exchange contracts
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders
of redeemable units)
Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Investor/Advisor Series
Investor-2 Series
Advisor-2 Series
Series F
Series F-2
Series F5
Series 0
Series T5

Net assets attributable to holders of redeemable units per
unit, per series
Investor/Advisor Series
Investor-2 Series
Advisor-2 Series
Series F
Series F-2
Series F5
Series 0
Series T5
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 96 | 11 |
| Dividends income |  | 26,497 | 24,952 |
| Other income |  | 5,990 | 4,062 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 123,297 | 218,891 |
| Net realized gains (losses) on foreign currencies |  | 198 | 592 |
| Net realized gains (losses) on forwards currency |  | (78) | (670) |
| Change in net unrealized appreciation/depreciation on investments |  | $(415,675)$ | 235,994 |
| Change in unrealized gains/losses on foreign currencies |  | 49 | (50) |
| Change in unrealized gains/losses on forwards currency |  | (22) | 15 |
| Total income |  | $(259,648)$ | 483,797 |
| Expenses | 8 |  |  |
| Management fees |  | 9,002 | 11,657 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 1,823 | 1,974 |
| Fees paid by the manager |  | (145) | (127) |
| Withholding taxes | 2 | 4,267 | 5,101 |
| Transaction costs on purchase and sale of investments | 8 | 237 | 311 |
| Total expenses |  | 15,186 | 18,918 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(274,834)$ | 464,879 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(33,840)$ | 38,436 |
| Investor-2 Series |  | $(13,912)$ | 19,912 |
| Advisor-2 Series |  | (837) | 1,284 |
| Series F |  | $(41,498)$ | 44,800 |
| Series F-2 |  | (245) | 441 |
| Series F5 |  | (917) | 1,016 |
| Series 0 |  | $(180,683)$ | 355,757 |
| Series T5 |  | $(2,902)$ | 3,233 |
|  |  | $(274,834)$ | 464,879 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 7,846,657 | 12,456,482 |
| Investor-2 Series |  | 4,089,844 | 5,527,629 |
| Advisor-2 Series |  | 280,696 | 356,577 |
| Series F |  | 10,777,373 | 6,676,113 |
| Series F-2 |  | 79,180 | 109,335 |
| Series F5 |  | 427,725 | 216,295 |
| Series 0 |  | 27,497,969 | 32,870,842 |
| Series T5 |  | 794,107 | 925,877 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (4.31) | 3.09 |
| Investor-2 Series |  | (3.40) | 3.60 |
| Advisor-2 Series |  | (2.98) | 3.60 |
| Series F |  | (3.85) | 6.71 |
| Series F-2 |  | (3.10) | 4.03 |
| Series F5 |  | (2.15) | 4.70 |
| Series 0 |  | (6.57) | 10.82 |
| Series T5 |  | (3.66) | 3.49 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Investor-2 Series |  | Advisor-2 Series |  | Series F |  | Series F-2 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 240,520 | 599,474 | 101,583 | 89,261 | 6,172 | 6,342 | 260,233 | 148,301 | 1,964 | 1,909 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(33,840)$ | 38,436 | $(13,912)$ | 19,912 | (837) | 1,284 | $(41,498)$ | 44,800 | (245) | 441 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 40,207 | 54,200 | 198 | 300 | 4 | 6 | 252,881 | 101,275 | 38 | - |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  | 1 |  |  | 2 |  |
| Redemption of redeemable units |  | $(87,936)$ | (451,590) | $(30,474)$ | $(7,890)$ | $(1,025)$ | $(1,460)$ | $(171,915)$ | $(34,143)$ | (506) | (386) |
| Total redeemable units transactions |  | $(47,702)$ | $(397,369)$ | $(30,276)$ | $(7,587)$ | $(1,021)$ | $(1,453)$ | 81,351 | 67,227 | (466) | (386) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | - | - | - | - | 321 | - | 2 | - |
| Management fees rebate |  | 27 | 21 |  | 3 | - | 1 | 110 | 95 | - | - |
| Total distributions to investors |  | 27 | 21 |  | 3 | - | 1 | 431 | 95 | 2 | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(81,569)$ | $(358,954)$ | $(44,188)$ | 12,322 | $(1,858)$ | (170) | 39,422 | 111,932 | (713) | 55 |
| Net assets attributable to holders of redeemable units, end of the year |  | 158,951 | 240,520 | 57,395 | 101,583 | 4,314 | 6,172 | 299,655 | 260,233 | 1,251 | 1,964 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 8,906,226 | 27,402,200 | 5,319,924 | 5,769,045 | 322,657 | 409,389 | 7,844,886 | 5,586,489 | 96,873 | 117,762 |
| Redeemable units issued |  | 1,731,637 | 2,280,575 | 11,896 | 17,588 | 215 | 329 | 8,631,291 | 3,436,534 | 2,165 | - |
| Redeemable units issued on reinvestments |  | 1,192 | 832 |  | 199 | 27 | 43 | 13,319 | 3,173 | 102 | 24 |
| Redeemable units redeemed |  | $(3,795,245)$ | $(20,777,381)$ | $(1,848,931)$ | $(466,908)$ | (61,573) | $(87,104)$ | $(6,143,992)$ | $(1,181,310)$ | $(28,484)$ | $(20,913)$ |
| Redeemable units outstanding, end of the year |  | 6,843,810 | 8,906,226 | 3,482,889 | 5,319,924 | 261,326 | 322,657 | 10,345,504 | 7,844,886 | 70,656 | 96,873 |



[^8]Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Global Equity Fund's investment objective is to achieve long-term capital growth. It builds a diversified portfolio of common and preferred shares listed on recognized stock exchanges.
The portfolio manager invests up to all of its net assets in mutual funds and exchange traded funds ("ETFs"). The portfolio may also invest in other mutual funds managed by third parties (ETFs and other types of mutual funds are collectively referred to as "Underlying Funds"). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the fund are generally rebalanced based on the new selection.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | January 28,2000 | A | A | 2.00 | 0.24 |
| Investor Series-2 | May 19, 2017 | A | A | 1.75 | 0.22 |
| Advisor Series | February 8,2002 | A | A | 2.00 | 0.24 |
| Advisor Series-2 | May 19, 2017 | A | A | 1.75 | 0.22 |
| Series F | December 24, 2013 | A | A | 0.75 | 0.24 |
| Series F-2 | May 19, 2017 | A | A | 0.75 | 0.22 |
| Series F5 | May 21, 2014 | M | A | 0.75 | 0.24 |
| Series 0 | March 1, 2005 | A | A | - | 0.02 |
| Series T5 | May 21, 2014 | M | A | 2.00 | 0.24 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

Investor/Advisor Series
Investor-2 Series
Advisor-2 Series
Series F
Series F-2
Series F5
Series 0
Series T5
vestor/Advisor Series
Investor-2 Series
Advisor-2 Series
Series F
Series F-2
Series F5
Series 0
Series T5

| As at December 31, 2022 |  |  |
| :---: | :---: | :---: |
| Transactional |  |  |
| Net Asset Value | Adjustment | Net Asset |
| Per Unit | Per Unit | Per Unit |
| \$ | \$ | \$ |
| 23.23 | - | 23.23 |
| 16.48 | - | 16.48 |
| 16.51 | - | 16.51 |
| 28.97 | (0.01) | 28.96 |
| 17.71 | (0.01) | 17.70 |
| 17.94 |  | 17.94 |
| 43.10 | (0.01) | 43.09 |
| 15.66 |  | 15.66 |
| As at December 31, 2021 |  |  |
| Transactional |  |  |
| Net Asset Value | Adjustment | Net Asset |
| Per Unit | Per Unit | Per Unit |
| \$ | \$ | \$ |
| 26.99 | 0.02 | 27.01 |
| 19.08 | 0.01 | 19.09 |
| 19.12 | 0.01 | 19.13 |
| 33.15 | 0.02 | 33.17 |
| 20.27 | 0.01 | 20.28 |
| 21.79 | 0.01 | 21.80 |
| 49.19 | 0.03 | 49.22 |
| 19.34 | 0.01 | 19.35 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net <br> exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 1,248,425,476 | 73.9 | 1,556,395,443 | 72.5 |
| Danish Krone | - | - | 1,943 | - |
| Euro | 85,198,527 | 5.0 | 93,790,048 | 4.4 |
| Hong Kong Dollar | 12 | - | 12 | - |
| Japanese Yen | 49,552,908 | 2.9 | 80,124,136 | 3.7 |
| Norwegian Krone | 218 | - | 227 | - |
| Pound Sterling | 141,045,995 | 8.3 | 181,107,381 | 8.4 |
| Swedish Krona | - | - | 9,965 | - |
| Swiss Franc | 166,573,099 | 9.9 | 228,681,429 | 10.7 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 84,539,812$ (\$ 107,005,529 as at December 31, 2021).

Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on <br> Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ |  |
| MSCI TR Net World USD (100\%) CA |  |  |  |  |
| New York 16:00 | 176,299,114 | $10.4 \pm$ | 222,971,417 | 10.4 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Concentration Risk (Note 5) |  |  |  |
| :---: | :---: | :---: | :---: |
| Weighting by Country |  | Percentage of Net Assets as at |  |
|  |  | $\begin{array}{r} \hline \text { December 31, } \\ 2022 \end{array}$ | December 31, 2021 |
|  |  | \% | \% |
| Cash, Money Market and Other Net Assets |  | 0.1 | 0.4 |
| France |  | 4.1 | 2.7 |
| India |  | 2.4 | 1.6 |
| Japan |  | 2.9 | 3.7 |
| Switzerland |  | 9.8 | 10.7 |
| Taiwan |  | 3.8 | 4.5 |
| United Kingdom |  | 9.3 | 10.1 |
| United States |  | 67.6 | 66.3 |
| Fair Value of Financial Instruments Table (Note 5) |  |  |  |
| December 31, 2022 Level 1 | Level 2 | Level 3 | Total |
| \$ | \$ | \$ |  |
| Common shares 1,689,124,110 | - | - | 1,689,124,110 |
| Derivatives assets | 2,867,679 | - | 2,867,679 |
| Derivatives liabilities | $(2,874,348)$ | - | $(2,874,348)$ |
| Total derivatives instruments | $(6,669)$ | - | $(6,669)$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Common shares | 2,138,212,402 | - | - | 2,138,212,402 |
| Derivatives assets | - | 1,992,892 | - | 1,992,892 |
| Derivatives liabilities | - | $(1,977,826)$ | - | $(1,977,826)$ |
| Total derivatives instruments | - | 15,066 | - | 15,066 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)


## Positions Held by Related Parties (Note 8)



Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |


| International Equities (99.9\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| France (4.1\%) |  |  |  |
| Louis Vuitton Moet Hennessy | 69,929 | 48,069,814 | 68,908,948 |
| India (2.4\%) |  |  |  |
| HDFC Bank Ltd., ADR | 432,175 | 29,777,097 | 40,028,178 |
| Japan (2.9\%) |  |  |  |
| Keyence Corp. | 93,422 | 22,737,179 | 49,552,851 |
| Switzerland (9.8\%) |  |  |  |
| Geberit AG | 53,003 | 28,259,498 | 33,804,015 |
| Nestlé SA | 410,582 | 44,131,910 | 64,421,558 |
| Roche Holding AG NPV | 112,657 | 38,466,243 | 47,927,413 |
| Schindler Holding AG, PTG Cert | 80,151 | 19,283,113 | 20,412,124 |
|  |  | 130,140,764 | 166,565,110 |
| Taiwan (3.8\%) |  |  |  |
| Taiwan Semiconductor Manufacturing Co. Ltd., ADR | 640,675 | 34,673,197 | 64,613,362 |
| United Kingdom (9.3\%) |  |  |  |
| Diageo PLC | 925,984 | 39,070,728 | 55,323,447 |
| Intercontinental Hotels Group PLC | 476,285 | 33,705,427 | 36,984,902 |
| Intertek Group PLC | 361,079 | 24,829,238 | 23,842,457 |
| Spirax-Sarco Engineering PLC | 143,279 | 12,976,242 | 24,895,189 |
| Unilever PLC | 239,681 | 16,065,193 | 16,281,778 |
|  |  | 126,646,828 | 157,327,773 |
| United States (67.6\%) |  |  |  |
| Alphabet Inc., Class A | 714,975 | 65,051,944 | 85,407,050 |
| AutoZone Inc. | 26,037 | 29,658,120 | 86,888,588 |
| Becton Dickinson and Co. | 139,277 | 30,468,550 | 47,952,621 |
| Carrier Global Corp. | 610,770 | 17,472,113 | 34,110,512 |
| CME Group Inc., Class A | 166,120 | 30,747,268 | 37,820,843 |
| Graco Inc. | 395,998 | 18,385,033 | 36,044,806 |
| Johnson \& Johnson | 316,225 | 51,287,659 | 75,638,968 |
| MasterCard Inc., Class A | 174,430 | 31,339,118 | 82,122,548 |
| Mettler-Toledo International Inc. | 22,569 | 15,827,643 | 44,109,358 |
| Microsoft Corp. | 334,087 | 103,792,216 | 108,475,475 |
| Moody's Corp. | 250,431 | 41,500,644 | 94,431,191 |
| MSCI Inc. | 81,979 | 9,934,506 | 51,666,482 |
| Nike Inc., Class B | 258,255 | 19,393,881 | 40,916,212 |
| Oracle Corp. | 442,081 | 25,309,056 | 48,924,125 |
| Otis Worldwide Corp. | 434,839 | 29,707,198 | 46,103,330 |
| PepsiCo Inc. | 222,574 | 34,148,261 | 54,440,615 |
| Sherwin-Williams Co./The | 144,731 | 20,833,292 | 46,497,284 |
| TJX Companies Inc. | 546,708 | 27,322,758 | 58,918,961 |
| UnitedHealth Group Inc. | 85,884 | 38,918,571 | 61,658,919 |
|  |  | 641,097,831 | 1,142,127,888 |
| Total International Equities |  | 1,033,142,710 | 1,689,124,110 |
| Total Investments (99.9\%) |  | 1,033,142,710 * | 1,689,124,110 |
| Unrealized Depreciation on Foreign Exchange Contracts (0.0\%) |  |  | $(6,669)$ |
| Cash and Other Net Assets (0.1\%) |  |  | 1,190,460 |
| Net Assets (100\%) |  |  | 1,690,307,901 |

*Average cost of Investments as of December 31, 2021 is $\$ 1,066,555,685$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Foreign Exchange Contract |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation$\qquad$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 3, 2023 | 1.4438 | EUR | 1,189,000 | 1,723,277 | CAD | 1,716,619 | 1,716,619 | $(6,658)$ |
| January 3, 2023 | 1.4645 | CHF | 786,000 | 1,151,071 | CAD | 1,151,060 | 1,151,060 | (11) |
|  |  |  |  |  |  |  |  | $(6,669)$ |

## Financial Statements

## Statement of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statement of Comprehensive Income for the Period Ended (in thousands Canadian dollars, except per unit amounts)



Statement of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Period Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | 2022 | 2022 | 2022 |
| :---: | :---: | :---: | :---: | :---: |
|  | Note | (45 days) | (45 days) | (45 days) |
|  |  | \$ | \$ | \$ |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 2 |  | 203 |
| Redeemable units transactions | 6 |  |  |  |
| Proceeds from redeemable units issued |  | 148 | 1 | 15,001 |
| Reinvestments of distributions to holders of redeemable units |  | 1 | - | 141 |
| Total redeemable units transactions |  | 149 | 1 | 15,142 |
| Distributions to investors | 2 |  |  |  |
| Net investment income |  |  |  | 4 |
| Net realized gain |  | 1 | - | 137 |
| Total distributions to investors |  | 1 | - | 141 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 150 | 1 | 15,204 |
| Net assets attributable to holders of redeemable units, end of the year |  | 150 | 1 | 15,204 |
| Redeemable unit transactions |  |  |  |  |
| Redeemable units issued |  | 14,800 | 100 | 1,500,100 |
| Redeemable units issued on reinvestments |  | 135 | 1 | 14,035 |
| Redeemable units outstanding, end of the year |  | 14,935 | 101 | 1,514,135 |

Statement of Cash Flows for the Period Ended December 31 (in thousands Canadian dollars)

|  | Note | $\begin{array}{r} 2022 \\ \text { (45 days) } \\ \hline \end{array}$ |
| :---: | :---: | :---: |
|  |  | \$ |
| Cash flows from (used in) operating activities |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units | 2 | 205 |
| Adjustments for: |  |  |
| Net realized (gains) losses on sale of investments |  | (58) |
| Net realized (gains) losses on foreign currencies |  | (37) |
| Net realized (gains) losses on forwards currency |  | (48) |
| Change in net unrealized appreciation/depreciation on investments |  | (61) |
| Change in unrealized gains/losses on foreign currencies |  | 1 |
| Purchases of investments |  | $(16,107)$ |
| Proceeds from sale and maturity of investments |  | 1,404 |
| Dividends receivable |  | (14) |
| Accrued expenses |  | 1 |
| Net cash from (used in) operating activities |  | $(14,714)$ |
| Cash flows from (used in) financing activities | 2 |  |
| Proceeds from issuances of redeemable units |  | 15,150 |
| Net cash from (used in) financing activities |  | 15,150 |
| Net realized gains (losses) on foreign currencies |  | 37 |
| Change in unrealized gains/losses on foreign currencies |  | (1) |
| Net increase (decrease) for the year |  | 436 |
| Cash (bank overdraft), end of the year |  | 472 |
| Included in cash flows from operating activities |  |  |
| Dividends received, net of withholding taxes |  | 5 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Active Global Equity Fund's investment objective is to provide long-term capital growth. The fund invests, directly or indirectly, through investments in securities of other mutual funds, in a portfolio composed mainly of common shares of companies located around the world.
The portfolio sub-advisor relies on independent thinking to build the investment theses for each investment. The portfolio sub-advisor forecasts inflection points, market misperceptions and catalysts through a replicable process that promotes consistency and sustainability of alpha, across different market conditions.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution <br> of Gains <br> (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | November 23, 2022 | A | A | 1.65 | 0.15 |
| Series F | November 23, 2022 | A | A | 0.65 | 0.15 |
| Series O | November 23, 2022 | A | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 10.02 | - | 10.02 |
| Series F | 10.04 | - | 10.04 |
| Series O | 10.04 | - | 10.04 |

$\left.\begin{array}{lrr}\text { Currency Risk (Note 5) } & \\ & \begin{array}{r}\text { December } \mathbf{3 1} 2022\end{array} \\ \hline & \begin{array}{r}\text { Net assets } \\ \text { attributable }\end{array} \\ \text { to holders of }\end{array}\right\}$

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 750,567$ )

Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  |  | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% |
| MSCI TR Net World USD (100\%) CA |  |  |  |
| Londres 11:00 |  | 1,213,059 | 7.9 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 2-month historical correlation between the fund's fluctuating performance and the reference index.

| Concentration Risk (Note 5) | Percentage of <br> Net Asset as at |
| :--- | ---: |
| $\left.\begin{array}{lr}\text { December 31, } \\ \text { Asset Mix } & 2022 \\ \hline \text { Canadian Equity } & \% \\ \text { Cash, Money Market and Other Net Assets } & 2.6 \\ \text { International Equity } & 3.2 \\ \text { US Equity } & 30.8 \\ \end{array}\right) .63 .4$ |  |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 14,870,230 | - | - | 14,870,230 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8) (in thousands Canadian dollars)

| December 31, |  |
| :--- | ---: |
|  | 2022 |
| Total Commissions | $\$$ |
| Related Entities | 5 |
| Soft Dollars | 3 |

## Positions Held by Related Parties (Note 8)

| December 31, 2022 |  |
| ---: | ---: |
| Units Held by <br> National Bank <br> Investments inc. | $\%$ |
| 14,935 | 100 |
| 101 | 100 |
| 101 | - |


|  | Investments inc. |  |
| :--- | ---: | ---: |
|  | 14,935 | 100 |
| Advisor Series | 101 | 100 |
| Series F | 101 | - |
| Series O |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |

Canadian Equities (2.6\%)
Industrials (2.6\%)
Industrials (2.6\%)
Waste Connections Inc.

International Equities (94.2\%)

## China (1.4\%) <br> Anta Sports Products Ltd

Denmark (1.4\%)
Novo Nordisk, Class B
France (6.8\%)
L'Oréal SA
Teleperformance

Germany (1.4\%)
Adidas AG
Ireland (2.8\%)
Linde PLC
Japan (4.4\%)
Daikin Industries Ltd.
Daito Trust Construction Co. Ltd.

Netherlands (1.4\%)
ASML Holding NV
Singapore (3.0\%) DBS Group Holdings Ltd.

Switzerland (1.9\%)
Sika AG
United Kingdom (6.3\%)
Ashtead Group PLC
Prudential Corp. PLC

United States (63.4\%)
Adobe Systems Inc.
Alphabet Inc., Class A
Amazon.com Inc.
Amgen Inc.
Charles River Laboratories International Inc.
CME Group Inc., Class A
Danaher Corp.
Envista Holdings Corp.
Exxon Mobil Corp.
Five Below Inc.
Interactive Brokers Group Inc, Class A
Lamb Weston Holdings Inc.
Marsh \& McLennan Cos Inc.
MasterCard Inc., Class A
Meta Platforms, Inc., Class A
Microsoft Corp.
Texas Instruments Inc
Wal-Mart Stores Inc.
Workday Inc.

Total International Equities

Total Investments (96.8\%)
Cash and Other Net Assets (3.2\%)
Net Assets (100\%)

2,253 428,177
$\qquad$

1217 $\qquad$

| 880 | 425,403 | 425,483 |
| ---: | ---: | ---: |
| 1,902 | 585,332 |  |
|  | $1,010,735$ |  |
|  |  | $1,039,909$ |

1,179 $\qquad$

957 431,547 422,626

| 266,107 |  |
| :--- | ---: |
| 1,242 | 258,798 |
| 2,991 | 435,970 |
|  | 702,077 |

$301 \quad 235,485 \quad 219,785$ 13,526 466,980 $\quad 463,769$
$879 \quad 298,136 \quad 285,387$
4,591
33,135

| 368,442 |
| ---: |
| 536,470 |
| 904,912 |


| 796 | 345,119 | 362,648 |
| ---: | ---: | ---: |
| 3,782 | 481,292 | 451,777 |
| 5,823 | 726,089 | 662,236 |
| 931 | 361,803 | 331,053 |
| 1,672 | 524,155 | 492,721 |
| 2,428 | 577,151 | 552,787 |
| 2,095 | 738,121 | 753,070 |
| 10,381 | 506,520 | 473,226 |
| 4,767 | 713,411 | 711,945 |
| 1,930 | 402,320 | 462,166 |
| 2,819 | 285,664 | 275,982 |
| 3,053 | 354,790 | 369,366 |
| 1,106 | 253,373 | 247,867 |
| 947 | 431,993 | 445,853 |
| 3,610 | 534,855 | 588,171 |
| 3,613 | $1,180,569$ | $1,173,113$ |
| 2,206 | 508,555 | 493,463 |
| 2,158 | 430,928 | 414,270 |
| 2,074 | 400,535 | 469,861 |
|  | $9,757,243$ | $9,731,575$ |
|  |  |  |
|  | $14,381,536$ | $14,465,877$ |

484,947
$15,355,177$

## NBI Global Diversified Equity Fund

Financial Statements
Statements of Financial Position
(in thousands Canadian dollars, except per unit am
Assets
Current assets
Investments
Subscriptions receivable
Total assets
Liabilities
Current liabilities
Bank overdraft
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders
of redeemable units)
Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per
series
Investor/Advisor Series
Series F
Series O
Net assets attributable to holders of redeemable units per
Nunit, per series
Investor/Advisor Series
Series F
Series O
Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 5 | - |
| Income from mutual funds |  | 1,165 | 1,245 |
| Other income |  | 1,745 | 435 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 1,914 | 66,452 |
| Change in net unrealized appreciation/depreciation on investments |  | $(8,955)$ | $(47,703)$ |
| Total income |  | $(4,126)$ | 20,429 |
| Expenses | 8 |  |  |
| Management fees |  | 662 | 2,306 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  |  | 7 |
| Fixed-administration fees |  | 88 | 234 |
| Fees paid by the manager |  | (2) | (2) |
| Total expenses |  | 750 | 2,547 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(4,876)$ | 17,882 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(3,792)$ | 15,977 |
| Series F |  | (263) | 4 |
| Series 0 |  | (821) | 1,901 |
|  |  | $(4,876)$ | 17,882 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 1,267,739 | 6,855,957 |
| Series F |  | 1,867,676 | 5,380 |
| Series 0 |  | 964,526 | 787,941 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Investor/Advisor Series |  | (2.99) | 2.33 |
| Series F |  | (0.14) | 0.75 |
| Series 0 |  | (0.85) | 2.41 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (192 days) } \end{array}$ | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 45,514 | 309,161 | 94 | - | 11,308 | 113 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,792)$ | 15,977 | (263) | 4 | (821) | 1,901 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 318 | 4,624 | 28,273 | 90 | 1,148 | 12,377 |
| Reinvestments of distributions to holders of redeemable units |  | 432 | 394 | 674 | 2 | 363 | 1,228 |
| Redemption of redeemable units |  | $(32,670)$ | $(284,246)$ | $(2,914)$ | . | $(2,728)$ | $(3,083)$ |
| Total redeemable units transactions |  | $(31,920)$ | $(279,228)$ | 26,033 | 92 | $(1,217)$ | 10,522 |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | - | - | 276 | - | 148 | - |
| Net realized gain |  | 442 | 396 | 399 | 2 | 215 | 1,228 |
| Total distributions to investors |  | 442 | 396 | 675 | 2 | 363 | 1,228 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(36,154)$ | $(263,647)$ | 25,095 | 94 | $(2,401)$ | 11,195 |
| Net assets attributable to holders of redeemable units, end of the year |  | 9,360 | 45,514 | 25,189 | 94 | 8,907 | 11,308 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,735,214 | 22,194,120 | 8,706 | - | 1,044,559 | 11,461 |
| Redeemable units issued |  | 20,668 | 319,039 | 2,852,348 | 8,533 | 115,047 | 1,202,537 |
| Redeemable units issued on reinvestments |  | 29,950 | 23,308 | 70,049 | 173 | 37,506 | 111,498 |
| Redeemable units redeemed |  | $(2,134,887)$ | $(19,801,253)$ | $(303,336)$ |  | $(274,398)$ | $(280,937)$ |
| Redeemable units outstanding, end of the year |  | 650,945 | 2,735,214 | 2,627,767 | 8,706 | 922,714 | 1,044,559 |

## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Dividends payable
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(4,876)$ | 17,882 |
|  | $(1,914)$ | $(66,452)$ |
|  | 8,955 | 47,703 |
|  | $(2,979)$ | $(21,604)$ |
|  | 9,741 | 294,002 |
|  | (47) | (567) |
|  | - | (45) |
|  | 8,880 | 270,919 |
| 2 |  |  |
|  | (11) | (2) |
|  | 29,731 | 17,088 |
|  | $(38,305)$ | $(287,589)$ |
|  | $(8,585)$ | $(270,503)$ |
|  |  | 416 |
|  | (310) | (726) |
|  | (15) | (310) |
|  | 5 | - |
|  |  | (45) |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Global Diversified Equity Fund's investment objective is to ensure long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio comprised mainly of equity securities of foreign companies located outside of Canada.
The portfolio sub-advisor analyzes each company's potential for success, in light of its current financial condition, its industry positioning, and economic and market conditions. The portfolio sub-advisor considers factors such as growth potential, earnings estimates and quality of management, and normally diversifies the Fund's investments across different countries and regions.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 11, 2000 | A | A | 2.00 | 0.20 |
| Advisor Series | June 12, 2009 | A | A | 2.00 | 0.20 |
| Series F | June 22, 2021 | A | A | 1.05 | 0.20 |
| Series 0 | May 19, 2017 | A | A |  | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 14.38 |  | 14.38 |
| Series F | 9.59 | - | 9.59 |
| Series 0 | 9.65 | - | 9.65 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 16.64 | - | 16.64 |
| Series F | 10.75 | - | 10.75 |
| Series 0 | 10.83 | - | 10.83 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

NBI International Equity Index Fund
NBI SmartData International Equity Fund
NBI SmartData U.S. Equity Fund

## Fair Value

December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
| $\$$ | $\$$ |
| 4,431 | 5,777 |
| 8,818 | 11,696 |
| 30,266 | 39,845 |



The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately \$ 14 .

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Ne Assets |
|  | \$ | \% | \$ | \% |
| MSCI TR Net World USD (100\%) CA |  |  |  |  |
| New York 16:00 | $\pm 4,619,381$ | $10.6 \pm$ | 6,090,022 | 10.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Weighting by Country | Percentage of Net Assets as at |  |  |
| :---: | :---: | :---: | :---: |
|  |  | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | December 31, 2021 |
|  |  | \% | \% |
| Cash, Money Market and Other Net Assets |  | (0.1) | (0.7) |
| Mutual Funds |  | 100.1 | 100.7 |
| Fair Value of Financial Instruments Table (Note 5) |  |  |  |
| December 31, 2022 Level 1 | Level 2 | Level 3 | Total |
| \$ | \$ | \$ | \$ |
| Mutual funds 43,515,229 | - | - | 43,515,229 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: | ---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $57,317,616$ | - | - | $57,317,616$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

Series F
Series 0

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
| Units | $\%$ | Units | $\%$ |
| - | - | 103 | 1 |
| 166 | - | 159 | - |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.1\%) |  |  |  |
| NBI International Equity Index Fund, Series 0 | 445,346 | 4,284,466 | 4,431,196 |
| NBI SmartData International Equity Fund, Series 0 | 869,616 | 9,094,961 | 8,817,908 |
| NBI SmartData U.S. Equity Fund, Series 0 | 2,364,541 | 26,699,788 | 30,266,125 |
|  |  | 40,079,215 | 43,515,229 |
| Total Investments (100.1\%) |  | 40,079,215 * | 43,515,229 |
| Cash and Other Net Assets (-0.1\%) |  |  | $(59,152)$ |
| Net Assets (100\%) |  |  | 43,456,077 |

*Average cost of Investments as of December 31, 2021 is $\$ 44,926,756$.

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 1,073,159 | 1,299,102 |
| Unrealized appreciation on foreign exchange contracts |  | 13 | 11 |
| Cash |  | 1,666 | 28,771 |
| Subscriptions receivable |  | 274 | 763 |
| Interest receivable |  | 1,425 | 744 |
| Dividends receivable |  | 74 | 1,316 |
| Other assets receivable |  | 18 | - |
| Total assets |  | 1,076,629 | 1,330,707 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Unrealized depreciation on foreign exchange contracts |  | 4 | 2 |
| Redeemed units payable |  | 911 | 663 |
| Accrued expenses |  | 948 | 1,164 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 1,863 | 1,829 |
| Net assets attributable to holders of redeemable units |  | 1,074,766 | 1,328,878 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 26,933 | 30,624 |
| Series F |  | 73,416 | 80,574 |
| Series FH |  | 2,743 | 1,632 |
| Series F5 |  | 1,293 | 2,142 |
| Series H |  | 892 | 1,193 |
| Series N |  | 526,323 | 795,406 |
| Series NR |  | 5,360 | 8,583 |
| Series 0 |  | 1,142 | 1,397 |
| Series T5 |  | 825 | 1,846 |
| Private Series |  | 435,839 | 405,481 |
|  |  | 1,074,766 | 1,328,878 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 9.49 | 10.02 |
| Series F |  | 9.61 | 10.14 |
| Series FH |  | 9.76 | 10.54 |
| Series F5 |  | 8.48 | 9.08 |
| Series H |  | 9.82 | 10.63 |
| Series N |  | 10.33 | 11.06 |
| Series NR |  | 10.03 | 10.83 |
| Series 0 |  | 8.72 | 9.19 |
| Series T5 |  | 7.73 | 8.38 |
| Private Series |  | 9.35 | 9.84 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 11,813 | 2,959 |
| Dividends income |  | 60,706 | 59,559 |
| Other income |  | 153 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 66,103 | 31,452 |
| Net realized gains (losses) on foreign currencies |  | 1,194 | (73) |
| Net realized gains (losses) on forwards currency |  | (469) | 2,150 |
| Change in net unrealized appreciation/depreciation on investments |  | $(137,870)$ | 88,330 |
| Change in unrealized gains/losses on foreign currencies |  | 36 | (21) |
| Change in unrealized gains/losses on forwards currency |  | 1 | 23 |
| Total income |  | 1,667 | 184,379 |
| Expenses | 8 |  |  |
| Management fees |  | 11,239 | 10,210 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 1,381 | 1,215 |
| Fees paid by the manager |  | (28) | (28) |
| Withholding taxes | 2 | 12,676 | 9,584 |
| Transaction costs on purchase and sale of investments | 8 | 2,347 | 2,127 |
| Total expenses |  | 27,617 | 23,110 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(25,950)$ | 161,269 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | (545) | 3,732 |
| Series F |  | $(1,328)$ | 12,047 |
| Series FH |  | (159) | 287 |
| Series F5 |  | (17) | 333 |
| Series H |  | (51) | 207 |
| Series N |  | $(14,889)$ | 92,759 |
| Series NR |  | (172) | 1,009 |
| Series 0 |  | (13) | 197 |
| Series T5 |  | (59) | 246 |
| Private Series |  | $(8,717)$ | 50,452 |
|  |  | $(25,950)$ | 161,269 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 2,943,144 | 3,183,731 |
| Series F |  | 7,886,056 | 9,354,101 |
| Series FH |  | 204,933 | 168,362 |
| Series F5 |  | 190,302 | 293,059 |
| Series H |  | 98,657 | 129,155 |
| Series N |  | 60,190,133 | 66,402,307 |
| Series NR |  | 679,433 | 736,694 |
| Series 0 |  | 153,198 | 125,241 |
| Series T5 |  | 154,625 | 253,444 |
| Private Series |  | 46,966,974 | 38,596,922 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (0.19) | 1.17 |
| Series F |  | (0.17) | 1.29 |
| Series FH |  | (0.77) | 1.71 |
| Series F5 |  | (0.09) | 1.14 |
| Series H |  | (0.51) | 1.60 |
| Series N |  | (0.25) | 1.40 |
| Series NR |  | (0.25) | 1.37 |
| Series 0 |  | (0.09) | 1.57 |
| Series T5 |  | (0.37) | 0.97 |
| Private Series |  | (0.19) | 1.31 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


[^9]Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| Note | 2022 | $\underline{2021}$ |
| :---: | :---: | :---: |
| 2 | $(25,950)$ | 161,269 |
|  | $(66,103)$ | $(31,452)$ |
|  | $(1,194)$ | 73 |
|  | 469 | $(2,150)$ |
|  | 137,870 | $(88,330)$ |
|  | (36) | 21 |
|  | (1) | (23) |
|  | $(622,290)$ | $(1,185,487)$ |
|  | 775,998 | 427,049 |
|  | (681) | (543) |
|  | 1,242 | (209) |
|  | (18) | - |
|  | (216) | 738 |
|  | 199,090 | $(719,044)$ |
| 2 |  |  |
|  | $(1,628)$ | $(1,752)$ |
|  | $278,893$ | $909,656$ |
|  | $(504,690)$ | $(168,419)$ |
|  | $(227,425)$ | 739,485 |
|  | 1,194 | (73) |
|  | 36 | (21) |
|  | $(28,335)$ | 20,441 |
|  | 28,771 | 8,424 |
|  | 1,666 | 28,771 |
|  | 11,132 | 2,416 |
|  | 49,272 | 49,766 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Global Real Assets Income Fund's investment objective is to generate income and long-term capital growth while focusing on hedging against inflation.
The portfolio manager applies a bottom-up approach based on a disciplined valuation of high quality companies, while providing geographic diversification. This approach aims to achieve a balance between high income and opportunities for growth.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | February 1, 2016 | M | A | 2.00 | 0.10 |
| Advisor Series | February 1, 2016 | M | A | 2.00 | 0.10 |
| Series F | February 1, 2016 | M | A | 1.00 | 0.10 |
| Series FH | October 17, 2016 | M | A | 1.00 | 0.10 |
| Series F5 | February 1, 2016 | M | A | 1.00 | 0.10 |
| Series H | October 17, 2016 | M | A | 2.00 | 0.10 |
| Series N | March 10, 2021 | A | A | 0.75 | 0.10 |
| Series NR | March 10, 2021 | M | A | 0.75 | 0.10 |
| Series O | May 19, 2017 | M | A | - | 0.02 |
| Series T5 | February 1, 2016 | M | A | 2.00 | 0.10 |
| Private Series | February 1, 2016 | M | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 9.48 | 0.01 | 9.49 |
| Series F | 9.61 | - | 9.61 |
| Series FH | 9.76 | - | 9.76 |
| Series F5 | 8.48 | - | 8.48 |
| Series H | 9.81 | 0.01 | 9.82 |
| Series N | 10.32 | 0.01 | 10.33 |
| Series NR | 10.02 | 0.01 | 10.03 |
| Series 0 | 8.71 | 0.01 | 8.72 |
| Series T5 | 7.73 | - | 7.73 |
| Private Series | 9.34 | 0.01 | 9.35 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 10.01 | 0.01 | 10.02 |
| Series F | 10.13 | 0.01 | 10.14 |
| Series FH | 10.53 | 0.01 | 10.54 |
| Series F5 | 9.07 | 0.01 | 9.08 |
| Series H | 10.63 | - | 10.63 |
| Series N | 11.05 | 0.01 | 11.06 |
| Series NR | 10.82 | 0.01 | 10.83 |
| Series 0 | 9.18 | 0.01 | 9.19 |
| Series T5 | 8.37 | 0.01 | 8.38 |
| Private Series | 9.83 | 0.01 | 9.84 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Trust Unit

Fair Value
December 31, December 31 $\begin{array}{r}2022 \\ \hline \$ 2021 \\ \hline 13454\end{array}$

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 418,498,649 | 38.9 | 545,224,849 | 41.0 |
| Euro | 485,180,196 | 45.1 | 561,638,964 | 42.3 |
| Hong Kong Dollar | 25,205,617 | 2.3 | 26,738,247 | 2.0 |
| New Zealand Dollar | 19,973 | - | 20,104 |  |
| Pound Sterling | 120,444,153 | 11.2 | 72,652,809 | 5.5 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 52,467,429$ ( $\$ 60,313,749$ as at December 31, 2021).

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Country | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, $2021$ |
|  | \% | \% |
| Belgium | 1.2 | 3.2 |
| Canada | 2.1 | 7.4 |
| Cash, Money Market and Other Net Assets | 0.1 | 2.2 |
| China | 2.4 | 2.0 |
| France | 19.8 | 12.1 |
| Germany | 4.0 | 1.3 |
| Italy | 11.4 | 7.9 |
| Norway | 0.9 | 0.6 |
| Spain | 8.9 | 17.7 |
| United Kingdom | 11.2 | 5.3 |
| United States | 38.0 | 40.3 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  | $\mathbf{\$}$ | $\mathbf{\$}$ | $\mathbf{\$}$ | $\mathbf{\$}$ | $\mathbf{\$}$ |
| Common shares | $1,073,158,828$ |  | - | - | $1,073,158,828$ |
|  |  | - | $3,764,124$ |  |  |
| Derivatives assets | - | $(3,754,675)$ | - | $3,764,124$ |  |
| Derivatives liabilities | - | $\mathbf{9 , 4 4 9}$ | - | $(3,754,675)$ |  |
| Total derivatives instruments |  |  |  | $\mathbf{9 , 4 4 9}$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,299,102,101 | - | - | 1,299,102,101 |
| Derivatives assets | - | 2,439,440 | - | 2,439,440 |
| Derivatives liabilities | - | $(2,430,530)$ | - | $(2,430,530)$ |
| Total derivatives instruments | - | 8,910 | - | 8,910 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 1,389 | 996 |
| Soft Dollars | 702 | 441 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by <br> National Bank <br> Investments inc. | \% |
| Series 0 | 135 | - | 128 | - |
| Private Series | 138 | - | 133 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 | - | 1 | - |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, <br> 2022 <br>  <br> Capital LossesDecember 31, <br> 2021 |
| :--- | ---: | ---: |
| 1,647 | 33,585 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| $\$$ | $\$$ |  |


| Canadian Equities (2.1\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| Energy (2.1\%) |  |  |  |
| Enbridge Inc. | 418,485 | 18,908,894 | 22,146,226 |
| International Equities (97.8\%) |  |  |  |
| Belgium (1.2\%) |  |  |  |
| Proximus SA | 964,367 | 25,646,189 | 12,573,757 |
| China (2.4\%) |  |  |  |
| Jiangsu Expressway Co.Ltd., Class H | 20,448,000 | 28,078,556 | 25,288,360 |
| France (19.8\%) |  |  |  |
| Bouygues SA | 2,010,444 | 88,956,732 | 81,703,987 |
| ENGIE | 863,754 | 14,761,933 | 16,760,194 |
| Orange | 4,603,152 | 67,402,492 | 61,918,916 |
| Vinci | 388,222 | 45,319,058 | 52,491,441 |
|  |  | 216,440,215 | 212,874,538 |
| Germany (4.0\%) |  |  |  |
| Deutsche Post AG | 850,858 | 48,955,312 | 43,383,659 |
| Italy (11.4\%) |  |  |  |
| Enel SPA | 10,636,694 | 99,467,235 | 77,621,030 |
| Italgas SPA | 5,933,303 | 46,407,765 | 44,717,048 |
|  |  | 145,875,000 | 122,338,078 |
| Norway (0.9\%) |  |  |  |
| SFL Corp. Ltd. | 779,326 | 10,071,642 | 9,728,294 |
| Spain (8.9\%) |  |  |  |
| Enagas SA | 1,035,365 | 29,762,747 | 23,296,911 |
| Endesa SA | 1,979,901 | 64,862,003 | 50,604,856 |
| Red Electrica Corp. SA | 925,794 | 21,323,653 | 21,817,660 |
|  |  | 115,948,403 | 95,719,427 |
| United Kingdom (11.2\%) |  |  |  |
| Drax Group | 3,164,005 | 33,209,672 | 36,408,717 |
| Scottish \& Southern Energy PLC | 3,012,642 | 78,470,892 | 84,423,660 |
|  |  | 111,680,564 | 120,832,377 |
| United States (38.0\%) |  |  |  |
| Antero Midstream Corp. | 3,550,584 | 41,801,802 | 51,868,994 |
| Clearway Energy Inc., Class C | 1,026,097 | 37,428,799 | 44,274,847 |
| Dominion Resources Inc./VA | 443,110 | 35,822,716 | 36,799,499 |
| Hess Midstream LP | 819,387 | 32,983,854 | 33,192,292 |
| Medical Properties Trust Inc. | 4,270,667 | 94,160,522 | 64,412,104 |
| Omega Healthcare Investors Inc. | 965,869 | 36,917,538 | 36,549,936 |
| Oneok Inc. | 712,066 | 50,834,010 | 63,339,146 |
| PPL Corp. | 287,552 | 10,650,728 | 11,375,833 |
| Verizon Communications Inc. | 362,783 | 26,412,258 | 19,352,173 |
| Vistra Energy Corp. | 599,898 | 16,171,272 | 18,843,084 |
| Williams Companies Inc. | 634,578 | 22,983,893 | 28,266,204 |
|  |  | 406,167,392 | 408,274,112 |
| Total International Equities |  | 1,108,863,273 | 1,051,012,602 |
| Total Investments (99.9\%) |  | $\underline{\text { 1,127,772,167 * }}$ | 1,073,158,828 |
| Unrealized Appreciation on Foreign Exchange Contracts (0.0\%) |  |  | 9,449 |
| Cash and Other Net Assets (0.1\%) |  |  | 1,597,317 |
| Net Assets (100\%) |  |  | $\underline{1,074,765,594}$ |

*Average cost of Investments as of December 31, 2021 is $\$ 1,215,845,030$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)
Hedging Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 20, 2023 | 1.6597 | GBP | 13,427 | 21,989 | CAD | 22,285 | 22,285 | 296 |
| January 20, 2023 | 0.1744 | HKD | 476,840 | 82,743 | CAD | 83,182 | 83,182 | 439 |
| January 20, 2023 | 1.3565 | USD | 1,090,620 | 1,476,437 | CAD | 1,479,469 | 1,479,469 | 3,032 |
| January 20, 2023 | 1.6810 | GBP | 223,818 | 366,541 | CAD | 376,232 | 376,232 | 9,691 |
|  |  |  |  |  |  |  |  | 13,458 |

Unrealized Depreciation on Foreign Exchange Contracts

|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 20, 2023 | 0.7336 | CAD | 97,694 | 97,694 | USD | 71,669 | 97,023 | (671) |
| January 20, 2023 | 1.4486 | EUR | 1,177,661 | 1,709,271 | CAD | 1,705,933 | 1,705,933 | $(3,338)$ |
|  |  |  |  |  |  |  |  | $(4,009)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 9,449 |

## NBI SmartData U.S. Equity Fund

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## NBI SmartData U.S. Equity Fund

## Financial Statements

## Statements of Comprehensive Income for the Years Ended December 31

(in thousands Canadian dollars, except per unit amounts)

Income
Interest income for distribution purposes
Dividends income
Income from securities lending
Income from derivatives
Other income
Changes in fair value
Net realized gains (losses) on sale of investments
Net realized gains (losses) on foreign currencies
Net realized gains (losses) on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Total income
Expenses
Management fees
Directors' fees of independent review committee
Fixed-administration fees
Fees paid by the manager
Withholding taxes
Transaction costs on purchase and sale of investments
Total expenses
Increase (decrease) in net assets attributable to holders of redeemable units

Increase (decrease) in net assets attributable to holders of redeemable units per series
Investor/Advisor Series
Series F
Series FH
Series F5
Series H
Series O
Series R
Series T5
Private Series


|  | (149,441) | 308,646 |
| :---: | :---: | :---: |
| 8 |  |  |
|  | 981 | 1,541 |
|  | 2 | 2 |
|  | 349 | 436 |
|  | (26) | (36) |
| 2 | 2,252 | 2,006 |
| 8 | 168 | 132 |
|  | 3,726 | 4,081 |
|  | $(153,167)$ | 304,565 |
| 2 |  |  |
|  | $(4,994)$ | 11,716 |
|  | $(1,711)$ | 2,251 |
|  | (124) | 12 |
|  | (367) | 369 |
|  | $(3,299)$ | 4,302 |
|  | $(142,168)$ | 285,193 |
|  |  | 74 |
|  | (2) | 2 |
|  | (502) | 646 |
|  | $(153,167)$ | 304,565 |

Statements of Comprehensive Income for the Years Ended December 31 (continued)
(in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 1,900,002 | 3,537,713 |
| Series F |  | 825,291 | 411,595 |
| Series FH |  | 31,703 | 1,986 |
| Series F5 |  | 253,138 | 111,727 |
| Series H |  | 1,010,699 | 1,105,111 |
| Series 0 |  | 69,736,810 | 71,947,002 |
| Series R |  | - | 229,850 |
| Series T5 |  | 1,470 | 712 |
| Private Series |  | 257,245 | 161,357 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (2.63) | 3.31 |
| Series F |  | (2.08) | 5.47 |
| Series FH |  | (3.92) | 5.59 |
| Series F5 |  | (1.45) | 3.30 |
| Series H |  | (3.26) | 3.89 |
| Series 0 |  | (2.04) | 3.96 |
| Series R |  | - | 0.32 |
| Series T5 |  | (1.60) | 2.78 |
| Private Series |  | (1.96) | 4.01 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Investor/Advisor Series |  | (2.02) | 2.64 |
| Series F |  | (1.60) | 4.36 |
| Series FH |  | - | - |
| Series F5 |  |  | - |
| Series H |  | - | - |
| Series 0 |  | - | - |
| Series R |  | - | - |
| Series T5 |  | - | - |
| Private Series |  | (1.51) | 3.20 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to
holders of redeemable units
Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

| Note | Investor/Ad | sor Series | Series F |  | Series FH |  | Series F5 |  | Series H |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  | 38,378 | 159,143 | 11,488 | 1,760 | 358 | 4 | 2,789 | 6 | 17,882 | 16,076 |
| 6 | $(4,994)$ | 11,716 | $(1,711)$ | 2,251 | (124) | 12 | (367) | 369 | $(3,299)$ | 4,302 |
|  | 2,136 | 21,462 | 6,683 | 11,058 | 1,094 | 389 | 269 | 2,527 | 10 | (79) |
| 2 | $\begin{array}{r} 619 \\ (9,891) \\ \hline \end{array}$ | $\begin{array}{r} 3,496 \\ (153,839) \\ \hline \end{array}$ | $\begin{array}{r} 281 \\ (2,132) \\ \hline \end{array}$ | $\begin{gathered} 895 \\ (3,301) \\ \hline \end{gathered}$ | $\begin{gathered} 4 \\ (412) \\ \hline \end{gathered}$ | $\begin{gathered} 1 \\ (47) \end{gathered}$ | $\begin{gathered} 158 \\ (229) \\ \hline \end{gathered}$ | $\begin{gathered} 278 \\ (113) \end{gathered}$ | $\begin{gathered} 11 \\ (2,708) \\ \hline \end{gathered}$ | $\begin{gathered} 1,751 \\ (2,396) \\ \hline \end{gathered}$ |
|  | $(7,136)$ | $(128,881)$ | 4,832 | 8,652 | 686 | 343 | 198 | 2,692 | $(2,687)$ | (724) |
|  |  | 13 | 68 | 42 | 2 | - | 16 | 6 | - | - |
|  | 634 | 3,570 | 260 | 1,129 | 2 | 1 | 53 | 216 |  | 1,758 |
|  | - |  |  |  |  |  | 135 | 56 |  | - |
|  | 7 | 17 | 6 | 4 | - | - | - | - | 11 | 14 |
|  | 641 | 3,600 | 334 | 1,175 | 4 | 1 | 204 | 278 | 11 | 1,772 |
|  | $(12,771)$ | (120,765) | 2,787 | 9,728 | 558 | 354 | (373) | 2,783 | $(5,997)$ | 1,806 |
| 25,607 |  | 38,378 | 14,275 | 11,488 | 916 | 358 | 2,416 | 2,789 | 11,885 | 17,882 |
|  | 2,200,947 | 10,438,647 | 618,878 | 108,514 | 20,239 | 321 | 234,637 | 556 | 1,106,580 | 1,136,129 |
|  | 137,215 | 1,343,336 | 397,975 | 644,629 | 68,222 | 22,796 | 25,124 | 220,771 | 743 | 4,797 |
|  | $\begin{gathered} 41,610 \\ (632,715) \end{gathered}$ | $\begin{gathered} 200,278 \\ (9,781,314) \end{gathered}$ | $\begin{gathered} 17,529 \\ (131,428) \end{gathered}$ | $\begin{gathered} 48,170 \\ (182,435) \end{gathered}$ | $\begin{gathered} 270 \\ (24,448) \end{gathered}$ | $\begin{gathered} 52 \\ (2,930) \end{gathered}$ | $15,720$ $(22,606)$ | $\begin{gathered} 23,254 \\ (9,944) \end{gathered}$ | $\begin{gathered} 783 \\ (188,682) \end{gathered}$ | $\begin{aligned} & 109,538 \\ & (143,884) \end{aligned}$ |
|  | 1,747,057 | 2,200,947 | 902,954 | 618,878 | 64,283 | 20,239 | 252,875 | 234,637 | 919,424 | 1,106,580 |

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Margin deposited on futures contracts
Interest receivable
Dividends receivable
Other assets receivable
Accrued expenses

## Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(153,167)$ | 304,565 |
|  | $(46,507)$ | $(212,983)$ |
|  | $(1,164)$ | (145) |
|  | 1,983 | 153 |
|  | 215,958 | $(74,001)$ |
|  | (86) | 28 |
|  | 298 | (235) |
|  | $(1,601,948)$ | $(1,917,777)$ |
|  | 1,948,214 | 1,972,018 |
|  |  | 458 |
|  | 13 | (39) |
|  | (187) | 237 |
|  | $(1,888)$ | - |
|  | (40) | (207) |
|  | 361,479 | 72,072 |
| 2 |  |  |
|  | (216) | (709) |
|  | 36,315 | 379,763 |
|  | $(404,278)$ | $(459,879)$ |
|  | $(368,179)$ | $(80,825)$ |
|  |  |  |
|  | 1,164 | 145 |
|  | 86 | (28) |
|  | $(6,700)$ | $(8,753)$ |
|  | 12,833 | 21,469 |
| 7,383 |  | 12,833 |
|  |  |  |
| 1,498 |  |  |
|  |  | 793 |
|  | 14,769 | 15,260 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI SmartData U.S. Equity Fund's investment objective is to provide long-term capital growth. This Fund invests directly, or through investments in securities of other mutual funds, in a portfolio mainly composed of equities of U.S. companies.

The portfolio sub-advisor analyzes equities using a quantitative selection process based on an analysis of various financial ratios recognized in the market. Following a comparison of the different ratios, the securities with the best overall rating are selected. The final selection of securities, as well as their weight within the portfolio, is determined so as to obtain a portfolio diversified by market sector. The Fund may invest in small, mid and large companies

| General Information |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual <br> Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | A | A | 1.70 | 0.19 |
| Advisor Series | November 22, 2007 | A | A | 1.70 | 0.19 |
| Series F | May 16, 2008 | A | A | 0.70 | 0.19 |
| Series FH | May 12, 2017 | A | A | 0.70 | 0.19 |
| Series F5 | May 21, 2014 | M | A | 0.70 | 0.19 |
| Series H | May 12, 2017 | A | A | 1.70 | 0.19 |
| Series 0 | April 28, 2017 | A | A |  | 0.02 |
| Series T5 | May 21, 2014 | M | A | 1.70 | 0.19 |
| Private Series | May 14, 2018 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 14.66 | - | 14.66 |
| Series F | 15.81 | - | 15.81 |
| Series FH | 14.26 |  | 14.26 |
| Series F5 | 9.55 | 0.01 | 9.56 |
| Series H | 12.93 |  | 12.93 |
| Series 0 | 12.80 | - | 12.80 |
| Series T5 | 9.47 |  | 9.47 |
| Private Series | 13.19 | - | 13.19 |


|  |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value $\begin{array}{r}\text { Per Unit } \\ \hline \$\end{array}$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit \$ |
| Investor/Advisor Series | 17.44 | - | 17.44 |
| Series F | 18.56 |  | 18.56 |
| Series FH | 17.68 | - | 17.68 |
| Series F5 | 11.89 |  | 11.89 |
| Series H | 16.16 | - | 16.16 |
| Series 0 | 15.26 | 0.01 | 15.27 |
| Series T5 | 11.92 |  | 11.92 |
| Private Series | 15.55 | - | 15.55 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\%$ | $\$$ | $\%$ |
| - | - | 16 | 100 |
|  | - | 8 | 50 |
| - | - | 8 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| :---: | :---: |
| December 31, 2022 | December 31 2021 |
| \$ | \$ |
| 17,879 | 22,325 |

Currency Risk (Note 5)


This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 37,730,522$ ( $\$ 33,520,220$ as at December 31, 2021).

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 1.3 | 1.0 |
| Communication Services | 5.5 | 9.0 |
| Consumer Discretionary | 9.5 | 12.6 |
| Consumer Staples | 6.1 | 4.7 |
| Energy | 5.2 | 1.5 |
| Financials | 11.6 | 10.6 |
| Health Care | 16.7 | 14.0 |
| Industrials | 9.7 | 7.6 |
| Information Technology | 26.0 | 29.9 |
| Materials | 2.6 | 3.2 |
| Real Estate | 3.9 | 3.2 |
| Utilities | 1.9 | 2.7 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 758,347,670 |  | - | 758,347,670 |
| Derivatives assets |  | 11,941,320 |  | 11,941,320 |
| Derivatives liabilities |  | (11,874,425) | - | (11,874,425) |
| Total derivatives instruments |  | 66,895 |  | 66,895 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Common shares | 1,276,047,846 |  | . | 1,276,047,846 |
| Derivatives assets | - | 16,452,708 | - | 16,452,708 |
| Derivatives liabilities | - | $(16,087,800)$ | - | $(16,087,800)$ |
| Total derivatives instruments | - | 364,908 | - | 364,908 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1 , Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |
| 35 | 19 |
| 35 | 19 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series FH |  | - | 282 | 1 |
| Series 0 | 139 | - | 132 | - |
| Series T5 | 218 | 14 | 201 | 14 |
| Private Series | 115 | - | 112 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 | - | 1 | - |


|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \end{array}$ |  | Number of shares | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (98.7\%) |  |  |  | Bank of America Corp. | 21,420 | 978,027 | 960,498 |
| Communication Services (5.5\%) |  |  |  | Bank of New York Mellon Corp./The | 86,488 | 4,871,224 | 5,330,215 |
| Alphabet Inc., Class C | 170,019 | 10,218,586 | 20,424,645 | Berkshire Hathaway Inc., Class B | 38,512 | 13,998,788 | 16,110,127 |
| Charter Communications Inc., Class A | 8,511 | 5,458,673 | 3,907,464 | BOK Financial Corp. | 1,756 | 212,134 | 246,755 |
| Live Nation Entertainment Inc. | 43,593 | 4,103,459 | 4,116,094 | Capital One Financial Corp. | 26,324 | 4,522,105 | 3,313,100 |
| Meta Platforms, Inc., Class A | 29,347 | 7,072,805 | 4,781,458 | Chubb Ltd. | 22,201 | 5,606,494 | 6,632,884 |
| Nettix Inc. | 3,688 | 1,372,828 | 1,472,390 | Citigroup Inc. | 93,909 | 6,440,529 | 5,750,696 |
| News Corp., Class A | 179,522 | 4,955,951 | 4,423,598 | CME Group Inc., Class A | 24,745 | 6,675,518 | 5,633,739 |
| Omnicom Group Inc. | 9,697 | 994,670 | 1,070,914 | Corebridge Financial Inc. | 14,285 | 383,391 | 387,583 |
| TripAdvisor Inc. | 9,344 | 253,809 | 227,462 | CubeSmart | 1,431 | 81,967 | 77,982 |
| Verizon Communications Inc. | 37,070 | 1,918,067 | 1,977,449 | Discover Financial Services | 22,533 | 2,958,986 | 2,983,932 |
|  |  | 36,348,848 | 42,401,474 | East West Bancorp Inc. | 44,668 | 4,266,904 | 3,985,369 |
|  |  |  |  | Equitable Holdings Inc. | 49,053 | 1,893,721 | 1,906,049 |
| Consumer Discretionary (9.5\%) |  |  |  | J. P. Morgan Chase \& Co. | 8,169 | 1,268,572 | 1,483,258 |
| Amazon.com Inc. | 188,367 | 27,775,455 | 21,422,527 | Lincoln National Corp. | 16,854 | 1,088,625 | 700,988 |
| Aptiv PLC | 34,939 | 4,879,828 | 4,403,994 | M\&T Bank Corp. | 8,137 | 1,562,998 | 1,598,080 |
| AutoZone Inc. | 1,652 | 4,279,499 | 5,512,922 | MarketAxess Holdings Inc. | 6,246 | 2,022,459 | 2,358,422 |
| Boyd Gaming Corp. | 6,670 | 517,249 | 492,434 | Marsh \& McLennan Cos Inc. | 25,351 | 5,225,842 | 5,681,440 |
| Chewy Inc. | 17,642 | 1,079,076 | 885,674 | MetLife Inc. | 19,619 | 1,948,034 | 1,922,304 |
| General Motors Co. | 105,887 | 6,599,875 | 4,822,644 | MSCI Inc. | 6,309 | 4,023,572 | 3,976,187 |
| Hilton Worldwide Holdings Inc. | 16,743 | 3,009,316 | 2,864,372 | Signature Bank/New York NY | 6,804 | 1,416,033 | 1,061,399 |
| Hyatt Hotels Corp., Class A | 2,090 | 262,055 | 255,942 | Stifel Financial Corp. | 41,287 | 3,136,163 | 3,261,117 |
| Johnson Controls International plc | 55,898 | 4,973,238 | 4,843,539 | Synchrony Financial | 93,406 | 3,895,552 | 4,155,554 |
| Liberty Global PLC, Class C | 111,368 | 3,102,110 | 2,929,677 | Voya Financial Inc. | 5,659 | 482,156 | 471,119 |
| LKQ Corp. | 25,281 | 1,652,767 | 1,828,115 | Webster Financial Corp. | 23,655 | 1,601,847 | 1,516,135 |
| Lowe's Companies Inc. | 7,931 | 2,118,091 | 2,139,503 | Western Alliance Bancorp | 6,870 | 638,857 | 553,985 |
| Macy's Inc. | 74,524 | 2,067,406 | 2,083,545 | Wintrust Financial Corp. | 3,728 | 441,819 | 426,601 |
| Marriott International Inc., Class A | 7,282 | 1,444,988 | 1,467,626 |  |  | 87,689,278 | 89,400,016 |
| Nike Inc., Class B | 15,010 | 2,133,369 | 2,378,085 |  |  |  |  |
| Tesla Motors Inc. | 42,446 | 14,192,033 | 7,082,312 | Health Care (16.7\%) |  |  |  |
| Union Gas Ltd. | 22,245 | 2,850,479 | 2,575,047 | AbbVie Inc. | 23,282 | 4,506,724 | 5,094,820 |
| Whirlpool Corp. | 12,603 | 2,488,532 | 2,414,102 | Agilent Technologies Inc. | 10,535 | 1,874,992 | 2,134,223 |
| Wyndham Hotels \& Resorts Inc. | 24,075 | 2,479,632 | 2,324,360 | Anthem Inc. | 9,902 | 5,536,927 | 6,880,927 |
| Wynn Resorts Ltd. | 5,114 | 526,343 | 571,009 | Avantor Inc. | 79,834 | 2,293,798 | 2,279,560 |
|  |  | 88,431,341 | 73,297,429 | Biogen Idec Inc. | 9,438 | 3,432,164 | 3,538,514 |
|  |  |  |  | Boston Scientific Corp. | 93,967 | 4,991,986 | 5,886,558 |
| Consumer Staples (6.1\%) |  |  |  | Bristol-Myers Squibb Co. | 54,778 | 5,434,750 | 5,334,612 |
| Altria Group Inc. | 98,230 | 5,947,541 | 6,079,137 | Centene Corp. | 49,116 | 5,114,229 | 5,453,513 |
| Casey's General Stores Inc. | 1,302 | 319,999 | 395,479 | Cigna Corp. | 3,401 | 1,239,415 | 1,525,831 |
| ConAgra Foods Inc. | 36,448 | 1,688,049 | 1,909,727 | CVS Health Corp. | 52,825 | 6,950,457 | 6,664,927 |
| Costco Wholesale Corp. | 11,691 | 8,134,398 | 7,225,685 | Edwards Lifesciences Corp. | 9,811 | 941,162 | 990,655 |
| Kimberly-Clark Corp. | 28,710 | 4,844,079 | 5,277,444 | Gilead Sciences Inc. | 58,656 | 4,763,281 | 6,817,723 |
| Mondelez International Inc. | 71,085 | 6,014,504 | 6,414,528 | HCA Holdings Inc. | 443 | 129,241 | 143,953 |
| PepsiCo Inc. | 40,343 | 8,964,029 | 9,867,719 | Humana Inc. | 7,787 | 5,187,234 | 5,399,927 |
| Philip Morris International Inc. | 58,855 | 7,219,377 | 8,067,186 | Incyte Corp. | 39,170 | 3,737,859 | 4,259,551 |
| Procter \& Gamble Co. | 618 | 113,436 | 126,837 | Intuitive Surgical Inc. | 17,656 | 5,000,909 | 6,343,048 |
| Sysco Corp. | 13,407 | 1,429,484 | 1,387,700 | Jazz Pharmaceuticals PLC | 2,335 | 434,227 | 503,636 |
|  |  | 44,674,896 | 46,751,442 | Johnson \& Johnson | 62,097 | 14,246,416 | 14,853,200 |
|  |  |  |  | Medtronic PLC | 61,986 | 7,476,504 | 6,522,484 |
| Energy (5.2\%) |  |  |  | Merck \& Co. Inc. | 71,586 | 7,881,436 | 10,753,306 |
| APA Corp. | 1,519 | 98,583 | 96,001 | Moderna Inc. | 1,671 | 326,627 | 406,366 |
| Baker Hughes a GE Co., Class A | 8,709 | 307,905 | 348,192 | Pfizer Inc. | 111,302 | 6,907,818 | 7,722,954 |
| Cabot Oil \& Gas Corp. | 17,912 | 719,454 | 595,848 | Regeneron Pharmaceuticals Inc. | 4,701 | 4,728,794 | 4,592,056 |
| ConocoPhillips | 9,996 | 1,822,870 | 1,596,963 | ROYALTY PHARMA | 20,516 | 1,133,666 | 1,097,732 |
| EOG Resources Inc. | 34,063 | 5,452,345 | 5,973,651 | UnitedHealth Group Inc. | 5,644 | 3,033,276 | 4,052,011 |
| Exxon Mobil Corp. | 20,676 | 2,388,755 | 3,087,934 | Universal Health Services, Class B | 11,770 | 1,819,310 | 2,245,139 |
| Halliburton Co. | 65,631 | 2,564,967 | 3,496,555 | Vertex Pharmaceuticals Inc. | 14,635 | 4,638,625 | 5,721,981 |
| Hess Corp. | 6,941 | 1,328,585 | 1,332,742 | Viatris Inc. | 50,073 | 614,816 | 754,545 |
| Kinder Morgan Inc./Delaware | 190,294 | 4,504,359 | 4,658,114 |  |  | 114,376,643 | 127,973,752 |
| Marathon Oil Corp. | 51,708 | 1,620,512 | 1,895,102 |  |  |  |  |
| Marathon Petroleum Corp. | 16,128 | 1,806,274 | 2,541,675 | Industrials (9.7\%) |  |  |  |
| Pioneer Natural Resources Co. | 17,298 | 5,209,032 | 5,348,839 | AMETEK Inc. | 27,303 | 4,159,809 | 5,164,824 |
| Schlumberger Ltd. | 62,687 | 3,077,598 | 4,538,102 | Carrier Global Corp. | 12,239 | 636,003 | 683,528 |
| Williams Companies Inc. | 105,933 | 4,839,925 | 4,718,606 | Cintas Corp. | 6,101 | 3,020,107 | 3,730,446 |
|  |  | 35,741,164 | 40,228,324 | CSX Corp. | 138,402 | 5,547,267 | 5,805,109 |
|  |  |  |  | Eaton Corp PLC | 2,677 | 591,357 | 568,957 |
| Financials (11.6\%) |  |  |  | Emerson Electric Co. | 30,003 | 3,456,723 | 3,902,059 |
| American Financial Group Inc. | 10,211 | 1,765,605 | 1,897,851 | Fastenal Co. | 70,270 | 4,478,311 | 4,501,956 |
| Ameriprise Financial Inc. | 11,902 | 4,281,356 | 5,016,647 | General Dynamics Corp. | 15,604 | 5,287,371 | 5,241,635 |


|  | Number of shares | Average Cost | Fair Value |  | Number of shares | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Howmet Aerospace Inc. | 75,324 | 3,632,397 | 4,020,097 | Real Estate (3.9\%) |  |  |  |
| Ingersoll Rand Inc | 12,374 | 898,722 | 875,520 | Camden Property Trust | 21,355 | 3,174,625 | 3,234,734 |
| Knight-Swift Transportation Holdings Inc., Class A | 22,526 | 1,509,316 | 1,598,398 | Crown Castle International Corp. | 4,489 | 815,721 | 824,617 |
| Lennox International Inc. | 8,018 | 3,064,521 | 2,596,978 | EPR Properties | 7,706 | 397,210 | 393,539 |
| Lockheed Martin Corp. | 10,554 | 5,820,564 | 6,953,057 | Host Hotels \& Resorts Inc. | 133,762 | 3,251,593 | 2,906,661 |
| nVent Electric PLC | 25,492 | 1,286,256 | 1,327,739 | Life Storage Inc. | 24,537 | 4,052,520 | 3,272,233 |
| Otis Worldwide Corp. | 34,354 | 3,286,945 | 3,642,345 | Mid-America Apartment Communities Inc. | 16,608 | 4,196,534 | 3,530,010 |
| PACCAR Inc. | 7,986 | 925,270 | 1,070,088 | National Storage Affiliates Trust | 21,227 | 1,371,807 | 1,038,061 |
| Republic Services Inc. | 27,246 | 4,426,871 | 4,758,229 | Park Hotels \& Resorts Inc. | 67,375 | 1,111,779 | 1,075,472 |
| Roper Industries Inc. | 3,817 | 2,105,604 | 2,232,144 | ProLogis Inc. | 23,043 | 3,522,656 | 3,518,189 |
| Ryder System Inc. | 4,001 | 441,113 | 452,695 | Public Storage | 13,801 | 5,808,769 | 5,235,399 |
| Teledyne Technologies Inc. | 8,701 | 4,687,888 | 4,711,407 | SBA Communications Corp., Class A | 11,874 | 4,757,438 | 4,506,322 |
| Trane Technologies PLC | 9,410 | 2,043,437 | 2,141,500 |  |  | 32,460,652 | 29,535,237 |
| Union Pacific Corp. | 25,733 | 7,423,168 | 7,212,906 |  |  |  |  |
| United Rentals Inc. | 1,943 | 788,140 | 934,978 | Utilities (1.9\%) |  |  |  |
|  |  | 69,517,160 | 74,126,595 | Alliant Energy Corp. | 12,554 | 922,998 | 938,397 |
|  |  |  |  | Brookfield Renewable Cor A | 40,921 | 1,729,520 | 1,525,797 |
| Information Technology (26.0\%) |  |  |  | CMS Energy Corp. | 39,060 | 3,011,430 | 3,349,102 |
| Accenture PLC, Class A | 22,193 | 7,846,942 | 8,017,769 | DTE Energy Co. | 4,860 | 792,397 | 773,408 |
| Adobe Systems Inc. | 17,629 | 7,059,379 | 8,031,549 | Evergy Inc. | 54,417 | 4,265,087 | 4,636,379 |
| Analog Devices Inc. | 23,455 | 5,309,757 | 5,208,891 | Exelon Corp. | 10,764 | 601,055 | 630,007 |
| Apple Inc. | 222,280 | 21,620,563 | 39,101,770 | Public Service Enterprise Group Inc. | 37,130 | 2,942,920 | 3,080,062 |
| Applied Materials Inc. | 16,068 | 1,949,299 | 2,118,450 |  |  | 14,265,407 | 14,933,152 |
| Arista Networks Inc. | 6,254 | 924,513 | 1,027,590 |  |  |  |  |
| AutoDesk Inc. | 14,942 | 4,048,135 | 3,780,375 | Total Equities |  | 709,091,870 | 758,347,670 |
| Broadcom Inc. | 10,368 | 6,733,533 | 7,848,639 |  |  |  |  |
| Cisco Systems Inc. | 140,108 | 9,047,485 | 9,036,937 |  |  |  |  |
| Cognizant Technology Solutions Corp., Class A | 48,609 | 3,920,388 | 3,764,431 | Total Investments (98.7\%) |  | $\underline{\text { 709,091,870 * }}$ | 758,347,670 |
| Fortinet Inc. | 53,650 | 3,801,947 | 3,551,210 |  |  |  |  |
| Gartner Inc. | 10,978 | 3,173,962 | 4,998,019 | Unrealized Appreciation on Foreign Excha | (0.0\%) |  | 66,895 |
| Hewlett Packard Enterprise Co. | 118,454 | 2,226,115 | 2,556,375 | Unealized Appreciaion on Foreign Exchang |  |  |  |
| International Business Machines Corp. | 35,633 | 6,813,846 | 6,797,029 | Cash and Other Net Assets (1.3\%) |  |  | 9,975,190 |
| Intuit Inc. | 7,174 | 3,989,907 | 3,780,447 | Cash and Other Net Assets (1.3) |  |  | 9,975,190 |
| Lam Research Corp. | 6,719 | 4,295,507 | 3,823,408 | Net Assets (100\%) |  |  | 768,389,755 |
| MasterCard Inc., Class A | 1,242 | 504,380 | 584,740 | Net Assets (100\%) |  |  | $\xrightarrow{760,389,755}$ |
| Mettler-Toledo International Inc. | 1,132 | 1,460,124 | 2,212,406 |  |  |  |  |
| Microchip Technology Inc. | 21,407 | 1,952,286 | 2,036,051 | *Average cost of Investments as of December |  |  |  |
| Micron Technology Inc. | 8,766 | 655,882 | 593,177 | is \$1,010,833,871. |  |  |  |
| Microsoft Corp. | 106,633 | 20,370,442 | 34,622,914 |  |  |  |  |
| Monolithic Power Systems Inc. | 4,253 | 2,121,728 | 2,036,135 |  |  |  |  |
| Nvidia Corporation | 11,130 | 2,993,782 | 2,202,321 |  |  |  |  |
| NXP Semiconductors NV | 23,581 | 4,691,820 | 5,045,316 |  |  |  |  |
| ON Semiconductor Corp. | 3,228 | 176,050 | 272,581 |  |  |  |  |
| Palo Alto Networks Inc. | 18,959 | 4,162,681 | 3,581,795 |  |  |  |  |
| Paycom Software Inc. | 7,582 | 3,423,296 | 3,185,416 |  |  |  |  |
| PayPal Holdings Inc. | 43,359 | 4,529,302 | 4,181,468 |  |  |  |  |
| Pure Storage Inc. | 13,329 | 522,041 | 482,915 |  |  |  |  |
| salesforce.com | 11,675 | 2,438,026 | 2,095,821 |  |  |  |  |
| ServiceNow Inc. | 9,395 | 5,701,010 | 4,942,313 |  |  |  |  |
| Snowflake Inc. | 17,444 | 3,585,813 | 3,390,046 |  |  |  |  |
| TE Connectivity Ltd. | 22,433 | 3,594,339 | 3,486,710 |  |  |  |  |
| Trade Desk Inc./The, Class A | 17,944 | 1,252,291 | 1,089,117 |  |  |  |  |
| VeriSign Inc. | 17,059 | 4,415,038 | 4,744,879 |  |  |  |  |
| Visa Inc., Class A | 18,516 | 5,139,818 | 5,210,302 |  |  |  |  |
| Zoom Video Communications Inc. | 3,300 | 336,771 | 302,654 |  |  |  |  |
|  |  | 166,788,198 | 199,741,966 |  |  |  |  |
| Materials (2.6\%) |  |  |  |  |  |  |  |
| Corteva Inc. | 3,307 | 261,221 | 263,178 |  |  |  |  |
| Element Solutions Inc. | 32,941 | 805,263 | 811,253 |  |  |  |  |
| Huntsman Corp. | 11,334 | 430,813 | 421,683 |  |  |  |  |
| International Flavors \& Fragances Inc. | 1,615 | 273,837 | 229,238 |  |  |  |  |
| Linde PLC | 12,703 | 4,691,517 | 5,609,837 |  |  |  |  |
| Martin Marietta Materials Inc. | 3,775 | 1,751,302 | 1,726,333 |  |  |  |  |
| Mosaic Co.IThe | 23,475 | 1,658,597 | 1,394,312 |  |  |  |  |
| Nucor Corp. | 5,023 | 920,524 | 896,528 |  |  |  |  |
| Sherwin-Williams Co./The | 16,918 | 5,056,695 | 5,435,194 |  |  |  |  |
| Vulcan Materials Co . | 13,374 | 2,948,514 | 3,170,727 |  |  |  |  |
|  |  | 18,798,283 | 19,958,283 |  |  |  |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)
Hedging Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 1.3614 | USD | 8,771,662 | 11,874,425 | CAD | 11,941,320 | 11,941,320 | 66,895 |

## NBI U.S. Equity Fund

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 59 | 11 |
| Dividends income |  | 11,559 | 8,845 |
| Other income |  | - | 14 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 26,572 | 9 |
| Net realized gains (losses) on foreign currencies |  | 69 | 148 |
| Net realized gains (losses) on forwards currency |  | 21 | 22 |
| Change in net unrealized appreciation/depreciation on investments |  | $(125,348)$ | 225,579 |
| Change in unrealized gains/losses on foreign currencies |  | 17 | 1 |
| Change in unrealized gains/losses on forwards currency |  | (31) | - |
| Total income |  | $(87,082)$ | 234,629 |
| Expenses | 8 |  |  |
| Management fees |  | 8,619 | 7,826 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 2,303 | 2,058 |
| Fees paid by the manager |  | (170) | (144) |
| Withholding taxes | 2 | 1,550 | 1,201 |
| Transaction costs on purchase and sale of investments | 8 | 38 | 20 |
| Total expenses |  | 12,342 | 10,963 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(99,424)$ | 223,666 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | $(27,566)$ | 53,374 |
| Series F |  | $(66,693)$ | 156,398 |
| Series F5 |  | $(1,571)$ | 4,192 |
| Series 0 |  | $(3,402)$ | 9,290 |
| Series T5 |  | (192) | 412 |
|  |  | $(99,424)$ | 223,666 |
| Average number of units | 2 |  |  |
| Investor/Advisor Series |  | 3,730,179 | 3,784,525 |
| Series F |  | 17,939,553 | 15,432,754 |
| Series F5 |  | 651,909 | 589,009 |
| Series 0 |  | 860,306 | 879,156 |
| Series T5 |  | 72,237 | 71,821 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | (7.39) | 14.10 |
| Series F |  | (3.72) | 10.13 |
| Series F5 |  | (2.41) | 7.12 |
| Series 0 |  | (3.95) | 10.57 |
| Series T5 |  | (2.65) | 5.74 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Investor/Advisor Series |  | (5.68) | 11.25 |
| Series F |  | (2.86) | 8.08 |
| Series F5 |  | - | - |
| Series 0 |  | (3.04) | 8.43 |
| Series T5 |  | - | - |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Investor/Adv | or Series | Seri |  | Serie |  | Seri |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ |  | \$ | \$ | \$ | \$ |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 242,294 | 162,293 | 687,155 | 409,013 | 18,393 | 8,875 | 35,435 | 29,028 | 1,702 | 1,567 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(27,566)$ | 53,374 | $(66,693)$ | 156,398 | $(1,571)$ | 4,192 | $(3,402)$ | 9,290 | (192) | 412 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 46,367 | 52,385 | 258,623 | 220,031 | 10,537 | 8,578 | 35,357 | 10,991 | 469 | 327 |
| Reinvestments of distributions to holders of redeemable |  |  |  |  |  |  |  |  |  |  |  |
| units <br> Redemption of redeemable units |  | $\begin{gathered} 14 \\ (64,985) \end{gathered}$ | $\begin{array}{r} 13 \\ (25,758) \\ \hline \end{array}$ | $\begin{array}{r} 145 \\ (195,211) \\ \hline \end{array}$ | $\begin{gathered} 121 \\ (98,287) \\ \hline \end{gathered}$ | $\begin{gathered} 247 \\ (8,200) \\ \hline \end{gathered}$ | $\begin{gathered} 168 \\ (2,761) \\ \hline \end{gathered}$ | $(3,478)$ | $(13,874)$ | $\begin{gathered} 17 \\ (195) \\ \hline \end{gathered}$ | $\begin{gathered} 24 \\ (556) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | $(18,604)$ | 26,640 | 63,557 | 121,865 | 2,584 | 5,985 | 31,879 | $(2,883)$ | 291 | (205) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | - | - | - | 1 | - | - | - | - |
| Return of capital |  |  |  |  |  | 902 | 650 |  |  | 89 | 72 |
| Management fees rebate |  | 14 | 13 | 145 | 121 | , | 8 | - | - | - | - |
| Total distributions to investors |  | 14 | 13 | 145 | 121 | 911 | 659 | - | - | 89 | 72 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(46,184)$ | 80,001 | $(3,281)$ | 278,142 | 102 | 9,518 | 28,477 | 6,407 | 10 | 135 |
| Net assets attributable to holders of redeemable units, end of the year |  | 196,110 | 242,294 | 683,874 | 687,155 | 18,495 | 18,393 | 63,912 | 35,435 | 1,712 | 1,702 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 4,026,794 | 3,511,745 | 16,791,441 | 13,176,055 | 667,821 | 405,975 | 835,027 | 910,439 | 68,635 | 78,645 |
| Redeemable units issued |  | 870,290 | 1,011,857 | 7,148,669 | 6,346,545 | 450,512 | 367,824 | 913,454 | 301,459 | 21,806 | 15,378 |
| Redeemable units issued on reinvestments |  | 276 | 234 | 4,089 | 3,310 | 10,573 | 6,908 |  |  | 824 | $1,096$ |
| Redeemable units redeemed |  | $(1,237,330)$ | $(497,042)$ | $(5,408,895)$ |  | $(338,766)$ | $(112,886)$ | $(93,933)$ | $(376,871)$ | $(8,998)$ | $(26,484)$ |
| Redeemable units outstanding, end of the year |  | 3,660,030 | 4,026,794 | 18,535,304 | 16,791,441 | 790,140 | 667,821 | 1,654,548 | 835,027 | 82,267 | $\underline{68,635}$ |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(99,424)$ | 223,666 |
|  | $(26,572)$ | (9) |
|  | (69) | (148) |
|  | (21) | (22) |
|  | 125,348 | $(225,579)$ |
|  | (17) | (1) |
|  | 31 |  |
|  | $(135,122)$ | $(151,535)$ |
|  | 87,551 | 31 |
|  | (157) | (206) |
|  | 656 | 391 |
|  | $(47,796)$ | $(153,412)$ |

2

| (736) | (539) |
| :---: | :---: |
| 351,640 | 290,662 |
| $(272,483)$ | $(140,289)$ |
| 78,421 | 149,834 |
| 69 | 148 |
| 17 | 1 |
| 30,625 | $(3,578)$ |
| 3,300 | 6,729 |
| 34,011 | 3,300 |
| 59 | 11 |
| 9,852 | 7,438 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI U.S. Equity Fund's investment objective is to ensure long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio comprised mainly of equity securities of U.S. companies.
The portfolio manager analyzes stocks from U.S. companies and in companies conducting business in the U.S. The Fund invests primarily in common shares, but may also invest in preferred shares, bonds and Treasury bills. The portfolio manager uses a mix of strategies in selecting investments for the Fund.

General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 18, 1993 | A | A | 1.75 | 0.24 |
| Advisor Series | June 12, 2009 | A | A | 1.75 | 0.24 |
| Series F | December 24, 2013 | A | A | 0.65 | 0.24 |
| Series F5 | May 21, 2014 | M | A | 0.65 | 0.24 |
| Series 0 | May 21, 2014 | A | A | - | 0.02 |
| Series T5 | May 21,2014 | M | A | 1.75 | 0.24 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 53.58 |  | 53.58 |
| Series F | 36.90 |  | 36.90 |
| Series F5 | 23.41 |  | 23.41 |
| Series 0 | 38.63 |  | 38.63 |
| Series T5 | 20.82 | - | 20.82 |


|  | As at December 31, 2021 |  |  |
| :--- | ---: | ---: | ---: |
|  | Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ <br> Investor/Advisor Series | 60.17 | - |
| Series F | 40.92 | - | 60.17 |
| Series F5 | 27.54 | - | 40.92 |
| Series 0 | 42.44 | - | 27.54 |
| Series T5 | 24.80 | - | 42.44 |
|  |  |  | 24.80 |


| Currency Risk (Note 5) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | December 312022 |  | December 312021 |  |
| Currency | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 951,681,531 | 98.7 | 981,311,026 | 99.6 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by 5\% in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 47,584,077$ ( $\$ 49,065,551$ as at December 31, 2021).

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | $\begin{array}{r} \text { Percentage } \\ \text { of Net } \\ \text { Assets } \end{array}$ | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| S\&P 500 Index TR (100\%) CA Londres |  |  |  |  |
| 11:00 | $\pm 84,069,791$ | $8.7 \pm$ | 89,830,107 | 9.1 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 0.9 | 0.4 |
| Communication Services | 6.0 | 7.7 |
| Consumer Discretionary | 16.7 | 14.9 |
| Consumer Staples | 5.9 | 6.1 |
| Financials | 11.8 | 14.8 |
| Health Care | 14.5 | 12.5 |
| Industrials | 9.9 | 10.3 |
| Information Technology | 26.9 | 24.4 |
| Materials | 7.4 | 8.9 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 955,437,220 | - | - | 955,437,220 |
| Derivatives assets | - | 21,086,993 | - | 21,086,993 |
| Derivatives liabilities | - | $(21,118,454)$ | - | $(21,118,454)$ |
| Total derivatives instruments | - | $(31,461)$ | - | $(31,461)$ | Level 1, Level 2 and Level 3.


| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 980,597,513 |  |  | 980,597,513 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Soft Dollars | 37 | 20 |
| n | 2 | 3 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 101 | - | 101 | - |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  | 1 |  |

## Losses (Note 9)

(in thousands Canadian dollars)


## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |

Equities (99.1\%)
Communication Services (6.0\%)
Alphabet Inc., Class A
Consumer Discretionary (16.7\%)
AutoZone Inc.
Lowe's Companies Inc.

Nike Inc., Class B
TJX Companies Inc.

Consumer Staples (5.9\%)
Colgate-Palmolive Co.
PepsiCo Inc.
$486,074 \xrightarrow{52,634,419} \quad 58,063,774$

Financials (11.8\%)
CME Group Inc., Class A
Moody's Corp.
MSCI Inc.

Health Care (14.5\%)
Becton Dickinson and Co.

|  |  |  |
| ---: | ---: | ---: |
| 17,729 | $26,012,004$ | $59,163,797$ |
| 147,668 | $26,461,806$ | $39,835,595$ |
| 166,155 | $19,152,868$ | $26,324,498$ |
| 334,893 | $22,958,547$ | $36,091,566$ |
|  | $94,585,225$ | $161,415,456$ |

Johnson \& Johnson
143,827
170,290

| $12,881,646$ |
| :--- |
| $28,412,026$ |
| $41,293,672$ | | $15,342,570$ |
| ---: |
| $41,652,180$ |


| 111,936 | $25,464,377$ | $25,484,673$ |
| ---: | ---: | ---: |
| 145,626 | $38,486,084$ | $54,911,878$ |
| 52,388 | $11,577,110$ | $33,017,037$ | | $75,527,571$ |
| ---: |

UnitedHealth Group Inc.

| 84,313 | $22,686,150$ |  |
| ---: | ---: | ---: |
| $29,028,693$ |  |  |
| 207,982 | $37,484,696$ | $49,747,945$ |
| 84,502 | $29,726,938$ |  |
|  | $89,897,784$ | $139,664,433,374$ |

Industrials (9.9\%)
Carrier Global Corp.
Graco Inc.
Middleby Corp.

| 406,601 | $12,623,582$ | $22,708,005$ |
| ---: | ---: | ---: |
| 280,982 | $18,039,854$ | $25,575,739$ |
| 124,406 | $18,294,318$ | $22,553,217$ |
| 236,191 | $18,403,931$ | $25,041,893$ |
|  | $67,361,685$ |  |
|  |  | $95,878,854$ |
| 44,480 | $26,823,129$ |  |
| 134,455 | $19,304,495$ | $20,264,525$ |
| 37,642 | $13,213,339$ | $20,859,795$ |
| 104,795 | $32,145,167$ | $49,338,029$ |
| 13,678 | $12,289,526$ | $26,732,589$ |
| 258,924 | $68,146,742$ | $84,070,628$ |
| 253,926 | $17,531,428$ | $28,101,428$ |
|  | $189,453,826$ | $258,818,648$ |


| Materials (7.4\%) |  |  |
| :---: | :---: | :---: |
| Linde PLC 91,655 | 25,582,055 | 40,476,232 |
| Sherwin-Williams Co./The 96,283 | 19,753,659 | 30,932,544 |
|  | 45,335,714 | 71,408,776 |
| Total Equities | 656,089,896 | 955,437,220 |
| Total Investments (99.1\%) | $\underline{656,089,896}$ * | 955,437,220 |
| Unrealized Depreciation on Foreign Exchange Contracts (0.0\%) |  | (31,461) |
| Cash and Other Net Assets (0.9\%) |  | 8,697,344 |
| Net Assets (100\%) |  | 964,103,103 |

*Average cost of Investments as of December 31, 2021 is $\$ 555,902,050$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)
Foreign Exchange Contracts
Unrealized Depreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation$\qquad$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 3, 2023 | 0.7375 | CAD | 21,118,454 | 21,118,454 | USD | 15,575,000 | 21,086,993 | $(31,461)$ |

## NBI SmartData International Equity Fund

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## NBI SmartData International Equity Fund

Financial Statements

Statements of Comprehensive Income for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  |  |  |  | (in thousands Canadian dollars, except per unit amounts) |
| :--- | ---: | ---: | ---: | :--- | ---: | ---: | ---: | ---: |
|  |  |  |  |  |  |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (continued) (in thousands Canadian dollars, except per unit amounts)

|  | Note | Series PW |  | Series PWO |  | Private Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (232 days) } \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { (232 days) } \end{array}$ | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 569,406 | . | 54,525 | . | 4,075 | 660 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(39,111)$ | 18,586 | $(3,536)$ | 2,060 | (302) | 192 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 116,898 | 587,790 | 4,161 | 56,480 | 828 | 3,690 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  | 56 |  |
| Redemption of redeemable units |  | $(97,303)$ | $(36,780)$ | $(8,603)$ | $(3,989)$ | $(1,068)$ | (424) |
| Total redeemable units transactions |  | 35,954 | 562,313 | $(2,782)$ | 53,776 | (184) | 3,309 |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | 16,693 | 6,315 | 1,711 | 781 | 113 | 52 |
| Net realized gain |  |  | 5,178 |  | 530 |  | 34 |
| Total distributions to investors |  | 16,693 | 11,493 | 1,711 | 1,311 | 113 | 86 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(19,850)$ | 569,406 | $(8,029)$ | 54,525 | (599) | 3,415 |
| Net assets attributable to holders of redeemable units, end of the year |  | 549,556 | 569,406 | 46,496 | 54,525 | 3,476 | 4,075 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 53,774,205 | - | 5,153,495 | - | 330,157 | 57,802 |
| Redeemable units issued |  | 12,293,712 | 56,154,298 | 432,754 | 5,406,024 | 74,420 | 303,657 |
| Redeemable units issued on reinvestments |  | 1,695,166 | 1,063,248 | 172,392 | 120,982 | 4,991 | 3,441 |
| Redeemable units redeemed |  | (10,388,825) | (3,443,341) | $(891,967)$ | $(373,511)$ | $(97,629)$ | $(34,743)$ |
| Redeemable units outstanding, end of the year |  | 57,374,258 | 53,774,205 | 4,866,674 | 5,153,495 | 311,939 | 330,157 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on futures contracts
Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Margin deposited on futures contracts
Interest receivable
Dividends receivable
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(187,172)$ | 197,662 |
|  | 190,170 | $(185,116)$ |
|  | $(1,512)$ | 3,222 |
|  | 3,543 | (970) |
|  | 63,336 | 35,938 |
|  | (84) | 479 |
|  | (30) | 92 |
|  | 3 | (127) |
|  | $(3,524,897)$ | (2,241,258) |
|  | 3,798,435 | 3,019,002 |
|  | 1,137 | 832 |
|  | 61 | 33 |
|  | (883) | 330 |
|  | $(2,819)$ | (29) |
|  | (47) | 362 |
|  | 339,241 | 830,452 |
| 2 |  |  |
|  | (831) | (510) |
|  | 576,572 | 516,578 |
|  | $(949,526)$ | $(1,347,269)$ |
|  | $(373,785)$ | $(831,201)$ |
|  | 1,512 | $(3,222)$ |
|  | 84 | (479) |
|  | $(34,544)$ | (749) |
|  | 45,482 | 49,932 |
|  | 12,534 | 45,482 |
|  | 498 | 610 |
|  | 74,239 | 53,531 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI SmartData International Equity Fund's investment objective is to provide long-term capital growth. This Fund invests directly, or through investments in securities of other mutual funds, in a portfolio mainly composed of equities of foreign companies located outside North America and in American Depository Receipts (ADR) traded on recognized stock exchanges.

The portfolio sub-advisor analyzes equities using a quantiative selection process based on an analysis of various financial ratios recognized in the market. Following a comparison of the different ratios, the securities with the best overall ratings are selected. The final selection of securities, as well as their weight within the portfolio, is determined so as to obtain a portfolio diversified by market and geographic sectors.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | October 30, 2015 | A | A | 1.70 | 0.19 |
| Advisor Series | November 22, 2007 | A | A | 1.70 | 0.19 |
| Series F | May 16, 2008 | A | A | 0.70 | 0.19 |
| Series FH | May 12, 2017 | A | A | 0.70 | 0.19 |
| Series F5 | May 21, 2014 | M | A | 0.70 | 0.19 |
| Series H | May 12, 2017 | A | A | 1.70 | 0.19 |
| Series $N$ | May 5, 2021 | A | A | 0.30 | 0.15 |
| Series NR | May 5, 2021 | M | A | 0.30 | 0.15 |
| Series 0 | May 20, 2014 | A | A |  | 0.02 |
| Series T5 | May 21,2014 | M | A | 1.70 | 0.19 |
| Series PW | May 13, 2021 | A | A | * |  |
| Series PWO | May 13, 2021 | A | A | * |  |
| Private Series | December 1, 2015 | A | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 8.02 | 0.01 | 8.03 |
| Series F | 8.53 | 0.01 | 8.54 |
| Series FH | 11.57 | 0.01 | 11.58 |
| Series F5 | 7.30 | 0.02 | 7.32 |
| Series H | 11.14 | 0.01 | 11.15 |
| Series N | 9.34 | 0.01 | 9.35 |
| Series NR | 8.81 | 0.01 | 8.82 |
| Series 0 | 10.14 | 0.01 | 10.15 |
| Series T5 | 6.35 | 0.01 | 6.36 |
| Series PW | 9.56 | 0.02 | 9.58 |
| Series PWO | 9.54 | 0.01 | 9.55 |
| Private Series | 11.13 | 0.01 | 11.14 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 8.86 | 0.01 | 8.87 |
| Series F | 9.37 | 0.01 | 9.38 |
| Series FH | 12.26 | 0.02 | 12.28 |
| Series F5 | 8.34 | 0.01 | 8.35 |
| Series H | 12.04 | 0.02 | 12.06 |
| Series N | 10.40 | 0.01 | 10.41 |
| Series NR | 10.12 | 0.02 | 10.14 |
| Series 0 | 11.38 | 0.01 | 11.39 |
| Series T5 | 7.25 | 0.01 | 7.26 |
| Series PW | 10.57 | 0.02 | 10.59 |
| Series PWO | 10.56 | 0.02 | 10.58 |
| Private Series | 12.32 | 0.02 | 12.34 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | - | - | 16 | 100 |
| Net Income Received by the Fund | - | - | 8 | 50 |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | - | - | 8 | 50 |

Structured Entities (Note 2)
(in thousands Canadian dollars)
Fair Value
December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
| 991 | 13,822 |

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \\ \hline \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 51,067,460 | 3.6 | 58,388,228 | 2.9 |
| Australian Dollar | 123,977,740 | 8.7 | 138,647,782 | 7.0 |
| Danish Krone | 48,838,464 | 3.4 | 49,905,071 | 2.5 |
| Euro | 457,252,804 | 32.3 | 670,980,999 | 33.9 |
| Hong Kong Dollar | 43,231,778 | 3.0 | 63,954,265 | 3.2 |
| Japanese Yen | 288,005,245 | 20.3 | 467,601,271 | 23.6 |
| New Zealand Dollar |  |  | 7,007,550 | 0.4 |
| Norwegian Krone | 14,671,013 | 1.0 | 25,988,926 | 1.3 |
| Pound Sterling | 161,677,727 | 11.4 | 200,542,634 | 10.1 |
| Singapore Dollar | 20,409,278 | 1.4 | 12,728,903 | 0.6 |
| Swedish Krona | 80,545,290 | 5.7 | 97,631,012 | 4.9 |
| Swiss Franc | 125,331,888 | 8.8 | 161,202,001 | 8.1 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 70,750,434$ ( $\$ 97,728,932$ as at December 31, 2021).

Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ |  |
| MSCI Daily TR Net EAFE USD Index (100\%) CA New York 16:00 | 107,609,724 | $7.6 \pm$ | 173,470,826 | 8.8 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Weighting by Country | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Australia | 9.7 | 7.5 |
| Austria | 0.3 | 0.1 |
| Belgium | 0.8 | 0.1 |
| Canada | 0.4 | - |
| Cash, Money Market and Other Net Assets | 0.6 | 1.3 |
| Denmark | 3.4 | 2.5 |
| Derivative Products | 0.3 | 1.1 |
| Finland | 2.1 | 1.4 |
| France | 11.5 | 12.1 |
| Germany | 6.1 | 10.4 |
| Hong Kong | 3.2 | 3.0 |
| Ireland | 0.1 | 0.3 |
| Israel | - | 0.1 |
| Italy | 2.3 | 1.0 |
| Japan | 20.3 | 23.6 |
| Luxembourg | - | 0.6 |
| Netherlands | 6.0 | 4.7 |
| New Zealand | - | 0.2 |
| Norway | 1.0 | 1.1 |
| Portugal | - | 0.4 |
| Singapore | 1.3 | 0.6 |
| Spain | 1.8 | 2.6 |
| Sweden | 4.5 | 4.2 |
| Switzerland | 9.3 | 8.7 |
| United Kingdom | 14.8 | 12.3 |
| United States | 0.2 | 0.1 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Common shares | 1,404,791,797 | - | - | 1,404,791,797 |
| Derivatives assets | 4,119,584 | 214,417 | - | 4,334,001 |
| Derivatives liabilities | $(4,175,909)$ | $(214,639)$ | - | $(4,390,548)$ |
| Total derivatives instruments | $(56,325)$ | (222) | $\bullet$ | $(56,547)$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,932,735,247 | - | - | 1,932,735,247 |
| Derivatives assets | 21,228,364 | 190,045 |  | 21,418,409 |
| Derivatives liabilities | $(21,245,826)$ | $(187,228)$ |  | $(21,433,054)$ |
| Total derivatives instruments | $(17,462)$ | 2,817 | - | $(14,645)$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 2,431 | 2,124 |
| Related Entities | 2,431 | 2,124 |


|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Number of shares | Average $\begin{array}{r} \text { Cost } \\ \hline \$ \end{array}$ | $\begin{array}{r}\text { Fair } \\ \text { Value } \\ \hline \$\end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Canadian Equities (0.4\%) |  |  |  | ENGIE | 275,525 | 4,879,731 | 5,346,259 |
| Energy (0.4\%) |  |  |  | Fonciere Des Regions | 12,217 | 1,168,425 | 981,837 |
| International Petroleum Corp/Sweden | 399,077 | 4,805,594 | 6,063,979 | Gecina SA | 43,174 | 6,590,238 | 5,953,938 |
|  |  |  |  | Hermes International | 5,513 | 9,686,596 | 11,545,935 |
| International Equities (98.7\%) |  |  |  | Ipsen SA | 15,034 | 2,104,830 | 2,189,847 |
| Australia (9.7\%) |  |  |  | Kering | 14,472 | 12,929,032 | 9,973,609 |
| Allkem Ltd. | 153,624 | 1,659,445 | 1,591,825 | Legrand SA | 12,871 | 1,219,416 | 1,395,736 |
| ANZ Group Holdings Ltd. | 268,905 | 6,793,051 | 5,865,210 | Louis Vuitton Moet Hennessy | 27,182 | 22,792,020 | 26,785,497 |
| ASX Ltd. | 114,306 | 7,135,089 | 7,167,630 | Publicis Groupe SA | 89,549 | 6,075,329 | 7,711,993 |
| Aurizon Holdings Ltd. | 2,067,723 | 7,073,017 | 7,110,025 | Rexel SA | 71,313 | 1,895,292 | 1,905,912 |
| BHP Billiton Ltd. | 198,959 | 8,381,568 | 8,369,201 | Safran SA | 37,043 | 6,065,419 | 6,277,233 |
| BHP GROUP LTD | 337,693 | 12,553,947 | 14,205,878 | Sanofi-Aventis | 139,066 | 17,361,043 | 18,107,728 |
| Commonwealth Bank of Australia | 193,715 | 16,811,388 | 18,322,323 | SCOR SE | 127,641 | 2,462,230 | 3,975,574 |
| Computershare Ltd. | 235,250 | 5,395,277 | 5,681,995 | Société Générale | 248,418 | 7,875,687 | 8,453,848 |
| CSL Ltd. | 61,936 | 15,041,799 | 16,430,225 | Soitec SA | 2,016 | 458,919 | 447,663 |
| IDP Education Ltd. | 37,037 | 947,209 | 928,015 | Thales | 22,470 | 3,895,463 | 3,885,230 |
| IGO Ltd. | 33,859 | 434,556 | 420,135 | Vinci | 33,710 | 4,549,731 | 4,557,924 |
| Incitec Pivot Ltd. | 1,359,006 | 4,394,232 | 4,710,632 |  |  | 154,670,611 | 163,258,305 |
| Macquarie Group Ltd. | 66,763 | 9,907,967 | 10,275,861 |  |  |  |  |
| National Australia Bank Ltd. | 464,188 | 12,513,728 | 12,863,312 | Germany (6.1\%) |  |  |  |
| Northern Star Resources Ltd. | 369,711 | 3,624,505 | 3,718,408 | Aixtron AG | 37,085 | 1,666,622 | 1,449,614 |
| Orica Ltd. | 30,014 | 426,610 | 416,695 | Bayer AG | 158,503 | 11,776,872 | 11,101,524 |
| Pilbara Minerals Ltd. | 405,820 | 1,295,136 | 1,402,926 | Bayerische Motoren Werke AG, Preferred Shares | 14,306 | 1,379,356 | 1,649,422 |
| Qantas Airways Ltd. | 331,381 | 1,690,799 | 1,835,997 | Beiersdorf AG, Class A | 21,297 | 3,062,867 | 3,308,922 |
| Santos Ltd. | 45,681 | 313,823 | 300,679 | Brenntag AG | 47,235 | 4,129,748 | 4,088,434 |
| Suncorp Group Ltd. | 89,854 | 986,970 | 997,318 | Deutsche Boerse AG | 2,833 | 687,193 | 662,710 |
| Telstra Corp. Ltd. | 1,007,981 | 3,660,617 | 3,707,620 | E.ON AG | 706,174 | 10,996,851 | 9,553,286 |
| Westpac Banking Corp. | 432,428 | 9,264,697 | 9,308,305 | Gea Group AG | 42,706 | 2,232,819 | 2,364,425 |
| WiseTech Global Ltd. | 44,878 | 2,140,282 | 2,099,614 | Hapag-Lloyd AG | 10,504 | 3,568,924 | 2,703,777 |
|  |  | 132,445,712 | 137,729,829 | Hugo Boss AG | 85,479 | 6,516,233 | 6,709,827 |
|  |  |  |  | Infineon Technologies AG | 242,296 | 8,126,810 | 9,983,811 |
| Austria (0.3\%) |  |  |  | K+S AG | 197,038 | 5,739,361 | 5,247,478 |
| Erste Bank der oesterreichischen Sparkassen AG | 63,646 | 2,267,276 | 2,765,515 | Knorr-Bremse AG | 45,324 | 2,924,674 | 3,352,835 |
| Raiffeisen International Bank-Holding AG | 53,204 | 853,563 | 1,185,199 | Merck Kgaa | 21,111 | 4,642,285 | 5,535,038 |
| Wienerberger Baustoffindustries AG | 15,634 | 517,493 | 508,924 | MTU Aero Engines Holding AG | 26,018 | 6,906,307 | 7,624,798 |
|  |  | 3,638,332 | 4,459,638 | Porsche AG, Preferred Shares | 73,947 | 6,724,444 | 5,491,651 |
|  |  |  |  | Rheinmetall AG | 9,253 | 2,545,781 | 2,495,086 |
| Belgium (0.8\%) |  |  |  | Siltronic AG | 5,174 | 593,958 | 511,053 |
| D'ieteren SA | 29,994 | 5,046,474 | 7,790,147 | TeamViewer AG | 34,299 | 515,318 | 598,772 |
| UCB SA | 35,271 | 3,892,174 | 3,760,389 | Wacker Chemie AG | 11,095 | 2,218,293 | 1,920,016 |
|  |  | 8,938,648 | 11,550,536 |  |  | 86,954,716 | 86,352,479 |
| Denmark (3.4\%) |  |  |  | Hong Kong (3.2\%) |  |  |  |
| AP Moller-Maersk A/S, Series A | 2,497 |  |  | AIA Group Ltd. | 766,200 | 9,272,952 | 11,535,653 |
| Carlsberg, Class B | 23,868 | 3,888,359 | 4,294,943 | BOC Hong Kong Holdings Ltd. | 950,500 | 4,180,380 | 4,385,449 |
| Danske Bank A/S | 106,046 | 2,656,562 | 2,839,020 | Chow Tai Fook Jewellery Group Ltd. | 219,600 | 334,766 | 606,395 |
| Genmab A/S | 15,765 | 7,375,798 | 9,037,214 | CK Asset Holdings Ltd. | 69,000 | 539,948 | 575,073 |
| Jyske Bank A/S | 4,164 | 317,555 | 366,612 | CK Hutchison Holdings Ltd. | 1,007,000 | 7,786,892 | 8,183,128 |
| NKT A/S | 6,583 | 474,538 | 512,866 | Jardine Matheson Holdings Ltd. | 96,400 | 6,530,313 | 6,643,262 |
| Novo Nordisk, Class B | 131,067 | 17,449,254 | 23,991,133 | Sun Hung Kai Properties Ltd. | 515,500 | 9,221,739 | 9,549,491 |
|  |  | 39,377,035 | 48,551,617 | Swire Pacific Ltd., Class A | 316,000 | 3,020,350 | 3,765,513 |
|  |  |  |  |  |  | 40,887,340 | 45,243,964 |
| Finland (2.1\%) |  |  |  |  |  |  |  |
| Kesko OYJ, Series B | 94,295 | 3,252,479 |  | Ireland (0.1\%) |  |  |  |
| Nokia Corp. | 334,783 | 2,204,696 | 2,104,632 | DCC PLC | 26,084 | 2,353,675 | 1,741,996 |
| Nordea Bank AB | 723,640 | 10,414,773 | 10,494,290 |  |  |  |  |
| Sampo OYJ Ltd., Class A | 134,208 | 8,239,392 | 9,517,588 | Italy (2.3\%) |  |  |  |
| Stora Enso Oyj, Series R | 219,279 | 4,209,205 | 4,195,118 | Azimut Holding SPA | 149,626 | 3,863,770 | 4,538,889 |
|  |  | 28,320,545 | 29,131,057 | Banca Mediolanum SpA | 209,640 | 2,254,661 | 2,369,965 |
|  |  |  |  | Banco BPM SpA | 884,646 | 3,758,734 | 4,264,470 |
| France (11.5\%) |  |  |  | Finmeccanica SPA | 299,949 | 3,749,135 | 3,505,671 |
| BNP Paribas | 23,473 | 1,623,228 | 1,811,596 | Prada SpA | 193,400 | 1,699,303 | 1,479,365 |
| Cap Gemini SA | 19,664 | 4,858,196 | 4,444,578 | Prysmian SpA | 61,537 | 2,541,220 | 3,096,630 |
| Carrefour SA | 219,013 | 4,774,648 | 4,964,550 | Reply SpA | 11,040 | 2,520,075 | 1,715,288 |
| Compagnie de Saint Gobain | 28,902 | 1,518,647 | 1,912,238 | UniCredit SpA | 511,667 | 9,092,319 | 9,812,647 |
| Dassault Aviation SA | 33,516 | 6,676,641 | 7,684,788 | Unipol Gruppo SpA | 193,407 | 1,031,295 | 1,277,673 |
| Dassault Systemes SE | 171,791 | 9,764,646 | 8,339,762 |  |  | 30,510,512 | 32,060,598 |
| Edenred | 102,549 | 6,775,522 | 7,562,263 |  |  |  |  |


|  | Number of shares | Average Cost | Fair Value |  | Number of shares | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Japan (20.3\%) |  |  |  | Takeda Pharmaceutical Co. Ltd. | 178,200 | 6,588,641 | 7,556,881 |
| Alfresa Holdings Corp. | 24,200 | 420,447 | 418,386 | Toho Gas Co. Ltd. | 86,300 | 2,915,219 | 2,240,688 |
| Aozora Bank Ltd. | 76,300 | 1,797,891 | 2,042,440 | Tokyo Century Corp. | 58,800 | 2,578,037 | 2,717,332 |
| Asahi Group Hldgs | 53,300 | 2,272,551 | 2,264,678 | Tokyo Electron Ltd. | 8,600 | 3,296,404 | 3,449,150 |
| Astellas Pharma Inc. | 454,600 | 8,364,908 | 9,409,272 | Tokyo Gas Co. Ltd. | 302,300 | 6,713,446 | 8,060,948 |
| Canon Sales Co. Inc. | 17,900 | 541,468 | 551,908 | Tokyu Fudosan Holdings Corp. | 404,100 | 2,817,478 | 2,617,797 |
| Central Japan Railway Co. | 51,600 | 8,208,777 | 8,625,537 | Toppan Printing Co. Ltd. | 108,000 | 2,367,357 | 2,176,886 |
| Chubu Electric Power Co. Inc. | 82,200 | 1,058,234 | 1,154,879 | Toyo Suisan Kaisha Ltd. | 24,400 | 1,274,667 | 1,283,652 |
| Chugai Pharmaceutical Co. Ltd. | 238,500 | 8,353,088 | 8,286,056 | Toyota Motor Corp. | 34,900 | 770,284 | 652,516 |
| Coca-Cola West Co. Ltd. | 228,000 | 3,419,427 | 3,379,707 | Toyota Tsusho Corp. | 33,200 | 1,823,264 | 1,672,977 |
| Daiichi Sankyo Co. Ltd. | 107,100 | 4,680,483 | 4,695,327 | Yamaha Motor Co. Ltd. | 70,700 | 2,101,380 | 2,195,196 |
| Dainippon Screen Mfg Co. Ltd. | 62,300 | 7,292,787 | 5,436,831 |  |  | 281,316,106 | 286,910,010 |
| Dainippon Sumitomo Pharma Co. Ltd. | 240,800 | 5,847,131 | 2,481,472 |  |  |  |  |
| FUJIFILM Holdings Corp. | 15,700 | 979,384 | 1,072,934 | Netherlands (6.0\%) |  |  |  |
| Fujikura Ltd. | 222,200 | 1,522,749 | 2,301,257 | Aalberts Industries NV | 6,243 | 310,332 | 327,820 |
| Fuyo General Lease Co. Ltd. | 4,900 | 376,570 | 435,703 | Adyen NV | 772 | 1,510,576 | 1,441,588 |
| Heiwa Corp. | 16,100 | 405,161 | 412,705 | Airbus Group SE | 84,582 | 10,635,717 | 13,609,822 |
| Hisamitsu Pharmaceutical Co. Inc. | 22,200 | 791,646 | 898,835 | ASML Holding NV | 38,294 | 22,788,087 | 27,961,609 |
| Hitachi Construction Machinery Co. Ltd. | 22,400 | 608,914 | 683,723 | ASR Nederland NV | 16,747 | 989,845 | 1,076,475 |
| Honda Motor Co. Ltd. | 274,600 | 8,859,935 | 8,588,496 | BE Semiconductor Industries NV | 10,151 | 861,654 | 840,075 |
| Horiba Ltd. | 4,700 | 261,363 | 277,805 | Heineken Holding NV | 60,072 | 5,974,622 | 6,273,058 |
| INPEX Corp. | 128,200 | 1,887,250 | 1,846,124 | Heineken NV | 71,947 | 9,047,277 | 9,163,808 |
| Ito En Ltd. | 14,800 | 753,007 | 731,282 | ING Groep NV | 697,739 | 10,912,010 | 11,516,320 |
| Itochu Corp. | 245,400 | 8,806,824 | 10,495,213 | OCI | 77,601 | 3,385,508 | 3,758,781 |
| J Front Retailing Co. Ltd. | 154,000 | 1,640,153 | 1,907,880 | Stellantis NV | 439,915 | 10,080,679 | 8,459,554 |
| Japan Retail Fund Investment Corp. | 918 | 975,250 | 991,464 |  |  | 76,496,307 | 84,428,910 |
| Japan Tobacco Inc. | 242,300 | 6,650,047 | 6,650,981 |  |  |  |  |
| JGC Corp. | 348,700 | 6,266,833 | 6,035,751 | Norway (1.0\%) |  |  |  |
| JX Holdings Inc. | 1,669,500 | 7,564,567 | 7,715,283 | Adevinta ASA | 65,461 | 606,675 | 593,438 |
| Kao Corp. | 98,200 | 5,486,680 | 5,323,186 | Aker Solutions ASA | 203,867 | 1,011,073 | 1,053,677 |
| KDDI Corp. | 28,469 | 1,133,944 | 1,169,394 | DNB Bank ASA | 78,373 | 1,912,151 | 2,106,025 |
| Komatsu Ltd. | 281,200 | 8,237,070 | 8,342,412 | Kongsberg Gruppen ASA | 9,896 | 565,552 | 568,361 |
| Marubeni Corp. | 619,700 | 8,266,423 | 9,684,597 | Statoil ASA | 207,088 | 9,426,575 | 10,067,921 |
| Matsumotokiyoshi Holdings Co. Ltd. | 42,200 | 2,223,083 | 2,873,054 |  |  | 13,522,026 | 14,389,422 |
| Mitsubishi Corp. | 247,900 | 10,682,110 | 10,952,468 |  |  | 13,522,026 | 14,389,422 |
| Mitsubishi Estate Co. Ltd. | 161,600 | 2,966,107 | 2,852,192 | Singapore (1.3\%) |  |  |  |
| Mitsubishi Gas Chemical Co.nc. | 261,300 | 5,534,221 | 4,913,755 | First Resources Ltd. |  |  |  |
| Mitsubishi Heavy Industries Ltd. | 48,800 | 2,238,731 | 2,634,759 | Keppel Corp. Ltd. | 462,100 | 3,195,606 | 3,391,165 |
| Mitsubishi Logistics Corp. | 21,000 | 673,520 | 656,371 | Oversea-Chinese Banking Corp. | 754,952 | 8,476,148 | 9,294,861 |
| Mitsubishi UFJ Lease \& Finance Co. Ltd. | 1,102,400 | 7,366,353 | 7,380,254 | Singapore Exchange Ltd. | 593,300 | 5,302,471 | 5,367,520 |
| Mitsui \& Co. Ltd. | 274,200 | 8,802,762 | 10,898,177 | Singapore Exchange Lid. | 59,300 | 17,189,994 | 18,218,557 |
| Mitsui Fudosan Co. Ltd. | 111,900 | 2,938,712 | 2,789,935 |  |  | 17,189,994 | 18,218,557 |
| Mixi Inc. | 29,000 | 678,162 | 737,698 |  |  |  |  |
| MS\&AD Insurance Group Holdings Inc. | 7,800 | 296,166 | 339,865 | Spain (1.8\%) Amadeus IT Holding SA |  |  |  |
| Nexon Co. Ltd. | 30,800 | 758,997 | 941,073 | Amadeus IT Holding SA Bankinter SA | 40,098 284,008 | 2,848,042 | 2,821,533 |
| NGK Spark Plug Co. Ltd. | 245,000 | 6,433,839 | 6,164,038 | Bankinter SA Iberdrola SA | 284,008 679,847 | 2,254,201 $9,202,970$ | $\begin{array}{r} 2,580,078 \\ 10769 \end{array}$ |
| NIPPON EXPRESS HOLDINGS INC | 49,400 | 3,778,152 | 3,842,251 | Iberdrola SA Inditex SA | 679,847 175,599 | 9,202,970 $6,291,305$ | $\begin{gathered} 10,769,725 \\ 632 \triangle \triangle 34 \end{gathered}$ |
| Nippon Suisan Kaisha Ltd. | 284,300 | 1,607,928 | 1,610,040 | Inditex SA Merlin Properties Socimi SA | 175,599 | 6,291,305 2,467,244 | $\begin{aligned} & 6,324,434 \\ & 2,609,565 \end{aligned}$ |
| Nippon Telegraph \& Telephone Corp. | 62,500 72300 | 2,317,657 | 2,425,416 | Merlin Properties Socimi SA Red Electrica Corp. SA | 205,186 41,596 | $2,467,244$ <br> $1,078,784$ | $\begin{array}{r} 2,609,565 \\ 980,269 \\ \hline \end{array}$ |
| Nisshin Seifun Group Inc. | 72,300 | 1,041,662 | 1,232,817 | Red Electrica Corp. SA | 41,596 |  |  |
| Obayashi Corp. | 250,200 | 2,281,251 | 2,575,759 |  |  | 24,142,546 | 26,085,604 |
| Ono Pharmaceutical Co. Ltd. | 10,700 | 340,714 | 340,286 |  |  |  |  |
| Oriental Land Co. Ltd./Japan | 46,500 | 8,761,125 | 9,190,431 | Sweden (4.5\%) |  |  |  |
| Orix Corp. | 401,500 | 8,664,082 | 8,774,077 | Atlas Copco AB | 68,779 | 858,608 | 991,549 |
| Osaka Gas Co. Ltd. | 56,100 | 1,238,329 | 1,232,622 | Boliden AB | 55,198 | 2,667,041 | 2,807,360 |
| Otsuka Holdings Co. Ltd. | 7,800 | -337,773 | 1,346,382 | Epiroc AB | 169,955 | 3,753,852 | 3,693,966 |
| Round One Corp. | 83,100 | 454,783 | 411,462 | Ericsson (LM) TEL-SP, Class B | 868,518 | 8,186,530 | 6,865,668 |
| Sankyo Co. Ltd. | 52,600 | 2,414,278 | 2,919,143 | Evolution Gaming Group AB | 59,126 | 6,770,995 | 7,805,744 |
| Sankyu Inc. | 15,900 | 798,681 | 792,194 | Investor AB | 393,043 | 9,031,107 | 9,608,709 |
| Santen Pharmaceutical Co. Ltd. | 596,000 | 6,887,059 | 6,602,949 | Sandvik | 185,915 | 3,787,579 | 4,554,708 |
| SBI Holdings Inc. | 262,700 | 6,498,275 | 6,820,727 | Skandinaviska Enskilda Banken AB, Series A | 417,702 | 5,779,136 | 6,490,620 |
| Sekisui Chemical Co. Ltd. | 26,300 | 491,384 | 500,541 | SSAB AB | 101,863 | 781,598 | 753,417 |
| Shiseido Co. Ltd. | 53,200 | 3,347,021 | 3,551,162 | Ssab Svenskt Stal AB, Class B | 208,600 | 1,524,437 | 1,473,048 |
| Softbank Corp. | 29,116 | 2,319,458 | 1,695,142 | Svenska Handelsbanken AB, Class A | 150,695 | 2,052,440 | 2,056,138 |
| Sojitz Corp. | 76,400 | 1,769,209 | 1,980,493 | Swedbank AB, Class A | 368,897 | 8,062,482 | 8,487,073 |
| Sumco Corp. | 359,100 | 7,174,039 | 6,508,405 | Swedish Orphan Biovitrum AB | 85,309 | 2,380,477 | 2,394,393 |
| Sumitomo Corp. | 368,100 | 8,084,324 | 8,338,455 | Volvo AB, Class B | 234,275 | 5,566,521 | 5,724,273 |
| Sumitomo Heavy Industries Ltd. | 24,500 | 679,181 | 668,213 |  |  | 61,202,803 | 63,706,666 |
| Suntory Beverage \& Food Ltd. | 22,800 | 1,025,698 | 1,058,363 |  |  |  |  |
| Suzuken Co. Ltd. | 11,500 | 434,141 | 423,500 |  |  |  |  |


|  | Number of shares | Average $\begin{array}{r} \text { Cost } \\ \hline \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Switzerland (9.3\%) |  |  |  |
| ABB Limited | 157,290 | 5,755,482 | 6,463,510 |
| Baloise Holding AG | 26,118 | 5,582,726 | 5,458,126 |
| Chocoladefabriken Lindt \& Spruengli AG | 29 | 3,718,360 | 4,034,607 |
| Chocoladefabriken Lindt \& Spruengli AG, PTG Cert | 321 | 4,604,787 | 4,432,986 |
| Cie Financière Richemont SA, Class A | 76,920 | 13,291,785 | 13,506,354 |
| DKSH Holding AG | 9,928 | 1,072,320 | 1,020,654 |
| Glencore International PLC | 178,333 | 1,476,030 | 1,612,495 |
| Lonza Group AG | 9,124 | 6,802,227 | 6,054,231 |
| Nestlé SA | 111,333 | 16,480,822 | 17,468,484 |
| Novartis AG | 198,977 | 23,025,908 | 24,357,734 |
| Roche Holding AG NPV | 67,580 | 28,465,424 | 28,750,407 |
| Sonova Holding AG | 1,360 | 428,562 | 436,774 |
| STMicroelectronics NV | 112,057 | 5,720,897 | 5,344,907 |
| UBS Group AG | 519,134 | 10,763,832 | 13,080,183 |
|  |  | 127,189,162 | 132,021,452 |
| United Kingdom (14.8\%) |  |  |  |
| 3 Group PLC | 100,489 | 2,105,774 | 2,206,592 |
| Anglo American PLC | 215,555 | 8,565,910 | 11,419,487 |
| AstraZeneca PLC, ADR | 61,150 | 4,594,135 | 5,613,229 |
| Auto Trader Group PLC | 246,175 | 2,440,903 | 2,077,637 |
| Aviva PLC | 1,121,830 | 6,715,916 | 8,131,067 |
| BP PLC, ADR | 79,282 | 3,702,330 | 3,749,383 |
| British American Tobacco PLC | 284,768 | 13,548,422 | 15,295,951 |
| Centrica PLC | 1,019,271 | 1,283,815 | 1,610,348 |
| Compass Group PLC | 319,868 | 8,851,874 | 10,039,661 |
| Diageo PLC | 270,533 | 17,587,594 | 16,163,150 |
| Drax Group | 17,123 | 207,250 | 197,037 |
| DS Smith PLC | 674,163 | 2,931,898 | 3,547,797 |
| GlaxoSmithKline PLC, ADR | 298,412 | 18,765,552 | 14,197,282 |
| HSBC Holdings PLC | 647,447 | 5,304,077 | 5,465,303 |
| Imperial Tobacco Group PLC | 256,898 | 7,437,403 | 8,708,708 |
| Inchcape PLC | 53,522 | 577,042 | 718,388 |
| Informa PLC | 451,439 | 4,369,241 | 4,578,502 |
| Intercontinental Hotels Group PLC | 55,220 | 4,524,471 | 4,287,992 |
| Intertek Group PLC | 18,819 | 1,501,819 | 1,242,640 |
| Legal \& General Group PLC | 864,537 | 2,976,437 | 3,530,750 |
| Lloyds TSB Group PLC | 2,387,032 | 1,539,301 | 1,774,282 |
| Natwest Group PLC | 1,140,330 | 4,337,178 | 4,950,134 |
| Next PLC | 48,909 | 6,354,366 | 4,648,135 |
| Pearson PLC | 473,892 | 6,309,846 | 7,285,349 |
| Reckitt Benckiser Group PLC | 93,078 | 8,630,884 | 8,766,572 |
| Rio Tinto PLC, ADR | 128,110 | 9,717,193 | 12,344,303 |
| Scottish \& Southern Energy PLC | 102,978 | 2,783,127 | 2,885,766 |
| Shell PLC | 660,650 | 16,901,034 | 25,354,945 |
| Smiths Group PLC | 136,787 | 3,329,929 | 3,579,071 |
| St James's Place PLC | 90,844 | 1,399,377 | 1,628,258 |
| Tesco PLC | 1,619,601 | 5,936,575 | 5,943,695 |
| Vodafone Group PLC, ADR | 584,407 | 11,143,077 | 8,007,234 |
|  |  | 196,373,750 | 209,948,648 |
| United States (0.2\%) |  |  |  |
| Samsonite International SA | 824,400 | 2,460,807 | 2,938,530 |
| Total International Equities |  | 1,327,990,627 | 1,398,727,818 |
| Total Investments (99.1\%) |  | $\underline{\text { 1,332,796,221 * }}$ * | 1,404,791,797 |
| Unrealized Depreciation on Foreign Exchange Contracts (0.0\%) |  |  | (222) |
| Margin Deposited on Futures Contracts (0.0\%) |  |  | 344,577 |
| Cash and Other Net Assets (0.9\%) |  |  | 12,646,768 |
| Net Assets (100\%) |  |  | 1,417,782,920 |

*Average cost of Investments as of December 31, 2021 is $\$ 1,797,403,746$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Index Futures (-16.3\%) | Position | Number of Futures | Maturity Date | Unitary Cost | Current Value (1) | Fair Value Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  | CAD | CAD |
| Asia (-14.6\%) |  |  |  |  |  |  |
| SPI 200 Index | Long | 3 | March 2013 | 6,992.000 AUD | 483,429 | 2,143 |
| TOPIX STK Index | Long | 10 | March 2013 | 1,891.500 JPY | 1,951,164 | $(55,022)$ |
| MSCI Singapore Index | Long | 4 | January 2013 | 290.550 SGD | 117,478 | 990 |
| HANG SENG Index | Long | 2 | January 2013 | 19,915.000 HKD | 345,430 | 1,457 |
|  |  |  |  |  | 2,897,501 | $(50,432)$ |
| Europe (-1.7\%) |  |  |  |  |  |  |
| FTSE 100 Index | Long | 10 | March 2023 | 7,466.000 GBP | 1,222,083 | $(5,893)$ |
| Total Index Futures |  |  |  |  | 4,119,584 | $(56,325)$ |
| Assets Placed in Collateral (116.3\%) |  |  |  |  |  | 400,902 |
| Margin Deposited on Futures Contracts ( $100 \%$ ) |  |  |  |  |  | 344,577 |

(1) Current value represents the portfolio's exposure to particular market fluctuations resulting from investments in futures.

## Hedging Foreign Exchange Contracts

Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 0.6905 | CAD | 3,015 | 3,015 | EUR | 2,082 | 3,023 | 8 |
| January 25, 2023 | 98.0604 | CAD | 5,596 | 5,596 | JPY | 548,746 | 5,680 | 84 |
| January 25, 2023 | 1.3592 | USD | 103 | 139 | CAD | 140 | 140 | 1 |
| January 25, 2023 | 1.6445 | GBP | 20,173 | 33,041 | CAD | 33,174 | 33,174 | 133 |
| January 25, 2023 | 1.3613 | USD | 5,544 | 7,505 | CAD | 7,547 | 7,547 | 42 |
| January 25, 2023 | 1.4741 | CHF | 12,443 | 18,276 | CAD | 18,342 | 18,342 | 66 |
| January 25, 2023 | 0.1311 | SEK | 5,172 | 672 | CAD | 678 | 678 | 6 |
| January 25, 2023 | 0.1311 | SEK | 19,281 | 2,506 | CAD | 2,527 | 2,527 | 21 |
|  |  |  |  |  |  |  |  | 361 |

Unrealized Depreciation on Foreign Exchange Contracts

|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 0.9122 | AUD | 319 | 294 | CAD | 291 | 291 | (3) |
| January 25, 2023 | 0.0103 | JPY | 4,740,799 | 49,075 | CAD | 48,987 | 48,987 | (88) |
| January 25, 2023 | 1.4466 | EUR | 51,433 | 74,676 | CAD | 74,401 | 74,401 | (275) |
| January 25, 2023 | 0.9127 | AUD | 21,504 | 19,844 | CAD | 19,627 | 19,627 | (217) |
|  |  |  |  |  |  |  |  | (583) |
| Unrealized Depreciation on F | change Con |  |  |  |  |  |  | (222) |

## NBI Active International Equity Fund

Financial Statements

## Statement of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31 2022 |
| :---: | :---: | :---: |
| Assets |  |  |
| Current assets |  |  |
| Investments | 5 | 146 |
| Cash |  | 3 |
| Dividends receivable |  | 2 |
| Total assets |  | 151 |
| Net assets attributable to holders of redeemable units per series | 2 |  |
| Advisor Series |  | 148 |
| Series F |  | 1 |
| Series N |  | 1 |
| Series NR |  | 1 |
|  |  | 151 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |
| Advisor Series |  | 9.91 |
| Series F |  | 9.91 |
| Series N |  | 9.91 |
| Series NR |  | 9.91 |

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statement of Comprehensive Income for the Period Ended
(in thousands Canadian dollars, except per unit amounts)

|  | Note | $\begin{array}{r} 2022 \\ \text { (45 days) } \end{array}$ |
| :---: | :---: | :---: |
|  |  | \$ |
| Income | 2 |  |
| Dividends income |  | 2 |
| Changes in fair value |  |  |
| Change in net unrealized appreciation/depreciation on investments |  | (1) |
| Total income |  | 1 |
| Expenses | 8 |  |
| Directors' fees of independent review committee Fees paid by the manager |  | 2 $(2)$ |
|  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 1 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |
| Advisor Series |  | 1 |
| Series F |  |  |
| Series N |  |  |
| Series NR |  | - |
|  |  | 1 |
| Average number of units | 2 |  |
| Advisor Series |  | 14,700 |
| Series F |  | 100 |
| Series N |  | 100 |
| Series NR |  | 100 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |
| Advisor Series |  | 0.04 |
| Series F |  | 0.04 |
| Series $N$ |  | 0.04 |
| Series NR |  | 0.04 |

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Period Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued Reinvestments of distributions to holders of redeemable units

Total redeemable units transactions

Distributions to investors
Net investment income

Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units outstanding, end of the year

| Statement of Cash Flows for the Period Ended December 31 |  |  |
| :---: | :---: | :---: |
| (in thousands Canadian dollars) |  |  |
|  | Note | $\begin{array}{r} 2022 \\ \text { (45 days) } \\ \hline \end{array}$ |
|  |  | \$ |
| Cash flows from (used in) operating activities |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units | 2 | 1 |
| Adjustments for: |  |  |
| Change in net unrealized appreciation/depreciation on investments |  | 1 |
| Purchases of investments |  | (147) |
| Dividends receivable |  | (2) |
| Net cash from (used in) operating activities |  | (147) |
| Cash flows from (used in) financing activities | 2 |  |
| Proceeds from issuances of redeemable units |  | 150 |
| Net cash from (used in) financing activities |  | 150 |
| Net increase (decrease) for the year |  | 3 |
| Cash (bank overdraft), end of the year |  | 3 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Active International Equity Fund's investment objective is to provide long-term capital growth. It invests, directly or indirectly through investments in securities of other mutual funds, in a portfolio comprised primarily of common shares of international companies.
The portfolio's sub-advisor conducts a bottom-up, fundamental-driven investment approach. The securities chosen to compose the portfolio are those of growth-oriented companies, presenting high barriers to entry and having top-notch management teams. In-depth knowledge of the companies allows the portfolio sub-advisor to manage risks without depending on a large diversification and to favor a qualitative selection rather than a quantitative one.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | November 23, 2022 | A | A | 1.60 | 0.15 |
| Series F | November 23, 2022 | A | A | 0.60 | 0.15 |
| Series N | November 23, 2022 | A | A | 0.30 | 0.15 |
| Series NR | November 23, 2022 | M | A | 0.30 | 0.15 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asse Per Un |
|  | \$ | \$ | \$ |
| Advisor Series | 9.91 | - | 9.91 |
| Series F | 9.91 |  | 9.91 |
| Series N | 9.91 |  | 9.91 |
| Series NR | 9.91 | - | 9.91 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |
| ---: |
| December 31, |
| 2022 |
| $\$$ |

Exchange Traded Fund

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Price Risk (Note 5)



The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 2-month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) | Percentage of <br> Net Asset as at |
| :--- | ---: |
|  | December 31, <br> Asset Mix |
| 2022 |  |
| Cash, Money Market and Other Net Assets | 3.2 |
| Exchange Traded Funds | 96.8 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 |  | Level 1 | Level 2 |  | Level 3 |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  |  | $\$$ | $\$$ | Total |  |
| Exchange traded funds | 145,739 | - | $\$$ | $\$$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |
| :--- | ---: | ---: |
|  | Units Held by <br> National Bank <br> Investments inc. | $\%$ |
| Advisor Series | 14,892 | 100 |
| Series F | 101 | 100 |
| Series N | 101 | 100 |
| Series NR | 101 | 100 |
|  |  |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (96.8\%) |  |  |  |
| NBI Active International Equity ETF | 6,839 | 147,008 | 145,739 |
| Total Investments (96.8\%) |  | 147,008 * | 145,739 |
| Cash and Other Net Assets (3.2\%) |  |  | 4,882 |
| Net Assets (100\%) |  |  | 150,621 |

## NBI Diversified Emerging Markets Equity Fund

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 1,896,056 | 1,980,961 |
| Cash |  | 29,520 | 43,356 |
| Margin deposited on futures contracts |  | 2 | - |
| Subscriptions receivable |  | 738 | 1,368 |
| Proceeds from sale of investments receivable |  | 237 | - |
| Interest receivable |  | 379 | - |
| Dividends receivable |  | 4,577 | 3,165 |
| Other assets receivable |  | 1,179 | - |
| Total assets |  | 1,932,688 | 2,028,850 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 1,531 | 601 |
| Accrued expenses |  | 1,192 | 1,287 |
| Margin deposited on futures contracts |  | - | 11 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) $\qquad$ |  |  |  |
| Net assets attributable to holders of redeemable units |  | 1,929,965 | 2,026,951 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 22,630 | 43,027 |
| Series F |  | 82,473 | 81,038 |
| Series N |  | 535,343 | 486,751 |
| Series NR |  | 5,317 | 5,260 |
| Series 0 |  | 670,964 | 686,653 |
| Series PW/Private Series |  | 613,238 | 724,222 |
|  |  | 1,929,965 | 2,026,951 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 11.33 | 13.69 |
| Series F |  | 11.39 | 13.78 |
| Series N |  | 11.93 | 14.42 |
| Series NR |  | 8.31 | 10.67 |
| Series 0 |  | 11.15 | 13.46 |
| Series PW/Private Series |  | 15.24 | 18.42 |
| Net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Investor/Advisor Series |  | 8.37 | 10.83 |
| Series F |  | 8.41 | 10.90 |
| Series N |  | - | - |
| Series NR |  | - | - |
| Series 0 |  | - | ${ }^{-}$ |
| Series PW/Private Series |  | 11.26 | 14.57 |

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## NBI Diversified Emerging Markets Equity Fund

Financial Statements

Statements of Comprehensive Income for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  |  | (in thousands Canadian dollars, except per unit amounts) |  |  |  | 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 |  | Note | 2022 |  |
|  |  | \$ | \$ |  |  | \$ |  |
| Income | 2 |  |  | Average number of units | 2 |  |  |
|  |  |  |  | Investor/Advisor Series |  | 2,391,787 | 3,759,486 |
| Interest income for distribution purposes |  | 2,020 | 354 | Series F |  | 6,270,568 | 6,220,867 |
| Dividends income |  | 57,527 | 45,633 | Series N |  | 44,431,042 | 29,573,891 |
| Income from securities lending |  |  | 1 | Series NR |  | 661,001 | 422,955 |
| Other income |  | 1,680 | 2,333 | Series 0 |  | 56,791,374 | 44,455,809 |
| Changes in fair value |  |  |  | Series R |  |  | 23,830 |
| Net realized gains (losses) on sale of investments |  | $(153,742)$ | 281,302 | Series PW/Private Series |  | 40,766,415 | 34,464,838 |
| Net realized gains (losses) on foreign currencies |  | $(1,558)$ | (428) |  |  |  |  |
| Net realized gains (losses) on forwards currency |  | $(3,766)$ | $(3,893)$ | Increase (decrease) in net assets attributable to holders of | 2 |  |  |
| Change in net unrealized appreciation/depreciation on |  |  |  | redeemable units per unit, per series | 2 |  |  |
| investments |  | $(220,380)$ | $(315,544)$ | Investor/Advisor Series |  | (2.78) | 0.42 |
| Change in unrealized gains/losses on foreign currencies |  | 10 | (118) | Series F |  | (2.19) | (0.99) |
| Change in unrealized gains/losses on forwards currency |  | - | 13 | Series N |  | (2.30) | (0.24) |
|  |  |  |  | Series NR |  | (1.69) | (0.17) |
| Total income |  | $(318,209)$ | 9,653 | Series 0 |  | (1.88) | (0.07) |
|  |  |  |  | Series R |  | - | 0.33 |
| Expenses | 8 |  |  | Series PW/Private Series |  | (2.94) | (0.28) |
| Management fees |  | 11,977 | 12,675 | Increase (decrease) in net assets attributable to holders of | 2 |  |  |
| Directors' fees of independent review committee |  | 2 | 2 | redeemable units per unit, per series (USD) | 2 |  |  |
| Loss from derivatives |  | 1,137 | 142 | Investor/Advisor Series |  | (2.14) | 0.34 |
| Fixed-administration fees |  | 2,675 | 2,701 | Series F |  | (1.68) | (0.79) |
| Fees paid by the manager |  | (54) | (57) | Series N |  | - |  |
| Withholding taxes | 2 | 10,106 | 12,862 | Series NR |  | - | - |
| Transaction costs on purchase and sale of investments | 8 | 6,104 | 5,953 | Series 0 |  |  |  |
|  |  |  |  | Series R |  | - | - |
| Total expenses |  | 31,947 | 34,278 | Series PW/Private Series |  | (2.26) | (0.22) |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(350,156)$ | $(24,625)$ |  |  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |  |  |  |  |
| Investor/Advisor Series |  | $(6,651)$ | 1,576 |  |  |  |  |
| Series F |  | $(13,749)$ | $(6,142)$ |  |  |  |  |
| Series N |  | $(102,174)$ | $(7,026)$ |  |  |  |  |
| Series NR |  | $(1,118)$ | (69) |  |  |  |  |
| Series 0 |  | $(106,556)$ | $(3,195)$ |  |  |  |  |
| Series R |  | - | 8 |  |  |  |  |
| Series PW/Private Series |  | $(119,908)$ | $(9,777)$ |  |  |  |  |
|  |  | $(350,156)$ | $(24,625)$ |  |  |  |  |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  | Series N |  | Series NR |  | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 43,027 | 131,532 | 81,038 | 34,260 | 486,751 | 437,092 | 5,260 | 4,834 | 686,653 | 522,334 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(6,651)$ | 1,576 | $(13,749)$ | $(6,142)$ | (102,174) | $(7,026)$ | $(1,118)$ | (69) | $(106,556)$ | $(3,195)$ |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 4,941 | 50,978 | 81,922 | 133,869 | 278,186 | 134,136 | 3,631 | 1,722 | 148,585 | 237,718 |
| Reinvestments of distributions to holders of redeemable units |  | 3 |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(18,687)$ | $(140,964)$ | $(66,279)$ | $(78,405)$ | $(127,387)$ | $(77,207)$ | $(2,197)$ | $(1,046)$ | $(57,718)$ | (70,203) |
| Total redeemable units transactions |  | $(13,743)$ | $(87,412)$ | 16,261 | 61,964 | 157,277 | 107,831 | 1,602 | 1,349 | 106,162 | 252,064 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  |  | 274 | 1,028 | 512 | 6,511 | 2,803 | 71 | 31 | 15,295 | 8,140 |
| Net realized gain |  |  | 2,390 | - | 8,482 |  | 48,343 | - | 529 |  | 76,410 |
| Return of capital |  |  |  |  |  |  |  | 356 | 294 |  |  |
| Management fees rebate |  | 3 | 5 | 49 | 50 |  | - |  |  | - |  |
| Total distributions to investors |  | 3 | 2,669 | 1,077 | 9,044 | 6,511 | 51,146 | 427 | 854 | 15,295 | 84,550 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(20,397)$ | $(88,505)$ | 1,435 | 46,778 | 48,592 | 49,659 | 57 | 426 | $(15,689)$ | 164,319 |
| Net assets attributable to holders of redeemable units, end of the year |  | 22,630 | 43,027 | 82,473 | 81,038 | 535,343 | 486,751 | 5,317 | 5,260 | 670,964 | 686,653 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 3,143,162 | 8,799,938 | 5,880,571 | 2,233,150 | 33,763,072 | 26,877,082 | 492,760 | 379,231 | 51,003,141 | 34,383,458 |
| Redeemable units issued |  | 447,632 | 3,345,604 | 7,106,865 | 8,381,340 | 21,104,507 | 8,245,907 | 379,077 | 140,661 | 12,866,096 | 15,336,334 |
| Redeemable units issued on reinvestments |  | 219 | 186,752 | 55,845 | 445,260 | 539,911 | 3,382,022 | 19,398 | 58,401 | 1,364,365 | 6,007,651 |
| Redeemable units redeemed |  | $(1,594,458)$ | $(9,189,132)$ | $(5,801,275)$ | $(5,179,179)$ | $(10,538,223)$ | $(4,741,939)$ | $(251,159)$ | $(85,533)$ | $(5,076,296)$ | (4,724,302) |
| Redeemable units outstanding, end of the year |  | 1,996,555 | 3,143,162 | 7,242,006 | 5,880,571 | 44,869,267 | 33,763,072 | 640,076 | 492,760 | 60,157,306 | 51,003,141 |


|  | Note | Series R |  | Series PW/Private Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | . | 347 | 724,222 | 629,599 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | - | 8 | $(119,908)$ | $(9,777)$ |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  |  | - | 134,444 | 186,835 |
| Reinvestments of distributions to holders of redeemable units |  |  | 3 | 8,919 | 76,436 |
| Redemption of redeemable units |  | - | (355) | $(125,338)$ | $(80,976)$ |
| Total redeemable units transactions |  | - | (352) | 18,025 | 182,295 |
| Distributions to investors | 2 |  |  |  |  |
| Net investment income |  |  | - | 9,101 | 5,039 |
| Net realized gain |  |  | - |  | 72,856 |
| Return of capital |  |  | 3 |  | - |
| Total distributions to investors |  |  | 3 | 9,101 | 77,895 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | - | (347) | $(110,984)$ | 94,623 |
| Net assets attributable to holders of redeemable units, end of the year |  |  | - | 613,238 | 724,222 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  |  | 25,977 | 39,326,034 | 30,298,470 |
| Redeemable units issued |  |  | 2 | 8,451,194 | 8,981,582 |
| Redeemable units issued on reinvestments |  | - | 232 | 582,185 | 3,976,427 |
| Redeemable units redeemed |  |  | $(26,211)$ | $(8,109,630)$ | $(3,930,445)$ |
| Redeemable units outstanding, end of the year |  |  | - | 40,249,783 | 39,326,034 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Margin deposited on futures contracts
Interest receivable
Dividends receivable
Other assets receivable
Accrued expenses

## Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(350,156)$ | $(24,625)$ |
|  | 153,742 | $(281,302)$ |
|  | 1,558 | 428 |
|  | 3,766 | 3,893 |
|  | 220,380 | 315,544 |
|  | (10) | 118 |
|  |  | (13) |
|  | $(2,438,739)$ | $(2,596,748)$ |
|  | 2,145,519 | 2,348,214 |
|  | (13) | 422 |
|  | (379) | - |
|  | $(1,412)$ | $(1,275)$ |
|  | $(1,179)$ | - |
|  | (95) | 61 |
|  | $(267,018)$ | $(235,283)$ |
| 2 |  |  |
|  | (933) | $(4,524)$ |
|  | 652,339 | 689,322 |
|  | $(396,676)$ | $(452,070)$ |
|  | 254,730 | 232,728 |
|  | $(1,558)$ | (428) |
|  | 10 | (118) |
|  | $(12,288)$ | $(2,555)$ |
|  | 43,356 | 46,457 |
|  | 29,520 | 43,356 |
|  | 1,641 | 354 |
|  | 46,009 | 31,496 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Diversified Emerging Markets Equity Fund's investment objective is to provide long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of common shares of issuers located in emerging markets.
The portfolio's sub-advisors incorporate a combination of investment strategies to achieve their investment objectives. Newton Investment Management (North America) Limited's strategy follows a fundamental bottom-up security selection approach within a global thematic investment framework, taking a long-term investment horizon to drive capital returns. The strategy is a high conviction, fundamentally driven, benchmark agnostic approach with an emphasis on quality and good governance. Goldman Sachs Assets Management, L.P. incorporates a rigorous research process combining qualitative insights and information technology, to process and analyze significant amounts of company and market data. The research process is designed to add value through security selection and to manage risk. In selecting securities, Goldman Sachs Assets Management, L.P. analyzes data pertaining to high-quality business models, poor fundamental stock valuations, market themes and trends, and market sentiment. Goldman Sachs Assets Management L.P. then uses a quantitative process to select and weigh portfolio securities. The approach aims to achieve a well-diversified portfolio with a focus on risk management.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 5, 2021 | A | A | 1.85 | 0.25 |
| Advisor Series | December 10, 2018 | A | A | 1.85 | 0.25 |
| Series F | December 10, 2018 | A | A | 0.85 | 0.25 |
| Series N | October 30, 2015 | A | A | 0.80 | 0.25 |
| Series NR | October 30, 2015 | M | A | 0.80 | 0.25 |
| Series 0 | December 10, 2018 | A | A | - | 0.02 |
| Series PW | October 30, 2015 | A | A | * |  |
| Private Series | November 28, 2016 | A | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 11.32 | 0.01 | 11.33 |
| Series F | 11.37 | 0.02 | 11.39 |
| Series N | 11.91 | 0.02 | 11.93 |
| Series NR | 8.30 | 0.01 | 8.31 |
| Series 0 | 11.14 | 0.01 | 11.15 |
| Series PW/Private Series | 15.21 | 0.03 | 15.24 |

Series PW/Private Series

Series F
Series $N$
Series NR
Series 0
Series PW/Private Series

| As at December 31, 2021 |  |  |
| ---: | ---: | ---: |
| Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ | $\$$ |
| 13.67 | 0.02 | 13.69 |
| 13.76 | 0.02 | 13.78 |
| 14.40 | 0.02 | 14.42 |
| 10.66 | 0.01 | 10.67 |
| 13.45 | 0.01 | 13.46 |
| 18.39 | 0.03 | 18.42 |

## Income from Security Lending (Note 2) <br> (in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending ransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | - | - | 2 | 100 |
| Net Income Received by the Fund | - | - | 1 | 50 |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | - | - | 1 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value

| December 31, | December 31, |
| ---: | ---: |
| 2022 | 2021 |
|  |  |

Trust Unit
863

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 195,492,581 | 10.1 | 306,980,661 | 15.1 |
| Australian Dollar | 7,744,760 | 0.4 | - | - |
| Brazilian Real | 91,889,870 | 4.8 | 39,428,399 | 1.9 |
| Chilean Peso | 381,415 | - | 7,455,650 | 0.4 |
| Chinese Renminbi | 191,697,128 | 9.9 | 203,530,969 | 10.0 |
| Czech Republic Koruna | 47,303 | - | 738,764 | - |
| Euro | 34,886,576 | 1.8 | 31,158,545 | 1.5 |
| Hong Kong Dollar | 422,372,883 | 21.9 | 438,508,596 | 21.6 |
| Hungarian Forint | 48,386 | - | 10,419,217 | 0.5 |
| Indian Rupee | 381,155,815 | 19.7 | 363,733,401 | 17.9 |
| Indonesian Rupiah | 31,496,477 | 1.6 | 11,615,478 | 0.6 |
| Japanese Yen | 22,166,130 | 1.1 | 24,193,202 | 1.2 |
| Kuwaiti Dinar | 405,305 | - | - | - |
| Mexican Peso | 48,537,273 | 2.5 | 21,817,527 | 1.1 |
| New Turkish Lira | 10,549,800 | 0.5 | 5,330,705 | 0.3 |
| Philippine Peso | 794,280 | - | 2,871,905 | 0.1 |
| Polish Zloty | 1,820,842 | 0.1 | 2,960,439 | 0.1 |
| Pound Sterling | 47,479 | - | 47,046 | - |
| Qatari Rial | 1,680,481 | 0.1 | 4,231,368 | 0.2 |
| Saudi Riyal | 22,814,527 | 1.2 | 12,362,016 | 0.6 |
| South African Rand | 37,831,673 | 2.0 | 33,492,039 | 1.7 |
| South Korean Won | 171,119,918 | 8.9 | 203,750,659 | 10.1 |
| Taiwanese New Dollar | 194,582,685 | 10.1 | 238,207,686 | 11.8 |
| Thai Baht | 32,549,916 | 1.7 | 31,561,675 | 1.6 |
| UAE Dirham | 1,567,407 | 0.1 | 697,663 | - |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 95,184,045$ (\$99,754,681 as at December 31, 2021).

Price Risk (Note 5)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ |  |
| MSCI Daily TR Net Emerging Markets |  |  |  |  |
| USD Index (100\%) CA New York 16:00 | 158,064,111 | $8.2 \pm$ | 193,168,395 | 9.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Weighting by Country | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Argentina | 1.2 | 2.7 |
| Australia | 0.4 | - |
| Brazil | 6.7 | 3.2 |
| Cash, Money Market and Other Net Assets | 1.8 | 2.3 |
| Caymans Islands |  | 0.2 |
| Chile | 0.1 | 0.3 |
| China | 29.1 | 30.7 |
| Greece | 0.3 | 0.3 |
| Hong Kong | 4.1 | 3.5 |
| Hungary | - | 0.5 |
| India | 20.6 | 19.2 |
| Indonesia | 1.6 | 0.6 |
| Japan | 1.1 | 1.2 |
| Mexico | 2.5 | 1.7 |
| Netherlands | 1.5 | 1.4 |
| Peru | 1.0 | - |
| Philippines | - | 0.1 |
| Poland | 0.1 | 0.1 |
| Qatar | 0.1 | 0.2 |
| Russia | - | 0.8 |
| Saudi Arabia | 1.0 | 0.5 |
| South Africa | 2.0 | 1.6 |
| South Korea | 8.8 | 10.0 |
| Taiwan | 10.0 | 11.2 |
| Thailand | 1.7 | 1.5 |
| Turkey | 0.5 | 0.3 |
| United Arab Emirates | 0.3 | 0.2 |
| United Kingdom | - | 0.2 |
| United States | 3.5 | 5.5 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,896,056,442 |  | - | 1,896,056,442 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,980,961,145 | - | - | 1,980,961,145 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 3,549 | 3,562 |
| Related Entities | 2,813 | 2,741 |

Positions Held by Related Parties (Note 8)


Losses (Note 9)
(in thousands Canadian dollars)

|  | December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |
| Capital Losses | 75,230 | - |


|  | Number of shares | Average Cost | Fair Value $\$$ |
| :---: | :---: | :---: | :---: |
| International Equities (98.2\%) |  |  |  |
| Argentina (1.2\%) |  |  |  |
| Globant SA | 63,342 | 12,616,300 | 14,421,189 |
| MercadoLibre Inc. | 8,455 | 10,811,488 | 9,687,099 |
|  |  | 23,427,788 | 24,108,288 |
| Australia (0.4\%) |  |  |  |
| OZ Minerals Ltd. | 301,116 | 5,843,993 | 7,744,760 |
| Brazil (6.7\%) |  |  |  |
| AMBEV SA, ADR | 413,000 | 1,398,451 | 1,520,917 |
| B3 SA - Brasil Bolsa Balcao | 5,477,949 | 20,629,642 | 18,531,668 |
| Banco Bradesco SA | 483,500 | 1,982,821 | 1,667,853 |
| Banco do Brasil SA | 1,080,200 | 9,510,771 | 9,607,329 |
| BB Seguridade Participacoes SA | 840,300 | 6,069,517 | 7,254,155 |
| Bradespar SA | 197,700 | 1,490,325 | 1,504,697 |
| Caixa Seguridade Participacoes S/A | 73,000 | 145,492 | 156,100 |
| Cia de Saneamento de Minas Gerais-COPASA | 64,000 | 262,412 | 257,156 |
| Cia Energetica de Minas Gerais | 23,200 | 88,117 | 95,952 |
| Cia Energetica de Minas Gerais, ADR | 1,864,413 | 5,941,107 | 5,124,184 |
| Cielo SA | 1,277,300 | 1,891,949 | 1,714,028 |
| Companhia de Saneamento Basico do Estafo de Sao Paulo, ADR | 25,500 | 384,165 | 368,376 |
| Enauta Participacoes SA | 30,900 | 107,988 | 106,828 |
| Gerdau SA, Preferred Shares | 140,500 | 1,107,110 | 1,056,754 |
| Hapvida Participacoes e Investimentos S/A | 161,900 | 220,030 | 210,622 |
| Kepler Weber SA | 201,300 | 1,144,720 | 1,037,723 |
| Metalurgica Gerdau SA | 413,800 | 1,410,348 | 1,279,062 |
| Metalurgica Gerdau SA | 408,700 | 1,391,107 | 1,357,495 |
| Petroleo Brasileiro SA, ADR | 634,000 | 11,510,561 | 9,141,668 |
| Petroleo Brasileiro SA, Preferred Shares | 411,500 | 2,727,174 | 2,581,842 |
| Raia Drogasil SA | 2,591,192 | 13,243,186 | 15,740,118 |
| Santos Brasil Participacoes SA | 151,800 | 331,340 | 303,610 |
| Telefonica Brasil SA | 208,400 | 2,093,642 | 2,046,712 |
| Unipar Carbocloro SA | 141,420 | 1,929,436 | 3,187,400 |
| Vale SA, ADR | 399,000 | 8,213,148 | 9,167,297 |
| WEG SA | 2,125,369 | 15,235,685 | 20,960,497 |
| XP Inc. | 573,716 | 13,894,698 | 11,915,408 |
| Zamp SA | 185,300 | 336,074 | 258,622 |
|  |  | 124,691,016 | 128,154,073 |
| Chile (0.1\%) |  |  |  |
| Cia Sud Americana de Vapores SA | 3,566,729 | 435,195 | 381,415 |
| Sociedad Quimica y Minera de Chile SA, ADR | 18,388 | 2,116,280 | 1,987,658 |
|  |  | 2,551,475 | 2,369,073 |
| China (29.1\%) |  |  |  |
| Agricultural Bank of China Ltd., Class H | 485,000 | 209,924 | 225,453 |
| Aier Eye Hospital Group Co. Ltd. | 270,338 | 1,560,816 | 1,648,443 |
| Alibaba Group Holding Ltd. | 1,785,224 | 46,142,100 | 26,707,431 |
| Anta Sports Products Ltd | 70,600 | 1,064,960 | 1,252,739 |
| Avary Holding Shenzhen Co. Ltd. | 264,300 | 1,473,577 | 1,423,334 |
| Baidu Inc. | 92,800 | 1,964,581 | 1,797,966 |
| Bank of China Ltd., Class H | 944,000 | 422,974 | 465,019 |
| Bank of Communications Co . Ltd., Class H | 583,000 | 466,555 | 454,041 |
| Baoshan Iron \& Steel Co. Ltd. | 773,200 | 859,462 | 848,261 |
| Beijing Wantai Biological Pharmacy Enterprise Co. Ltd. | 33,500 | 830,102 | 833,004 |
| Byd Co. | 131,500 | 5,901,702 | 4,393,011 |
| By-health Co. Ltd. | 6,715,327 | 36,201,303 | 30,075,194 |
| China Bluechemical Itd., Class H | 788,000 | 361,657 | 252,859 |
| China CITIC Bank Corp. Ltd., Class H | 3,562,000 | 2,046,003 | 2,137,717 |
| China Construction Bank Corp., Class H | 13,408,000 | 12,865,488 | 11,372,427 |
| China Galaxy Securities Co. Ltd. | 473,500 | 273,941 | 312,914 |
| China Medical System Holdings Ltd. | 419,000 | 1,159,521 | 892,468 |
| China Pacific Insurance Group Company Ltd. | 107,600 | 506,059 | 517,796 |
| China Pacific Insurance Group Company Ltd., Class H | 1,899,000 | 5,456,612 | 5,724,730 |
| China Resources Pharmaceutical Group Ltd. | 3,404,500 | 2,961,577 | 3,732,078 |
| China Shenhua Energy Co., Class H | 706,000 | 2,387,476 | 2,761,414 |
| Country Garden Holdings Co. Ltd. | 970,000 | 468,411 | 449,224 |
| Country Garden Services Holdings Company Limited | 391,000 | 1,228,845 | 1,318,419 |


|  | Number of shares | Average Cost | Fair Value $\$$ |
| :---: | :---: | :---: | :---: |
| CRRC Corp. Ltd. | 704,613 | 703,512 | 706,638 |
| CSPC Pharmaceutical Group Ltd. | 1,286,000 | 2,052,365 | 1,829,090 |
| DaShenLin Pharmaceutical Group Co Ltd | 58,700 | 432,907 | 456,204 |
| Foshan Haitian Flavouring \& Food Co. Ltd. | 1,676,811 | 30,357,426 | 26,195,266 |
| Gree Electric Appliances Inc of Zhuhai | 933,800 | 5,228,206 | 5,923,124 |
| Guangzhou Baiyunshan Pharmaceutical Holdings Co. Ltd., Class H | 534,000 | 1,796,758 | 2,130,342 |
| Haidilao International Holding Ltd. | 55,000 | 206,434 | 213,693 |
| Hansoh Pharmaceutical Group Co. Ltd. | 170,000 | 422,751 | 437,586 |
| Hello Group Inc., ADR | 31,000 | 364,743 | 376,899 |
| Henan Shenhuo Coal \& Power Co. Ltd. | 603,000 | 1,843,518 | 1,770,413 |
| Huadong Medicine Co. Ltd. | 192,947 | 1,516,659 | 1,772,187 |
| Huaibei Mining Holdings Co. Ltd. | 1,830,568 | 4,853,735 | 4,598,556 |
| Imeik Technology Development Co. Ltd. | 7,400 | 783,203 | 822,512 |
| Inner Mongolia ERDOS Resources Co. Ltd. | 402,700 | 1,141,846 | 1,200,508 |
| JD.com Inc. | 410,026 | 16,518,552 | 15,660,622 |
| KE Holdings Inc., ADR | 40,700 | 816,066 | 769,248 |
| Kingdee International Software Group Co. Ltd. | 3,153,000 | 11,568,220 | 9,155,029 |
| Li Ning Co. Ltd. | 266,500 | 2,844,721 | 3,131,748 |
| LONGi Green Energy Technology Co. Ltd. | 2,224,620 | 16,141,636 | 18,450,620 |
| Meituan Dianping | 1,466,749 | 40,294,453 | 44,445,623 |
| NARI Technology Co. Ltd. | 3,258,235 | 15,115,258 | 15,602,632 |
| NetEase Inc. | 1,302,200 | 28,569,590 | 25,862,081 |
| New Oriental Education \& Technology Group Inc. | 309,000 | 987,886 | 1,527,509 |
| Ningbo Deye Technology Co. Ltd. | 4,500 | 340,436 | 292,502 |
| Nongfu Spring Co. Ltd. | 422,000 | 3,117,092 | 3,227,984 |
| People's Insurance Co Group of China Ltd/The | 3,229,500 | 3,045,242 | 3,308,502 |
| PetroChina Company Ltd., Class H | 6,294,000 | 3,801,317 | 3,897,402 |
| Pharmaron Beijing Co. Ltd. | 2,312,500 | 28,897,747 | 21,720,034 |
| PICC Property \& Casualty Co. Ltd., Class H | 9,482,000 | 11,853,291 | 12,187,046 |
| Pinduoduo Inc., ADR | 79,000 | 5,696,018 | 8,722,433 |
| Ping An Insurance Group Co. of China Ltd., Class H | 3,149,000 | 35,037,406 | 28,211,312 |
| Seazen Group Ltd. | 684,000 | 392,593 | 342,874 |
| Shanghai International Port Group Co. Ltd. | 2,044,161 | 2,288,913 | 2,142,308 |
| Shanghai Pharmaceuticals Holding Co. Ltd. | 85,300 | 192,234 | 192,045 |
| Shanghai Pudong Development Bank Co. Ltd. | 722,900 | 1,024,000 | 1,022,845 |
| Shenzhen Inovance Technology Co. Ltd. | 2,231,027 | 27,927,055 | 30,430,932 |
| Shenzhen Mindray Bio-Medical Electronics Co. Ltd. | 5,700 | 336,721 | 353,465 |
| ShenZhen YUTO Packaging Technology Co., Ltd. | 54,600 | 339,085 | 354,366 |
| Sichuan Kelun Pharmaceutical Co. Ltd. | 1,136,500 | 5,387,419 | 5,935,263 |
| Sinomine Resource Group Co. Ltd. | 66,800 | 1,111,609 | 873,911 |
| StarPower Semiconductor Ltd. | 175,540 | 14,138,017 | 11,344,711 |
| Sungrow Power Supply Co. Ltd. | 425,905 | 10,629,476 | 9,345,019 |
| TAL Education Group, ADR | 16,300 | 223,398 | 155,583 |
| Tencent Holdings Ltd. | 1,539,081 | 105,495,130 | 89,163,732 |
| Tencent Music Entertainment Group, ADR | 336,600 | 2,460,794 | 3,773,384 |
| The People's Insurance Co. (Group) of China Ltd | 6,037,000 | 2,396,868 | 3,068,644 |
| Trip.com Group Ltd., ADR | 90,400 | 3,876,571 | 4,210,304 |
| Tsingtao Brewery Co. Ltd. | 602,000 | 7,521,837 | 8,050,654 |
| Vipshop Holdings Ltd., ADR | 428,000 | 6,159,079 | 7,903,960 |
| WESTERN MINING CO | 263,100 | 531,694 | 526,680 |
| Wuxi Biologics Cayman Inc. | 394,500 | 3,353,627 | 4,095,354 |
| Wuxi Lead Intelligent Equipment Co. Ltd. | 1,482,121 | 18,117,182 | 11,707,797 |
| Yunnan Tin Co. Ltd. | 117,700 | 304,777 | 325,703 |
| Zangge Mining Co. Ltd. | 58,100 | 308,530 | 296,124 |
| Zhejiang Juhua Co. Ltd. | 191,300 | 592,227 | 582,308 |
| ZhongAn Online P \& C Insurance Co., Ltd. | 52,900 | 197,165 | 197,276 |
|  |  | 618,468,641 | 560,606,529 |
| Columbia (0.0\%) |  |  |  |
| BanColombia SA, ADR | 12,226 | 434,243 | 472,416 |
| Greece (0.3\%) |  |  |  |
| OPAP SA | 281,450 | 4,840,169 | 5,396,776 |
| Hong Kong (4.1\%) |  |  |  |
| AIA Group Ltd. | 3,127,200 | 39,013,459 | 47,082,084 |
| Bosideng International Holdings Ltd. | 1,532,000 | 1,002,737 | 985,855 |
| China Education Group Holdings Ltd. | 1,310,000 | 1,525,987 | 2,294,949 |
| China Overseas Land \& Investment Ltd. | 194,500 | 715,247 | 694,972 |
| China Resources Land Ltd. | 288,000 | 1,690,582 | 1,785,866 |
| CIMC Enric Holdings Ltd. | 584,000 | 815,975 | 799,227 |


|  | Number of shares | Average Cost | Fair Value |  | Number of shares | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Citic Pacific Ltd. | 2,778,000 | 3,512,250 | 3,970,450 | Bank Pembangunan Daerah Jawa Timur Tbk PT | 5,629,600 | 367,440 | 348,667 |
| Kingboard Chemical Holdings Ltd. | 626,000 | 4,255,333 | 2,698,243 | Bank Rakyat Indonesia | 12,647,500 | 5,033,633 | 5,450,124 |
| Kunlun Energy Co. Ltd. | 5,314,000 | 5,849,593 | 5,134,014 | Merdeka Copper Gold Tbk PT | 4,930,400 | 1,851,386 | 1,771,961 |
| Orient Overseas International Ltd. | 13,000 | 552,249 | 317,938 | Perusahaan Gas Negara PT | 7,169,700 | 981,678 | 1,100,749 |
| Shougang Fushan Resources Group Ltd. | 3,758,000 | 1,795,564 | 1,623,067 | Surya Esa Perkasa Tbk PT | 5,947,100 | 555,956 | 474,680 |
| Sino Biopharmaceutical Ltd. | 12,359,000 | 9,607,117 | 9,796,700 | United Tractors Tbk PT | 145,500 | 339,388 | 330,950 |
| SITC International Holdings Co. Ltd. | 299,000 | 743,708 | 900,329 |  |  | 29,640,393 | 31,496,311 |
| Topsports International Holdings Limited | 1,007,000 | 957,160 | 1,081,186 |  |  |  |  |
| Truly International Holdings Ltd. | 562,000 | 290,607 | 118,926 | Japan (1.1\%) |  |  |  |
|  |  | 72,327,568 | 79,283,806 | Advantest Corp. | 253,400 | 26,044,322 | 22,166,130 |
| India (20.6\%) |  |  |  | Kuwait (00 \%) |  |  |  |
| ABB India Ltd. | 8,800 | 428,550 | 386,648 | National Bank of Kuwait SAK (NBK) | 76,929 | 377,235 | 405,305 |
| Adani Enterprises Ltd. | 198,434 | 11,319,922 | 12,507,664 |  |  |  |  |
| Adani Ports \& Special Economic Zone Ltd. | 713,470 | 10,262,248 | 9,567,364 | Luxembourg (0.0\%) |  |  |  |
| Adani Power Ltd. | 1,559,450 | 7,814,152 | 7,661,343 | Ternium SA, ADR | 9,300 | 392,515 | 384,789 |
| Adani Total Gas Ltd. | 3,222 | 113,228 | 193,641 |  |  |  |  |
| Angel One Ltd. | 36,530 | 969,882 | 784,478 | Mexico (2.5\%) |  |  |  |
| APL Apollo Tubes Ltd. | 12,844 | 228,261 | 229,266 | Arca Continental SAB de CV | 759,275 | 7,013,865 | 8,347,725 |
| APL Apollo Tubes Ltd. | 13,907 | 258,755 | 248,696 | Grupo Aeroportuario del Pacifico SAB de CV, |  |  |  |
| Asian Paints Ltd. | 152,915 | 5,827,481 | 7,732,600 | Class B | 123,288 | 2,212,006 | 2,391,174 |
| Axis Bank Ltd. | 576,973 | 8,186,363 | 8,822,635 | Grupo Aeroportuario del Sureste SAB de CV, ADR | 1,474 | 386,907 | 464,966 |
| Bank of Baroda | 162,624 | 357,035 | 494,548 | Grupo Financiero Banorte SA de CV, Class O | 1,086,900 | 10,707,610 | 10,565,525 |
| Bharat Electronics Ltd. | 5,143,710 | 6,022,150 | 8,419,213 | Kimberly-Clark de Mexico SAB de CV, Class A | 196,600 | 459,325 | 451,721 |
| City Union Bank Ltd. | 125,763 | 367,556 | 369,580 | Wal-Mart de Mexico SAB de CV | 5,547,207 | 23,187,253 | 26,435,524 |
| Cochin Shipyard Ltd. | 45,144 | 465,864 | 392,598 |  |  | 43,966,966 | 48,656,635 |
| Coromandel International Ltd. | 198,026 | 3,246,281 | 2,876,134 |  |  |  |  |
| Cummins India Ltd. | 59,730 | 1,326,707 | 1,345,394 | Netherlands (1.5\%) |  |  |  |
| Eicher Motors Ltd. | 31,522 | 1,709,125 | 1,663,692 | ASML Holding NV | 40,320 | 24,461,249 | 29,440,958 |
| Federal Bank Ltd. | 441,765 | 938,267 | 1,005,946 |  |  |  |  |
| FSN E-Commerce Ventures Limited | 1,375,104 | 6,472,819 | 3,490,434 | Peru (1.0\%) |  |  |  |
| Godrej Consumer Products Ltd. | 922,753 | 12,652,789 | 13,207,905 | Credicorp Ltd. | 100,847 | 18,248,345 | 18,522,576 |
| Great Eastern Shipping Co. Ltd./The | 72,217 | 641,977 | 790,298 | Creatop Lid. |  | 18,24,345 | 18,522,576 |
| HDFC Bank Ltd. | 1,452,691 | 36,452,347 | 38,772,140 |  |  |  |  |
| HDFC Life Insurance Co. Ltd. | 1,149,203 | 10,624,511 | 10,656,563 | DMCI Holdings Inc. | 817,500 | 168,806 | 238,589 |
| Hindustan Unilever Ltd. | 586,694 | 22,820,856 | 24,627,668 | International Container Terminal Services Inc. | $60,090$ | 195,896 | 292,289 |
| Hindustan Zinc Ltd. | 268,488 | 1,392,140 | 1,415,331 | Metropolitan Bank \& Trust Co. |  | 278,944 | 263,402 |
| Housing Development Finance Corp. | 602,691 | 22,891,851 | 26,075,925 |  |  | 643,646 | 794,280 |
| ICICI Bank Ltd. | 714,277 | 10,095,382 | 10,443,187 |  |  | 64,646 | 794,200 |
| ICICI Bank Ltd., ADR | 425,127 | 12,134,490 | 12,599,434 |  |  |  |  |
| Info Edge India Ltd. | 481,615 | 25,851,860 | 30,861,069 | Poland (0.1\%) LPP SA |  |  |  |
| Infosys Technologies Ltd., ADR | 164,699 | 4,139,362 | 4,015,977 | LPP SA | 105 97,992 | $\begin{array}{r} 323,250 \\ 1,042,602 \end{array}$ |  |
| ITC Ltd. | 2,470,925 | 10,565,911 | 13,415,931 | Powszechny Zaklad Ubezpieczen SA XTB SA | 37,022 | $1,232,602$ 319,790 | $\begin{array}{r}1,072,832 \\ 354,972 \\ \hline\end{array}$ |
| Jindal Steel \& Power Ltd. | 116,877 | 990,687 | 1,115,860 | XIB SA | 37,022 | 1,685,642 | 1,773,450 |
| JK Paper Ltd. | 236,355 | 1,573,324 | 1,590,425 |  |  | 1,685,642 | 1,773,450 |
| KEI Industries Ltd. | 11,955 | 313,211 | 286,862 |  |  |  |  |
| Kotak Mahindra Bank Ltd. | 78,776 | 2,382,809 | 2,354,984 | Qatar (00\%) |  |  |  |
| Linde India Ltd. | 8,794 | 473,049 | 494,681 | Qatar International Islamic Bank | 244,292 | 2,175,098 | 1,680,480 |
| Marico Ltd. | 2,379,437 | 19,772,894 | 19,866,842 |  |  |  |  |
| Maruti Suzuki India Ltd. | 90,440 | 11,320,414 | 12,460,161 | Russia (0.0\%) |  |  |  |
| Oil India Ltd. | 36,095 | 137,948 | 123,067 | Lukoil PJSC, ADR | 5,755 | 648,715 |  |
| PB Fintech Ltd. | 878,006 | 13,027,117 | 6,437,197 | Novolipetskiy Metallurgicheskiy Kombinat PAO, GDR | 147,575 | 5,801,811 |  |
| Power Finance Corp. Ltd. | 2,174,739 | 4,116,514 | 5,044,707 | OAO Gazprom, ADR | 63,060 | 703,473 |  |
| Power Grid Corp of India Ltd. | 1,703,894 | 5,881,247 | 5,962,924 | PhosAgro PJSC, ADR | 31,617 | 928,889 |  |
| REC Ltd. | 2,939,916 | 5,593,865 | 5,613,655 | PhosAgro PJSC, ADR | 204 | 5,983 |  |
| Reliance Industries Ltd. | 55,002 | 2,350,238 | 2,292,697 | Polyus PJSC, ADR | 12,746 | 1,404,948 |  |
| SBI Life Insurance Co. Ltd. | 132,188 | 2,828,603 | 2,669,332 | Sberbank of Russia, ADR | 259,240 | 4,626,280 |  |
| SCHAEFFLER INDIA LTD | 8,226 | 455,286 | 367,086 | VTB Bank OJSC, GDR | 152,940 | 275,497 |  |
| State Bank of India | 768,890 | 7,647,708 | 7,734,940 |  |  | 14,395,596 | - |
| Tata Consultancy Services Ltd. | 955,032 | 52,182,033 | 50,891,785 |  |  |  |  |
| Titan Industries Ltd. | 341,286 | 11,920,874 | 14,503,620 | Saudi Arabia (01 \%) |  |  |  |
| Varun Beverages Ltd. | 45,222 | 781,078 | 979,876 | Arab National Bank | 81,643 | 865,034 | 942,281 |
| Vedanta Ltd. | 178,997 | 915,859 | 904,301 | Banque Saudi Fransi SJSC | 90,891 | 1,415,253 | 1,328,863 |
|  |  | 381,242,880 | 396,768,304 | ETIHAD ETISALAT CO | 19,691 | 267,278 | 245,558 |
|  |  |  |  | Riyad Bank SJSC | 278,012 | 2,734,499 | 3,183,641 |
| Indonesia (1.6\%) |  |  |  | Sahara International Petrochemical Company | 307,778 | 4,840,917 | 3,762,797 |
| AKR Corporindo Tbk PT | 3,691,200 | 387,605 | 450,786 | Saudi Arabian Mining Co SJSC | 196,696 | 4,747,596 | 4,582,824 |
| Bank Mandiri (Persero) TBK PT | 24,514,000 | 19,778,680 | 21,223,618 | Saudi Arabian Oil Co. | 364,723 | 4,751,190 | 4,216,009 |
| Bank Pembangunan Daerah Jawa Barat Dan Banten | 2,938,600 | 344,627 | 344,776 | Saudi Automotive Services Company (SASCO) | 14,411 | 169,853 | 168,919 |
| Tbk PT | 2,93,600 | 344,627 | 344,76 | THE SAUDI NAT BANK | 20,476 | 431,862 | 373,841 |
|  |  |  |  |  |  | 20,223,482 | 18,804,733 |



## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of shares | Average Cost <br> Cost | Fair Value $\$$ |
| :---: | :---: | :---: | :---: |
| Sea Limited, ADR | 132,404 | 20,761,548 | 9,326,990 |
| Southern Copper Corp. | 7,400 | 575,310 | 605,039 |
| Yum China Holdings Inc. | 572,529 | 40,019,639 | 42,361,784 |
| ZTO Express (Cayman) Inc, ADR | 39,300 | 1,443,001 | 1,429,706 |
|  |  | 78,575,884 | 68,461,883 |
| Total International Equities |  | 1,944,679,910 | 1,896,056,442 |
| Total Investments (98.2\%) |  | 1,944,679,910 * | 1,896,056,442 |
| Margin Deposited on Futures Contracts (0.0\%) |  |  | 1,963 |
| Cash and Other Net Assets (1.8\%) |  |  | 33,906,315 |
| Net Assets (100\%) |  |  | 1,929,964,720 |

*Average cost of Investments as of December 31, 2021 is $\$ 1,809,204,751$.

## NBI Sustainable Global Equity Fund

Financial Statements

| Statements of Financial Position |  |  |  | Statements of Comprehensive Income for the Years Ended December 31 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  | (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |  | Note | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Assets |  |  |  | Income | 2 |  |  |
| Current assets |  |  |  | Dividends income |  | 437 | 1 |
| Investments | 5 | 157,029 | 347 | Changes in fair value |  |  |  |
| Subscriptions receivable |  | 72 | 3 | Net realized gains (losses) on sale of investments |  | (12) | 3 |
| Dividends receivable |  | 437 |  | Change in net unrealized appreciation/depreciation on |  |  |  |
| Other assets receivable |  | 24 | 1 | investments |  | $(4,113)$ | 23 |
| Total assets |  | 157,562 | 352 | Total income |  | $(3,688)$ | 27 |
| Liabilities |  |  |  | Expenses | 8 |  |  |
| Current liabilities |  |  |  | Management fees |  | 363 | 2 |
| Bank overdraft |  | 730 | 7 | Directors' fees of independent review committee |  | 2 | 2 |
| Redeemed units payable |  | 210 | - | Fixed-administration fees |  | 238 | - |
| Investments payable |  | - | 6 | Fees paid by the manager |  | (787) | (3) |
|  |  |  |  | Transaction costs on purchase and sale of investments | 8 | 36 | $-$ |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 940 | 13 | Total expenses |  | (148) | 1 |
| Net assets attributable to holders of redeemable units |  | 156,622 | 339 | Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,540)$ | 26 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 343 | 40 | Advisor Series |  |  |  |
| Series F |  | 1,773 | 198 | Series F |  | (25) | 22 |
| Series N |  | 146,098 |  | Series N |  | $(3,697)$ | 2 |
| Series 0 |  | 1,556 | 1 | Series NR |  | (51) |  |
|  |  | 6,852 | 101 | Series 0 |  | 189 | 4 |
|  |  | 156,622 | 339 |  |  | $(3,540)$ | 26 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  | Average number of units | 2 |  |  |
| Advisor Series |  | 8.82 | 11.18 | Advisor Series |  | 25,291 | 728 |
| Series F |  | 9.03 | 11.32 | Series F |  | 80,805 12.737887 | 15,921 |
| Series N |  | 8.45 | - | Series N |  | 12,737,887 | - |
| Series NR |  | 8.03 | ${ }^{-}$ | Series O |  | 254,347 | 4,206 |
| Series 0 |  | 9.08 | 11.27 | Series 0 |  | 254,347 | 4,206 |
| Approved on behalf of the board of directors of National Bank |  |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investments Inc. |  |  |  | Advisor Series |  | 1.72 | 1.00 |
| Eric-Olivier Savoie |  |  |  | Series F |  | (0.31) | 1.35 |
| President and Chief Executive Officer |  |  |  | Series $N$ |  | (0.29) | . |
| The Giang Diep |  |  |  | Series NR |  | (0.34) | - |
| Director |  |  |  | Series 0 |  | 0.74 | 1.08 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Advisor Series |  | Series F |  | Series N <br> 2022 <br> (347 days) | $\begin{gathered} \text { Series NR } \\ \hline 2022 \\ \text { (347 days) } \end{gathered}$ | Series 0 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \end{array}$ |  |  | 2022 | $\begin{array}{r} 2021 \\ (197 \text { days }) \\ \hline \end{array}$ |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 40 | . | 198 | . | . | . | 101 | - |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 44 | - | (25) | 22 | $(3,697)$ | (51) | 189 | 4 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 963 | 40 | 4,471 | 176 | 167,144 | 2,060 | 6,983 | 145 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  | 648 | 30 | 1 | 1 |
| Redemption of redeemable units |  | (704) | - | $(2,871)$ | - | $(17,347)$ | (408) | (421) | (48) |
| Total redeemable units transactions |  | 259 | 40 | 1,600 | 176 | 150,445 | 1,682 | 6,563 | 98 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | - | - | 650 | 8 | 1 | - |
| Net realized gain |  |  |  |  | - |  |  |  | 1 |
| Return of capital |  | - | - | - | - | . | 67 | - | - |
| Total distributions to investors |  | - | - | - | - | 650 | 75 | 1 | 1 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 303 | 40 | 1,575 | 198 | 146,098 | 1,556 | 6,751 | 101 |
| Net assets attributable to holders of redeemable units, end of the year |  | 343 | 40 | 1,773 | 198 | 146,098 | 1,556 | 6,852 | 101 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 3,601 | - | 17,464 | - | - | - | 8,997 | - |
| Redeemable units issued |  | 114,465 | 3,585 | 500,317 | 17,428 | 19,295,050 | 240,944 | 792,961 | 13,207 |
| Redeemable units issued on reinvestments |  |  | 16 |  | 36 | 76,363 | 3,668 | 143 | 88 |
| Redeemable units redeemed |  | $(79,154)$ | . | $(321,547)$ | . | $(2,079,976)$ | $(50,751)$ | $(47,453)$ | $(4,298)$ |
| Redeemable units outstanding, end of the year |  | 38,912 | 3,601 | 196,234 | 17,464 | 17,291,437 | 193,861 | 754,648 | 8,997 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

|  | Note | 2022 | $\begin{array}{r} 2021 \\ \text { (197 days) } \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: |
|  |  |  |  |
|  |  |  |  |
| Cash flows from (used in) operating activities |  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units | 2 | $(3,540)$ | 26 |
| Adjustments for: |  |  |  |
| Net realized (gains) losses on sale of investments |  | 12 | (3) |
| Change in net unrealized appreciation/depreciation on investments |  | 4,113 | (23) |
| Purchases of investments |  | $(161,493)$ | (361) |
| Proceeds from sale and maturity of investments |  | 680 | 46 |
| Dividends receivable |  | (436) | (1) |
| Other assets receivable |  | (23) | (1) |
| Net cash from (used in) operating activities |  | $(160,687)$ | (317) |
| Cash flows from (used in) financing activities | 2 |  |  |
| Distributions paid to holders of redeemable units, net of |  |  |  |
| Proceeds from issuances of redeemable units |  | 181,552 | 358 |
| Amounts paid on redemption of redeemable units |  | $(21,541)$ | (48) |
| Net cash from (used in) financing activities |  | 159,964 | 310 |
| Net increase (decrease) for the year |  | (723) | (7) |
| Cash (bank overdratt), beginning of the year |  | (7) |  |
| Cash (bank overdraft), end of the year |  | (730) | (7) |
| Included in cash flows from operating activities |  |  |  |
| Dividends received, net of withholding taxes |  | 1 | - |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Sustainable Global Equity Fund's investment objective is to provide long-term capital growth. The Fund invests, directly or through investments in securities of other mutual funds, in a portfolio composed mainly of equity securities of companies located around the world.
The portfolio's sub-advisor conducts a fundamental investment approach. The portfolio's sub-advisor analyzes companies whose sales are generated by products and services that demonstrate positive contributions towards the United Nation's Sustainable Development Goals in terms of economic prosperity, environmental sustainability and social inclusion.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | June 28, 2021 | A | A | 1.65 | 0.20 |
| Series F | June 28, 2021 | A | A | 0.65 | 0.20 |
| Series N | January 18, 2022 | A | A | 0.30 | 0.20 |
| Series NR | January 18, 2022 | M | A | 0.30 | 0.20 |
| Series 0 | June 28, 2021 | A | A |  | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Structured Entities (Note 2)

(in thousands Canadian dollars)

Exchange Traded Fund

| 2022 |
| ---: |
| $\$$ |
| 157,029 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 19-month (7-month in 2021) historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | (0.3) | (2.2) |
| Exchange Traded Funds | 100.3 | 102.2 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 157,029,166 | - | - | 157,029,166 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 |  | Level 1 | Level 2 |  | Level 3 |
| :--- | :---: | :---: | :---: | :---: | :---: |$\quad$| Total |
| :--- |
|  |
| Exchange traded funds |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, | December 31, |
| :--- | ---: | ---: |
|  | 2022 | 2021 |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 36 | - |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |  |
| :--- | ---: | :--- | ---: | ---: | ---: |
|  | Units | - |  | Units | $\%$ |
|  | - | - | 101 | 3 |  |
| Advisor Series | - | - | 14,831 | 85 |  |
| Series F | 101 | - | 101 | 1 |  |

Losses (Note 9)
(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (100.3\%) |  |  |  |
| NBI Sustainable Global Equity ETF | 4,855,571 | 161,119,410 | 157,029,166 |
| Total Investments (100.3\%) |  | 161,119,410 * | 157,029,166 |
| Cash and Other Net Assets (-0.3\%) |  |  | $(407,523)$ |
| Net Assets (100\%) |  |  | 156,621,643 |
| *Average cost of Investments as of December 31, 2021 is $\$ 323,807$. |  |  |  |

## NBI Resource Fund

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 56,300 | 52,313 |
| Unrealized appreciation on foreign exchange contracts |  | - | 6 |
| Cash |  | 2,219 | 1,281 |
| Subscriptions receivable |  | 8 | 1 |
| Proceeds from sale of investments receivable |  | 484 | - |
| Dividends receivable |  | 221 | 176 |
| Total assets |  | 59,232 | 53,777 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 23 | 18 |
| Accrued expenses |  | 90 | 108 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 59,119 | 53,651 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 40,860 | 51,757 |
| Series F |  | 18,259 | 1,894 |
|  |  | 59,119 | 53,651 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 44.21 | 38.96 |
| Series F |  | 14.34 | 12.48 |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 51,757 | 47,937 | 1,894 | 882 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 8,334 | 11,091 | $(1,057)$ | 316 |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  | 2,765 | 913 | 18,992 | 1,024 |
| Reinvestments of distributions to holders of redeemable units |  |  | 3 | 3 | 1 |
| Redemption of redeemable units |  | $(21,996)$ | $(8,184)$ | $(1,570)$ | (328) |
| Total redeemable units transactions |  | $(19,231)$ | $(7,268)$ | 17,425 | 697 |
| Distributions to investors | 2 |  |  |  |  |
| Management fees rebate |  | - | 3 | 3 | 1 |
| Total distributions to investors |  |  | 3 | 3 | 1 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(10,897)$ | 3,820 | 16,365 | 1,012 |
| Net assets attributable to holders of redeemable units, end of the year |  | 40,860 | 51,757 | 18,259 | 1,894 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,328,551 | 1,533,782 | 151,809 | 89,338 |
| Redeemable units issued |  | 60,260 | 26,075 | 1,231,235 | 90,820 |
| Redeemable units issued on reinvestments |  | 8 | 81 | 213 | 59 |
| Redeemable units redeemed |  | $(464,560)$ | $(231,387)$ | $(110,292)$ | $(28,408)$ |
| Redeemable units outstanding, end of the year |  | 924,259 | 1,328,551 | 1,272,965 | 151,809 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Resource Fund aims to achieve capital growth primarily by investing in equities of Canadian natural resource companies and companies that support resource companies.
The portfolio manager analyzes stocks from companies that engage in natural resource activities, such as mining, oil and gas, energy, forest products, water resources and fishing, and companies that support those industries. The portfolio manager uses a combination of growth and value styles and a mix of investment strategies to select investments for the Fund. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | November 10, 1989 | A | A | 1.75 | 0.23 |
| Advisor Series | June 12, 2009 | A | A | 1.75 | 0.23 |
| Series F | May 21, 2014 | A | A | 0.75 | 0.23 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value $\qquad$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit |
| Investor/Advisor Series | 44.21 | - | 44.21 |
| Series F | 14.34 | - | 14.34 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 38.96 | - | 38.96 |
| Series F | 12.48 | - | 12.48 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral


Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 4 | 100 | 6 | 100 |  |
| 2 | 50 | 3 | 50 |  |
|  |  |  |  |  |
| 2 | 50 | 3 | 50 |  |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | - |  | 139,567 | 0.3 |
| Australian Dollar |  |  | 907 |  |
| Pound Sterling |  |  | 371 |  |
| South African Rand |  | - | 122 |  |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately 7,045 \$ as at December 31, 2021.

| Price Risk (Note 5) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| S\&P/TSX Energy Index TR (50\%) |  |  |  |  |  |
| S\&P/TSX Materials Index TR (50\%) |  | 5,687,221 | $9.6 \pm$ | 5,306,102 | 9.9 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  |  |  |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Weighting by Sector | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | $\%$ | $\%$ |
| Cash, Money Market and Other Net Assets | 4.8 | 2.5 |
| Energy | 44.8 | 48.8 |
| Financials | 2.4 | - |
| Materials | 48.0 | 48.7 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 56,299,592 | - | - | 56,299,592 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Common shares | 52,313,366 | - | - | 52,313,366 |
| Derivatives assets | - | 1,172,761 | - | 1,172,761 |
| Derivatives liabilities | - | $(1,166,794)$ | - | $(1,166,794)$ |
| Total derivatives instruments | - | 5,967 | - | 5,967 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 129 | 61 |
| Soft Dollars | 8 | 4 |
|  | 10 | 14 |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Capital Losses | 21,933 | 25,578 |
| Non-capital Losses | 461 | 635 |
| Maximum Due Date | 2032 | 2032 |

Schedule of Investments as at December 31,2022
(in Canadian dollars)
$\left.\begin{array}{lrrrrr} & \begin{array}{r}\text { Number } \\ \text { of shares }\end{array} & & \begin{array}{r}\text { Average } \\ \text { Cost }\end{array} & \begin{array}{r}\text { Fair } \\ \text { Value }\end{array} \\ & & & & & \\ \text { Equities (95.2\%) }\end{array}\right)$
*Average cost of Investments as of December 31, 2021 is $\$ 41,590,575$.

## Financial Statements

| Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | $\begin{array}{r}\begin{array}{r}\text { December 31, } \\ 2022\end{array} \\ \hline \$\end{array}$ | December 31, 2021 |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 22,445 | 26,656 |
| Unrealized appreciation on foreign exchange contracts |  |  | 4 |
| Cash |  | 1,702 | 603 |
| Subscriptions receivable |  | 4 |  |
| Dividends receivable |  | 7 | 6 |
| Total assets |  | 24,158 | 27,269 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 2 | 46 |
| Accrued expenses |  | 37 | 56 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 24,119 | $\underline{ }$ 27,167 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 16,711 | 27,149 |
| Series F |  | 7,408 | 18 |
|  |  | 24,119 | $\underline{27,167}$ |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series Series F |  | $\begin{array}{r} 17.19 \\ 8.88 \end{array}$ | 18.49 9.43 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor/Advisor Series |  | Series F |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ (192 \text { days) } \end{array}$ |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 27,149 | 35,346 | 18 |  |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (420) | $(4,265)$ | $(1,380)$ | (1) |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued Redemption of redeemable units |  | $\begin{gathered} 1,516 \\ (11,534) \end{gathered}$ | $\begin{gathered} 3,321 \\ (7,253) \\ \hline \end{gathered}$ | $\begin{gathered} 9,299 \\ (529) \\ \hline \end{gathered}$ | 19 |
| Total redeemable units transactions |  | $(10,018)$ | $(3,932)$ | 8,770 | 19 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(10,438)$ | $(8,197)$ | 7,390 | 18 |
| Net assets attributable to holders of redeemable units, end of the year |  | 16,711 | 27,149 | 7,408 | 18 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,468,619 | 1,664,683 | 1,869 | - |
| Redeemable units issued |  | 83,545 | 170,908 | 895,055 | 1,869 |
| Redeemable units redeemed |  | $(579,884)$ | $(366,972)$ | $(62,432)$ | - |
| Redeemable units outstanding, end of the year |  | 972,280 | 1,468,619 | 834,492 | 1,869 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(1,800)$ | $(4,266)$ |
|  | (244) | $(2,262)$ |
|  | (31) | (2) |
|  | 66 | (18) |
|  | 1,943 | 6,339 |
|  | (3) | 2 |
|  | 4 | (3) |
|  | $(3,130)$ | $(8,383)$ |
|  | 5,576 | 12,752 |
|  | (1) | (1) |
|  | (19) | (18) |
|  | 2,361 | 4,140 |
| 2 |  |  |
|  | $\begin{array}{r} 10,811 \\ (12,107) \end{array}$ | $\begin{gathered} 3,348 \\ (7,219) \\ \hline \end{gathered}$ |
|  | $(1,296)$ | $(3,871)$ |
|  | 31 | 2 |
|  | 3 | (2) |
|  | 1,065 | 269 |
|  | 603 | 334 |
|  | 1,702 | 603 |
|  | 5 | - |
|  | 452 | 393 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Precious Metals Fund aims to achieve long-term growth through investment primarily in securities of companies or securities whose value is dependent upon the value of gold, silver, platinum and palladium ("Precious Metals") or strategic metals (such as rhodium, titanium, chromium, cobalt and iridium) or strategic minerals or diamonds.

The portfolio manager analyzes Canadian and foreign companies engaged in the exploration for, or the mining, production or distribution of Precious Metals. The portfolio manager may also invest directly in Precious Metals by buying bullion, coins or certificates and other evidences of purchase. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's net assets.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Annual } \\ \text { Management } \\ \text { Fees } \\ \text { (Maximum) } \\ \text { (Note 8) } \\ \hline \end{array}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | July 27, 1994 | A | A | 1.75 | 0.23 |
| Advisor Series | June 12, 2009 | A | A | 1.75 | 0.23 |
| Series F | June 22, 2021 | A | A | 0.75 | 0.23 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral


## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 20 | 100 |  | 106 | 100 |
| 10 | 50 | 53 | 50 |  |
| 10 | 50 | 53 | 50 |  |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | - | - | 141,744 | 0.5 |
| Australian Dollar | - | - | 3,404 | - |
| Pound Sterling | - | - | 995 | - |
| South African Rand | - | - | 745 | - |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately 7,344 \$ as at December 31, 2021.

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| S\&P/TSX Global Gold Index (85\%) |  |  |  |  |
| S\&P /TSX Composite Silver Total Return |  |  |  |  |
| (15\%) $\pm$ | 2,170,729 | $9.0 \pm$ | 2,442,338 | 9.0 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 6.9 | 1.9 |
| Materials | 93.1 | 98.1 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 22,445,246 | - | - | 22,445,246 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 26,656,087 | - | - | 26,656,087 |
| Derivatives assets | - | 813,604 | - | 813,604 |
| Derivatives liabilities | - | $(809,483)$ | - | $(809,483)$ |
| Total derivatives instruments | - | 4,121 | - | 4,121 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 13 | 38 |
| Related Entities | - | 4 |
| Soft Dollars | 5 | 3 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |
| Series F | - | - | 100 | 5 |

Losses (Note 9)
(in thousands Canadian dollars)


Schedule of Investments as at December 31,2022
(in Canadian dollars)

|  | Number of shares | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \\ \hline \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Equities (93.1\%) |  |  |  |
| Metals And Mining (93.1\%) |  |  |  |
| Agnico-Eagle Mines Ltd. | 41,844 | 2,331,014 | 2,944,144 |
| Alamos Gold Inc., Class A | 29,496 | 341,602 | 403,800 |
| B2Gold Corp. | 10,375 | 51,552 | 49,904 |
| Barrick Gold Corp. | 145,458 | 3,047,177 | 3,376,080 |
| Franco-Nevada Corp. | 21,934 | 2,749,469 | 4,048,358 |
| K92 Mining Inc. | 107,721 | 204,702 | 826,220 |
| Kinross Gold Corp. | 314,998 | 2,531,366 | 1,738,789 |
| Lundin Gold Inc. | 34,210 | 352,126 | 452,598 |
| MAG Silver Corp. | 65,092 | 1,406,695 | 1,376,696 |
| Marathon Gold Corp. | 354,678 | 564,152 | 375,959 |
| Orla Mining Ltd | 45,390 | 136,401 | 248,737 |
| Osisko Mining Inc. | 37,957 | 149,778 | 132,850 |
| Pan American Silver Corp. | 33,534 | 1,043,538 | 741,101 |
| SilverCrest Metals Inc. | 52,988 | 514,043 | 429,203 |
| SSR Mining Inc. | 11,497 | 255,879 | 243,621 |
| Wesdome Gold Mines Ltd. | 55,996 | 536,745 | 418,850 |
| Wheaton Precious Metals Corp. | 64,758 | 3,185,953 | 3,425,698 |
| Yamana Gold Inc. | 161,255 | 970,168 | 1,212,638 |
|  |  | 20,372,360 | 22,445,246 |
| Total Investments (93.1\%) |  | 20,372,360 * | 22,445,246 |
| Cash and Other Net Assets (6.9\%) |  |  | 1,673,961 |
| Net Assets (100\%) |  |  | 24,119,207 |

*Average cost of Investments as of December 31, 2021 is $\$ 22,639,877$.

## NBI Innovators Fund

## (formerly NBI Science and Technology Fund)

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 124,077 | 164,104 |
| Cash |  | 14,239 | 1,371 |
| Subscriptions receivable |  | 19 | 82 |
| Dividends receivable |  | 41 | 98 |
| Total assets |  | 138,376 | 165,655 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 208 | 168 |
| Accrued expenses |  | 219 | 305 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 137,949 | 165,182 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor/Advisor Series |  | 94,175 | 160,830 |
| Series F |  | 43,774 | 4,352 |
|  |  | 137,949 | 165,182 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor/Advisor Series |  | 47.56 | 54.62 |
| Series F |  | 10.57 | 12.00 |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units

## Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(21,099)$ | 20,843 |
|  | $(17,318)$ | $(13,064)$ |
|  | (42) | 2 |
|  | (2) | (37) |
|  | 37,623 | $(6,869)$ |
|  | 102 | 4 |
|  | $(292,328)$ | $(126,573)$ |
|  | 312,052 | 125,775 |
|  | 57 | (67) |
|  | (86) | 32 |
|  | 18,959 | 46 |
| 2 |  |  |
|  | $52,062$ <br> $(58,093)$ | $30,821$ $(34,846)$ |
|  | $(6,031)$ | $(4,025)$ |
|  | 42 | (2) |
|  | (102) | (4) |
|  | 12,928 | $(3,979)$ |
|  | 1,371 | 5,356 |
|  | 14,239 | 1,371 |
|  | 2 | 2 |
|  | 2,070 | 4,112 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Innovators Fund aims to aggressively seek capital appreciation for investors over the long term (greater than five years) primarily by investing in global companies whose activities are partially focused on scientific and technological research.
The portfolio sub-advisor uses a bottom-up investment approach to identify high conviction ideas with strong fundamentals at reasonably attractive valuations. The portfolio sub-advisor identifies companies operated by skilled management teams who drive innovation and deliver differentiated products and services by effectively deploying capital into research and development (R\&D) and capital expenditures.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net <br> Income <br> (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | August 3, 1995 | A | A | 1.75 | 0.24 |
| Advisor Series | June 12, 2009 | A | A | 1.75 | 0.24 |
| Series F | December 3, 2020 | A | A | 0.75 | 0.24 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asse Per Uni |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 47.57 | (0.01) | 47.56 |
| Series F | 10.57 | - | 10.57 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor/Advisor Series | 54.61 | 0.01 | 54.62 |
| Series F | 12.00 |  | 12.00 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund Net Income Received by

Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 34 | 100 | - | - |  |
| 17 | 50 | - | - |  |
| 17 | 50 | - | - |  |



## Price Risk (Note 5)

| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ |  |
| Morningstar U.S. Large-Mid Index (100\%) CA Londres 11:00 | 11,753,256 | $8.5 \pm$ | 15,378,415 | 9.3 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Weighting by Sector | Percentage of Net Assets as at |  |  |
| :---: | :---: | :---: | :---: |
|  |  | December 31, 2022 | December 31, 2021 |
|  |  | \% | \% |
| Cash, Money Market and Other Net Assets |  | 10.1 | 0.7 |
| Communication Services |  | 9.7 | 9.2 |
| Consumer Discretionary |  | 9.9 | - |
| Consumer Staples |  | 1.9 | - |
| Energy |  | 2.8 | - |
| Financials |  | 7.9 | - |
| Health Care |  | 16.6 | 20.3 |
| Industrials |  | 11.8 | - |
| Information Technology |  | 25.7 | 69.8 |
| Materials |  | 1.5 | - |
| Utilities |  | 2.1 | - |
| Fair Value of Financial Instruments Table (Note 5) |  |  |  |
| December 31, 2022 Level 1 | Level 2 | Level 3 | Total |
| \$ | \$ | \$ | \$ |
| Common shares 124,076,606 | - | - | 124,076,606 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 164,103,982 | - | - | 164,103,982 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions
Related Entities

| December 31, | December 31, <br> 2022 <br>  |
| ---: | ---: |
| 61 | $\$ 1$ |
| 2 | 1 |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, | December 31, |
| :--- | ---: | ---: |
|  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | $\mathbf{\$}$ | $\mathbf{\$}$ |
| Capital Losses | 201,175 | 209,089 |
| Non-capital Losses | 1,990 | 1,990 |
| Maximum Due Date | 2026 | 2026 |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |


| International Equities (89.9\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| China (1.4\%) |  |  |  |
| JD.com Inc., ADR | 24,865 | 1,998,056 | 1,889,601 |
| Ireland (3.2\%) |  |  |  |
| Horizon Therapeutics | 16,883 | 2,270,626 | 2,600,085 |
| Trane Technologies PLC | 8,156 | 1,952,202 | 1,856,118 |
|  |  | 4,222,828 | 4,456,203 |
| Netherlands (1.6\%) |  |  |  |
| ASML Holding N.V. | 2,937 | 2,397,858 | 2,172,707 |
| Taiwan (2.6\%) |  |  |  |
| Taiwan Semiconductor Manufacturing Co. Ltd., ADR | 36,069 | 3,992,059 | 3,637,631 |
| United States (81.1\%) |  |  |  |
| Activision Blizzard Inc. | 17,651 | 1,855,300 | 1,829,368 |
| Advanced Micro Devices | 14,581 | 1,465,779 | 1,278,639 |
| Alphabet Inc., Class A | 28,394 | 3,858,110 | 3,391,794 |
| Amazon.com Inc. | 52,184 | 6,531,346 | 5,934,761 |
| Anthem Inc. | 3,070 | 2,176,486 | 2,133,351 |
| Apple Inc. | 19,185 | 213,456 | 3,374,876 |
| Applied Materials Inc. | 13,813 | 1,993,449 | 1,821,144 |
| Block Inc., Class A | 21,528 | 1,880,452 | 1,831,874 |
| Bumble Inc. | 54,486 | 1,846,007 | 1,552,829 |
| Chipotle Mexican Grill Inc. | 767 | 1,638,746 | 1,439,840 |
| DexCom Inc. | 13,115 | 2,089,557 | 2,010,735 |
| Dynatrace Inc. | 29,993 | 1,530,314 | 1,555,268 |
| Eli Lilly \& Co. | 6,912 | 3,468,447 | 3,423,588 |
| Estée Lauder Co. Inc., Class A | 7,674 | 2,460,770 | 2,578,859 |
| HashiCorp Inc. | 48,347 | 1,750,967 | 1,787,631 |
| Honeywell International Inc. | 14,581 | 4,284,769 | 4,230,543 |
| Humana Inc. | 4,604 | 3,422,070 | 3,192,662 |
| Illumina Inc. | 4,604 | 1,325,804 | 1,259,636 |
| Intuitive Surgical Inc. | 6,492 | 2,375,507 | 2,332,299 |
| L3Harris Technologies Inc. | 11,496 | 3,503,566 | 3,241,760 |
| MarketAxess Holdings Inc. | 5,372 | 2,073,262 | 2,028,409 |
| Marriott International Inc., Class A | 12,227 | 2,707,454 | 2,464,249 |
| MasterCard Inc., Class A | 9,209 | 4,456,187 | 4,335,645 |
| Meta Platforms, Inc., Class A | 23,770 | 3,756,522 | 3,872,806 |
| Microsoft Corp. | 23,022 | 4,211,383 | 7,475,066 |
| Netflix Inc. | 6,907 | 2,970,490 | 2,757,537 |
| NextEra Energy Inc. | 26,092 | 3,022,184 | 2,952,544 |
| Nike Inc., Class B | 12,279 | 1,834,164 | 1,945,403 |
| Oshkosh Truck Corp. | 13,046 | 1,556,580 | 1,556,638 |
| Ovintiv Inc. | 25,869 | 1,816,603 | 1,776,069 |
| Palo Alto Networks Inc. | 6,139 | 1,419,827 | 1,159,800 |
| PPG Industries Inc. | 12,279 | 2,245,250 | 2,090,369 |
| Progressive Corp. | 15,348 | 2,735,238 | 2,695,537 |
| S\&P Global Inc. | 8,442 | 4,024,328 | 3,827,895 |
| Schlumberger Ltd. | 29,162 | 2,068,436 | 2,111,126 |
| Seagen Inc | 4,568 | 820,227 | 794,785 |
| ServiceNow Inc. | 4,604 | 2,464,612 | 2,421,970 |
| Stryker Corp. | 11,511 | 3,762,955 | 3,810,314 |
| Truist Financial Corp. | 40,673 | 2,374,246 | 2,369,541 |
| Uber Technologies Inc. | 89,020 | 3,409,783 | 2,980,563 |
| Unity Software Inc. | 23,790 | 1,265,311 | 920,863 |
| Veeva Systems Inc. | 6,139 | 1,444,400 | 1,341,325 |
| Verisk Analytics Inc. | 9,976 | 2,478,035 | 2,380,657 |
| Wolispeed Inc. | 17,651 | 1,984,041 | 1,649,896 |
|  |  | 110,572,420 | 111,920,464 |
| Total International Equities |  | 123,183,221 | 124,076,606 |
| Total Investments (89.9\%) |  | 123,183,221 * | 124,076,606 |
| Cash and Other Net Assets (10.1\%) |  |  | 13,872,413 |
| Net Assets (100\%) |  |  | 137,949,019 |

*Average cost of Investments as of December 31, 2021 is $\$ 125,587,847$.

## Financial Statements

| Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts) |  |  | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ | Statements of Comprehensive Income for the Years Ended December 31 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | (in thousands Canadian dollars, except per unit amounts) |  |  | 2021 |
|  | Note | December 31, 2022 |  |  | Note | 2022 |  |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Assets |  |  |  | Income | 2 |  |  |
| Current assets |  |  |  | Interest income for distribution purposes |  | 2,428 | 1,797 |
| Investments | 5 | 249,179 | 63,703 | Income from securities lending |  | 6 | 1 |
| Cash |  |  | 134 | Changes in fair value |  |  |  |
| Subscriptions receivable |  | 1 |  | Net realized gains (losses) on sale of investments |  | $(1,407)$ | 69 |
| Proceeds from sale of investments receivable |  | 2,153 | 2,579 | Change in net unrealized appreciation/depreciation on |  |  |  |
| Interest receivable |  | 1,606 | 334 | investments |  | $(10,660)$ | $(3,357)$ |
| Total assets |  | 252,939 | 66,750 | Total income |  | $(9,633)$ | $(1,490)$ |
| Liabilities |  |  |  | Expenses | 8 |  |  |
| Current liabilities |  |  |  | Management fees |  | 15 |  |
| Bank overdraft |  | 83 | - | Directors' fees of independent review committee |  | 2 | 2 |
| Investments payable |  | 2,040 | 1,622 | Fixed-administration fees |  | 17 | 15 |
| Accrued expenses |  | 15 | 1 | Fees paid by the manager |  | (2) | (2) |
|  |  |  |  | Transaction costs on purchase and sale of investments | 8 | 5 | 1 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 2,138 | 1,623 | Total expenses |  | 37 | 16 |
| Net assets attributable to holders of redeemable units |  | 250,801 | 65,127 | Increase (decrease) in net assets attributable to holders of redeemable units |  | $(9,670)$ | $(1,506)$ |
| Net assets attributable to holders of redeemable units per series <br> Series 0 | 2 |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Series PW |  | $\begin{array}{r} 58,305 \\ 192,496 \\ \hline \end{array}$ | $\begin{array}{r} 65,126 \\ \hline \end{array}$ | Series 0 <br> Series PW |  | $\begin{aligned} & (7,255) \\ & (2,415) \end{aligned}$ | $(1,506)$ |
|  |  | 250,801 | 65,127 |  |  | $(9,670)$ | $\stackrel{(1,506)}{ }$ |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  | Average number of units | 2 |  |  |
|  |  | 6.99 | 8.12 | Series O |  | 8,064,051 | 7,760,081 |
| Series PW |  | 7.49 | 8.45 | Series PW |  | 2,119,995 | 142 |
| Approved on behalf of the board of directors of National Bank |  |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Éric-Olivier Savoie |  |  |  | Series O |  | (0.90) | (0.19) |
| President and Chief Executive Officer |  |  |  | Series PW |  | (1.14) | (0.21) |
| The Giang Diep |  |  |  |  |  |  |  |
| Director |  |  |  |  |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series
Series O
Series PW
$\begin{array}{ll}(0.90) & (0.19 \\ (1.14) & (0.21\end{array}$

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Series 0 |  | Series PW |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ |
|  |  | 65,126 | 65,693 | 1 | 1 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(7,255)$ | $(1,506)$ | $(2,415)$ | - |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  | 846 | 1,095 | 294,930 | - |
| Reinvestments of distributions to holders of redeemable |  |  |  |  |  |
| units <br> Redemption of redeemable units |  | $\begin{gathered} 1,870 \\ (412) \\ \hline \end{gathered}$ | $\begin{gathered} 1,876 \\ (157) \\ \hline \end{gathered}$ | $\begin{array}{r} 531 \\ (100,019) \\ \hline \end{array}$ |  |
| Total redeemable units transactions |  | 2,304 | 2,814 | 195,442 | - |
| Distributions to investors | 2 |  |  |  |  |
| Net investment income |  | 1,870 | 1,783 | 532 | - |
| Net realized gain |  |  | 92 |  | - |
| Total distributions to investors |  | 1,870 | 1,875 | 532 | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(6,821)$ | (567) | 192,495 | - |
| Net assets attributable to holders of redeemable units, end of the year |  | 58,305 | 65,126 | 192,496 | 1 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 8,021,052 | 7,675,980 | 146 | 142 |
| Redeemable units issued |  | 113,415 | 133,112 | 38,575,542 | - |
| Redeemable units issued on reinvestments |  | 267,503 | 230,981 | 70,949 | 4 |
| Redeemable units redeemed |  | $(55,603)$ | $(19,021)$ | (12,930,339) | - |
| Redeemable units outstanding, end of the year |  | 8,346,367 | 8,021,052 | 25,716,298 | 146 |

## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(9,670)$ | $(1,506)$ |
| 1,407 | (69) |
| 10,660 | 3,357 |
| $(218,494)$ | $(3,464,746)$ |
| 21,795 | 3,462,096 |
| $(1,272)$ | (16) |
| 14 |  |
| $(195,560)$ | (884) |
| (1) | 1 |
| 295,775 | 1,095 |
| $(100,431)$ | (157) |
| 195,343 | 939 |
| (217) | 55 |
| 134 | 79 |
| (83) | 134 |
| 1,156 | 1,781 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Bond Index Fund's investment objective is to generate income and long-term capital growth by replicating the performance of the Morningstar® Canada Liquid Bond Index, an index of Canadian government and corporate bonds.
The porffolio manager follows a passive investment strategy designed to replicate the performance of Morningstar® Canada Liquid Bond Index.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Series 0 | May 22, 2018 | A | A | - | 0.02 |
| Series PW | May 22, 2018 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit \$ | Net Asset Per Unit |
| Series 0 | 6.99 | - | 6.99 |
| Series PW | 7.49 | - | 7.49 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Series 0 | 8.12 |  | 8.12 |
| Series PW | 8.45 | - | 8.45 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

| December 31, 2022 | December 31 2021 |
| :---: | :---: |
| \$ | \$ |
| 10,717 | 7,709 |
| 10,931 | 7,863 |

Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income <br> Net Income Received by the Fund <br> Net Income Received by

Natcan Trust Company

Structured Entities (Note 2)

| December 31, 2022 |  |  | December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |  |
| 12 | 100 | 2 | 100 |  |  |
| 6 | 50 | 1 | 50 |  |  |
| 6 | 50 | 1 | 50 |  |  |

(in thousands Canadian dollars)

Exchange Traded Fund

Fair Value
December 31, December 31,

| 2022 | $\mathbf{2 0 2 1}$ |
| ---: | ---: |
|  | $\mathbf{\$}$ |
| 17,357 | 6,027 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

| Credit Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  |  | December 31, |
| Debt securities by Credit Rating | December 31, | 2022 |

If applicable, the counterparties to futures and OTC had a rating of at least A-1 or A.
The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ |  |
| From 1 year to 3 years | 28,623,299 | 16,732,521 |
| From 3 years to 5 years | 41,698,501 | 3,882,901 |
| From 5 years to 10 years | 114,658,124 | 16,860,392 |
| More than 10 years | 46,841,963 | 20,200,108 |
|  | 231,821,887 | 57,675,922 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 4,153,609$ (\$1,148,642 as at December 31, 2021).

Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |
| :--- | ---: | ---: |
|  |  | December 31, |
| Weighting by Sector | $\mathbf{2 0 2 2}$ | December 31, |
|  | $\%$ | $\mathbf{2 0 2 1}$ |
| Cash, Money Market and Other Net Assets | 0.6 | 2.2 |
| Corporate Bonds | 44.4 | 39.5 |
| Exchange Traded Funds | 6.9 | 9.3 |
| Federal Bonds | 25.9 | 25.8 |
| Municipal Bonds | 0.5 | 0.7 |
| Provincial Bonds | 21.7 | 22.5 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 47,114,129 | 184,707,758 | - | 231,821,887 |
| Exchange traded funds | 17,356,658 | - | - | 17,356,658 |
| Total investments | 64,470,787 | 184,707,758 | - | 249,178,545 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 16,821,595 | 40,854,327 | - | 57,675,922 |
| Exchange traded funds | 6,026,812 | - | - | 6,026,812 |
| Total investments | 22,848,407 | 40,854,327 | $\bullet$ | 63,702,734 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

| (in thousands Canadian dollars) | December 31, <br>  <br>  <br>  <br>  <br> Total Commissions | December 31, <br> 2022 |
| :--- | ---: | ---: |
| Related Entities | $\$$ | $\$$ |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 205 | - | 199 | - |
| Series PW | 146 | - | 146 | 100 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 | - | 1 | - |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, <br> 2022 <br>  <br> Capital Losses | December 31, <br> 2021 |
| :--- | ---: | ---: |
|  | 398 | $\$$ |


|  |  |  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |



## NBI Canadian Equity Index Fund

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | $\begin{array}{r}\text { December 31, } \\ 2022 \\ \hline \$\end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 197,680 | 196,850 |
| Cash |  | 430 | - |
| Subscriptions receivable |  | 25 | 39 |
| Proceeds from sale of investments receivable |  |  | 200 |
| Interest receivable |  | 9 | 9 |
| Dividends receivable |  | 467 | 402 |
| Total assets |  | 198,611 | 197,500 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | - | 46 |
| Redeemed units payable |  | 371 | 131 |
| Accrued expenses |  | 53 | 65 |
| Total liabilities (excluding net assets attributable to holdersof redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 198,187 | 197,258 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | 92,566 | 152,954 |
| Series F |  | 41,924 | - |
| Series 0 |  | 63,695 | 44,302 |
| Series PW |  | 2 | 2 |
|  |  | 198,187 | 197,258 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | 10.35 | 11.21 |
| Series F |  | 8.86 | - |
| Series 0 |  | 11.81 | 12.70 |
| Series PW |  | 11.21 | 12.11 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)| Income |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
|  | 2 号 |  |  |
| Interest income for distribution purposes |  | 112 | 30 |
| Dividends income |  | 5,937 | 1,705 |
| Income from securities lending |  | 9 | 3 |
| Other income |  | 1,912 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(1,118)$ | 267 |
| Net realized gains (losses) on foreign currencies |  |  | 3 |
| Net realized gains (losses) on forwards currency |  | 1 |  |
| Change in net unrealized appreciation/depreciation on investments |  | $(16,473)$ | 6,646 |
| Total income |  | $(9,620)$ | 8,654 |
| Expenses | 8 |  |  |
| Management fees |  | 457 | 99 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 226 | 58 |
| Fees paid by the manager |  | (2) | (2) |
| Transaction costs on purchase and sale of investments | 8 | 13 | 13 |
| Total expenses |  | 696 | 170 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(10,316)$ | 8,484 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(4,494)$ | 2,742 |
| Series F |  | $(2,993)$ | - |
| Series 0 |  | $(2,829)$ | 5,742 |
| Series PW |  | - | - |
|  |  | $(10,316)$ | 8,484 |
| Average number of units | 2 |  |  |
| Investor Series |  | 10,340,476 | 4,729,917 |
| Series F |  | 4,512,051 | - |
| Series 0 |  | 4,507,111 | 2,541,471 |
| Series PW |  | 178 | 174 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (0.44) | 0.58 |
| Series F |  | (0.66) | - |
| Series 0 |  | (0.63) | 2.26 |
| Series PW |  | (0.57) | 2.45 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor Series |  | $\begin{array}{r} \text { Series F } \\ 2022 \\ \text { (270 days) } \end{array}$ | Series 0 |  | Series PW |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (233 days) } \\ \hline \end{array}$ |  | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  |  | 152,954 | . | . | 44,302 | 13,202 | 2 | 2 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(4,494)$ | 2,742 | $(2,993)$ | $(2,829)$ | 5,742 | - | - |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 9,009 | 159,999 | 49,912 | 28,544 | 26,605 | - | - |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{gathered} 2,482 \\ (64,886) \end{gathered}$ | $\begin{array}{r} 294 \\ (9,783) \\ \hline \end{array}$ | $\begin{gathered} 1,020 \\ (4,967) \\ \hline \end{gathered}$ | $\begin{array}{r} 1,554 \\ (6,322) \\ \hline \end{array}$ | $\begin{array}{r} 691 \\ (1,247) \\ \hline \end{array}$ | - | - |
| Total redeemable units transactions |  | $(53,395)$ | 150,510 | 45,965 | 23,776 | 26,049 | - | - |
| Distributions to investors | 2 |  |  |  |  |  |  |  |
| Net investment income |  | 2,499 | 298 | 1,048 | 1,554 | 691 | - | - |
| Total distributions to investors |  | 2,499 | 298 | 1,048 | 1,554 | 691 | - | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(60,388)$ | 152,954 | 41,924 | 19,393 | 31,100 | - | - |
| Net assets attributable to holders of redeemable units, end of the year |  | 92,566 | 152,954 | 41,924 | 63,695 | 44,302 | 2 | 2 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 13,643,186 | - | - | 3,489,177 | 1,276,377 | 178 | 174 |
| Redeemable units issued |  | 821,858 | 14,497,833 | 5,165,310 | 2,282,284 | 2,262,278 | - | - |
| Redeemable units issued on reinvestments |  | 238,445 | 26,086 | 114,476 | 130,958 | 54,124 | 5 | 4 |
| Redeemable units redeemed |  | ( $5,763,817$ ) | $(880,733)$ | $(549,096)$ | $(510,171)$ | $(103,602)$ | - | - |
| Redeemable units outstanding, end of the year |  | 8,939,672 | 13,643,186 | 4,730,690 | 5,392,248 | 3,489,177 | 183 | 178 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(10,316)$ | 8,484 |
| 1,118 | (267) |
|  | (3) |
| (1) |  |
| 16,473 | $(6,646)$ |
| $(61,688)$ | ( 50,874 ) |
| 43,468 | 30,178 |
|  | (8) |
| (65) | (373) |
| (12) | 65 |$(19,444)$

Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

| (45) | (4) |
| :---: | :---: |
| 87,479 | 30,251 |
| $(75,935)$ | $(10,899)$ |
| 11,499 | 19,348 |
|  | 3 |
| 476 | (96) |
| (46) | 47 |
| 430 | (46) |
| 112 | 22 |
| 5,872 | 1,332 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Equity Index Fund's investment objective is to ensure long-term capital growth by replicating the performance of the Morningstar® Canada Index, an index of large Canadian companies in terms of market capitalization.
The portfolio manager follows a passive investment strategy designed to replicate the performance of Morningstar® Canada Index.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 12, 2021 | A | A | 0.30 | 0.13 |
| Series F | April 5, 2022 | A | A | 0.20 | 0.13 |
| Series 0 | May 22, 2018 | A | A |  | 0.02 |
| Series PW | May 22, 2018 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 10.35 | - | 10.35 |
| Series F | 8.86 | - | 8.86 |
| Series 0 | 11.81 | - | 11.81 |
| Series PW | 11.21 | - | 11.21 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 11.21 | - | 11.21 |
| Series 0 | 12.70 | - | 12.70 |
| Series PW | 12.11 | - | 12.11 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

| December 31, | December 31, <br> $\mathbf{2 0 2 2}$ |
| ---: | ---: |
| $\mathbf{\$}$ | $\mathbf{2 0 2 1}$ |
| $\mathbf{\$}, 247$ | 2,536 |
| 5,352 | 2,587 |

Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\%$ |
| 18 | 100 | 6 | 100 |
| 9 | 50 | 3 | 50 |
|  |  |  |  |
| 9 | 50 | 3 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
|  | $\mathbf{\$}$ |
| 2,486 | 2,888 |
| 1,966 | 331 |

Trust Unit
Exchange Traded Fund

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 78,673 | - | 120,975 | 0.1 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 3,934$ (\$ 6,049 as at December 31, 2021).

| Price Risk (Note 5) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| Morningstar Canada Index (100\%) |  | 11,375,962 | $5.7 \pm$ | 9,665,659 | 4.9 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  |  |  |
|  | Percentage of Net Assets as at |  |
| Weighting by Sector | December 31, | December 31, |
|  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| Cash, Money Market and Other Net Assets | $\%$ | $\%$ |
| Communication Services | 0.3 | 0.2 |
| Consumer Discretionary | 2.8 | 2.7 |
| Consumer Staples | 3.7 | 3.9 |
| Energy | 4.4 | 3.9 |
| Exchange Traded Funds | 19.0 | 13.9 |
| Financials | 1.0 | 0.2 |
| Health Care | 31.2 | 33.7 |
| Industrials | 0.3 | 0.6 |
| Information Technology | 13.6 | 12.5 |
| Materials | 5.9 | 11.2 |
| Real Estate | 12.4 | 11.6 |
| Utilities | 1.7 | 1.9 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 195,713,859 | - | - | 195,713,859 |
| Exchange traded funds | 1,965,709 | - | - | 1,965,709 |
| Total investments | 197,679,568 | - | - | 197,679,568 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 196,519,836 |  | - | 196,519,836 |
| Exchange traded funds | 330,520 |  | - | 330,520 |
| Total investments | 196,850,356 | - | - | 196,850,356 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 14 | 13 |
| Related Entities | 14 | 13 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 167 | - | 163 | - |
| Series PW | 183 | 100 | 178 | 100 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |
| Series 0 | 1 |  | 1 |  |

Losses (Note 9)
(in thousands Canadian dollars)

Capital Losses

| December 31, <br> 2022 | December 31, <br> $\mathbf{2 0 2 1}$ |
| ---: | ---: |
|  | $\$ \mathbf{\$}$ |
| 2,093 | 1,520 |


|  | Number of shares | Average <br> Cost | Fair Value |  | Number of shares | Average <br> Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Equities (98.7\%) |  |  |  | NuVista Energy Ltd. | 12,533 | 85,274 | 156,412 |
| Communication Services (2.8\%) |  |  |  | Obsidian Energy Ltd. | 5,683 | 51,999 | 51,033 |
| BCE Inc. | 21,838 | 1,368,716 | 1,299,143 | Paramount Resources Ltd., Class A | 5,574 | 114,448 | 159,639 |
| Cogeco Communications Inc. | 1,392 | 148,007 | 106,892 | Parex Resources Inc. | 7,933 | 195,947 | 159,850 |
| Quebecor Inc., Class B | 11,237 | 344,116 | 339,357 | Parkland Corp | 12,790 | 462,287 | 379,991 |
| Rogers Communications Inc., Class B | 25,432 | 1,547,935 | 1,611,626 | Pason Systems Inc. | 5,933 | 84,872 | 94,572 |
| Shaw Communications Inc., Class B | 32,542 | 1,142,850 | 1,269,463 | Pembina Pipeline Corporation | 40,273 | 1,707,910 | 1,850,947 |
| TELUS Corp. | 34,173 | 951,592 | 892,940 | Peyto Exploration \& Development Corp. | 12,484 | 116,887 | 173,153 |
|  |  | 5,503,216 | 5,519,421 | Pipestone Energy Corp. | 9,523 | 27,998 | 28,569 |
|  |  |  |  | PrairieSky Royalty Corp. | 15,423 | 245,097 | 334,679 |
| Consumer Discretionary (3.7\%) |  |  |  | Precision Drilling Corp. | 986 | 83,008 | 102,258 |
| Aritzia Inc. | 6,385 | 280,607 | 302,330 | Secure Energy Services Inc. | 22,493 | 114,737 | 158,126 |
| BRP Inc. | 2,639 | 286,074 | 272,424 | Spartan Delta Corp. | 10,267 | 129,425 | 153,492 |
| Canada Goose Holdings Inc. | 3,943 | 182,924 | 94,947 | Suncor Energy Inc. | 97,894 | 2,991,111 | 4,204,547 |
| Canadian Tire Ltd., Class A | 4,004 | 724,266 | 566,566 | Tamarack Valley Energy Ltd. | 31,771 | 120,257 | 141,699 |
| Dollarama Inc. | 20,845 | 1,216,015 | 1,650,716 | TC Energy Corp. | 73,426 | 4,746,262 | 3,963,535 |
| Gildan Activewear Inc. | 13,030 | 575,699 | 483,152 | Topaz Energy Corp | 6,590 | 117,716 | 139,247 |
| Goeasy Ltd. | 888 | 152,996 | 94,528 | Tourmaline Oil Corp. | 23,040 | 1,016,355 | 1,574,093 |
| Leon's Furniture Ltd. | 1,625 | 40,472 | 27,934 | Vermilion Energy Inc. | 11,865 | 176,623 | 284,404 |
| Linamar Corp. | 3,062 | 212,920 | 187,701 | Whitecap Resources Inc. | 44,310 | 346,090 | 475,889 |
| Magna International Inc. | 19,297 | 1,974,609 | 1,467,730 |  |  | 31,539,617 | 37,696,133 |
| MTY Food Group Inc. | 1,435 | 86,021 | 81,895 |  |  |  |  |
| Restaurant Brands International Inc. | 22,199 | 1,707,648 | 1,943,966 | Financials (31.2\%) |  |  |  |
| Spin Master Corp. | 2,342 | 100,299 | 78,035 | Bank of Montreal | 49,155 | 6,328,296 | 6,029,352 |
| Uni-Select Inc. | 2,599 | 70,667 | 111,341 | Brookfield Corp. | 103,640 | 5,959,773 | 4,412,991 |
|  |  | 7,611,217 | 7,363,265 | Canadian Imperial Bank of Commerce | 65,665 | 4,664,983 | 3,596,472 |
|  |  |  |  | Canadian Western Bank | 6,796 | 246,680 | 163,512 |
| Consumer Staples (4.4\%) |  |  |  | CI Financial Corp. | 11,853 | 300,327 | 160,134 |
| Alimentation Couche-Tard Inc. | 56,653 | 2,641,193 | 3,370,854 | Definity Financial Corporation | 5,803 | 199,000 | 223,299 |
| Empire Company Ltd., Class A | 11,706 | 441,533 | 417,436 | ECN Capital Corp. | 16,562 | 95,525 | 46,042 |
| George Weston Ltd. | 4,735 | 628,186 | 795,433 | Element Financial Corp. | 28,523 | 377,843 | 526,249 |
| Jamieson Wellness Inc. | 3,024 | 112,664 | 106,112 | EQB Inc. | 1,876 | 139,052 | 106,425 |
| Loblaw Companies Ltd. | 11,081 | 986,869 | 1,326,617 | Fairfax Financial Holdings Ltd. | 1,662 | 900,363 | 1,333,040 |
| Maple Leaf Foods Inc. | 5,390 | 147,426 | 131,786 | Fairfax India Holdings Corp. | 4,648 | 76,106 | 77,277 |
| Metro Inc. | 17,171 | 1,051,545 | 1,287,310 | First National Financial Corp. | 1,262 | 51,385 | 45,962 |
| Pet Valu Holdings Ltd. | 2,357 | 80,896 | 92,229 | Great-West Lifeco Inc. | 19,610 | 720,139 | 613,793 |
| Premium Brands Holdings Corp. | 2,699 | 333,130 | 222,074 | Home Capital Group Inc. | 2,786 | 101,938 | 118,628 |
| Primo Water Corporation | 11,595 | 230,030 | 243,727 | iA Financial Corp Inc. | 7,641 | 543,881 | 605,702 |
| Saputo Inc. | 17,633 | 573,111 | 591,058 | IGM Financial Inc. | 5,864 | 261,492 | 221,659 |
| The North West Co. Inc. | 3,471 | 117,432 | 123,463 | Intact Financial Corp. | 12,718 | 2,113,927 | 2,478,865 |
|  |  | 7,344,015 | 8,708,099 | Laurentian Bank of Canada | 3,140 | 127,952 | 101,422 |
|  |  |  |  | Manulife Financial Corp. | 136,747 | 3,402,737 | 3,302,440 |
| Energy (19.0\%) |  |  |  | National Bank of Canada | 24,425 | 2,366,998 | 2,228,293 |
| Advantage Energy Ltd. | 13,143 |  |  | Onex Corp. | 5,074 | 452,470 | 331,281 |
| Africa Oil Corp. | 28,994 | 66,059 | 72,195 | Power Corporation of Canada | 40,893 | 1,648,467 | 1,302,442 |
| AltaGas Ltd. | 20,429 | 520,040 | 477,630 | Royal Bank of Canada | 101,047 | 12,878,669 | 12,863,283 |
| ARC Resources Ltd. | 46,268 | 527,427 | 844,391 | Scotiabank | 86,464 | 6,847,352 | 5,736,022 |
| Athabasca Oil Corp. | 42,559 | 115,719 | 102,567 | Sprott Inc. | 1,505 | 73,527 | 67,785 |
| Baytex Energy Corp. | 40,017 | 147,848 | 243,303 | Sun Life Financial Inc. | 42,533 | 2,842,027 | 2,673,199 |
| Bircholiff Energy Ltd. | 19,296 | 123,828 | 181,961 | TMX Group Ltd. | 4,036 | 531,218 | 546,959 |
| Cameco Corp. | 31,385 | 906,645 | 963,206 | Toronto-Dominion Bank | 131,667 | 11,324,248 | 11,543,246 |
| Canadian Natural Resources Ltd. | 80,331 | 4,094,971 | 6,040,088 | Tricon Capital Group Inc. | 19,866 | 327,798 | 207,401 |
| Cardinal Energy Ltd. | 8,729 | 61,976 | 66,515 | Trisura Group Ltd. | 3,329 | 140,342 | 150,770 |
| Cenovus Energy Inc. | 100,311 | 1,564,601 | 2,635,170 |  |  | 66,044,515 | 61,813,945 |
| Crescent Point Energy Corp. | 40,384 | 265,357 | 390,109 |  |  |  |  |
| Denison Mines Corp. | 54,918 | 105,202 | 85,123 | Health Care (0.3\%) |  |  |  |
| Enbridge Inc. | 146,933 | 7,577,174 | 7,775,694 | Bausch + Lomb Corporation | 2,794 | 55,768 | 58,786 |
| Energy Fuels Inc | 11,438 | 106,179 | 95,850 | Bausch Health Cos Inc. | 21,008 | 697,501 | 178,568 |
| Enerplus Corp. | 16,811 | 201,084 | 401,783 | BELLUS Health Inc. | 7,942 | 102,293 | 87,997 |
| Freehold Royalties Ltd. | 8,965 | 108,401 | 141,916 | Canopy Growth Corp. | 21,259 | 337,416 | 66,753 |
| Frontera Energy Corp. | 3,958 | 44,132 | 48,565 | Chartwell Retirement Residences | 8,388 | 99,456 | 70,795 |
| Gibson Energy Inc. | 10,626 | 246,157 | 251,199 | Cronos Group Inc. | 14,556 | 104,048 | 50,073 |
| Headwater Exploration Inc. | 13,681 | 85,710 | 80,992 | dentalcorp Holdings Ltd | 7,298 | 92,535 | 64,952 |
| Imperial Oil Ltd. | 13,611 | 564,983 | 897,645 |  |  | 1,489,017 | 577,924 |
| International Petroleum Corp./Sweden | 7,111 | 94,932 | 109,509 |  |  |  |  |
| Kelt Exploration Ltd. | 11,561 | 57,458 | 57,921 | Industrials (13.6\%) |  |  |  |
| Keyera Corp. | 16,042 | 512,197 | 474,683 | Air Canada | 24,491 | 570,813 | 474,880 |
| MEG Energy Corp. | 19,750 | 222,584 | 372,288 | ATS Corp. | 5,326 | 211,758 | 224,171 |
| NexGen Energy Ltd. | 29,254 | 201,123 | 175,231 | Badger Infrastructure Solutions Ltd | 2,502 | 85,720 | 66,703 |



Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | $\begin{gathered}\text { Number } \\ \text { of shares }\end{gathered}$ | Average Cost <br> S | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Emera Inc. | 19,465 | 1,120,647 | 1,007,314 |
| Fortis Inc. | 34,737 | 1,939,020 | 1,882,051 |
| Hydro One Inc. | 23,002 | 696,131 | 834,283 |
| Innergex Renewable Energy Inc. | 11,406 | 229,494 | 184,777 |
| Northland Power Inc. | 17,717 | 713,666 | 657,832 |
| Superior Plus Corp. | 11,856 | 156,746 | 133,143 |
| TransAlta Corp. | 15,915 | 208,930 | 192,731 |
| TransAlta Renewables Inc. | 7,746 | 146,103 | 87,143 |
|  |  | 8,085,014 | 7,320,726 |
| Total Equities |  | 204,278,880 | 195,713,859 |
|  | Number of units |  |  |
| Exchange Traded Funds (1.0\%) Canada (1.0\%) |  |  |  |
| iShares, Core S\&PITSX Capped Composite Index ETF | 63,801 | 2,003,838 | 1,965,709 |
| Total Investments (99.7\%) |  | 206,282,718 * | 197,679,568 |
| Cash and Other Net Assets (0.3\%) |  |  | 507,917 |
| Net Assets (100\%) |  |  | 198,187,485 |

[^10]Financial Statements

Statements of Financial Position
(in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 172,924 | 196,633 |
| Cash |  | 330 | 300 |
| Subscriptions receivable |  | 80 | 612 |
| Interest receivable |  | 18 | 14 |
| Dividends receivable |  | 139 | 94 |
| Total assets |  | 173,491 | 197,653 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 62 | 267 |
| Investments payable |  |  | 659 |
| Accrued expenses |  | 47 | 63 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 109 | 989 |
| Net assets attributable to holders of redeemable units |  | 173,382 | 196,664 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | 82,537 | 145,944 |
| Series F |  | 33,067 | - |
| Series 0 |  | 57,776 | 50,718 |
| Series PW |  | 2 | 2 |
|  |  | 173,382 | $\underline{ }$ |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | 10.29 | 12.17 |
| Series F |  | 9.00 |  |
| Series 0 |  | 12.55 | 14.79 |
| Series PW |  | 11.75 | 13.87 |
| Net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Investor Series |  | 7.60 | 9.62 |
| Series F |  | 6.65 | - |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 172 | 24 |
| Dividends income |  | 2,971 | 845 |
| Income from securities lending |  | 1 | - |
| Other income |  | 41 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(5,090)$ | 2,088 |
| Net realized gains (losses) on foreign currencies |  | 2 | (28) |
| Net realized gains (losses) on forwards currency |  | 24 | 57 |
| Change in net unrealized appreciation/depreciation on investments |  | $(27,405)$ | 15,067 |
| Change in unrealized gains/losses on foreign currencies |  | ) | 1 |
| Total income |  | $(29,280)$ | 18,054 |
| Expenses | 8 |  |  |
| Management fees |  | 395 | 91 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 209 | 56 |
| Fees paid by the manager |  | (2) | (2) |
| Withholding taxes | 2 | 410 | 106 |
| Transaction costs on purchase and sale of investments | 8 | 5 | 3 |
| Total expenses |  | 1,019 | 256 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(30,299)$ | 17,798 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Investor Series |  | $(19,020)$ | 10,900 |
| Series F |  | $(1,548)$ |  |
| Series 0 |  | $(9,731)$ | 6,898 |
|  |  | $(30,299)$ | 17,798 |
| Average number of units | 2 |  |  |
| Investor Series |  | 9,237,046 | 4,052,177 |
| Series F |  | 3,539,313 | - |
| Series 0 |  | 4,100,776 | 2,056,537 |
| Series PW |  | 162 | 148 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Investor Series |  | (2.06) | 2.69 |
| Series F |  | (0.44) |  |
| Series 0 |  | (2.37) | 3.35 |
| Series PW |  | (1.94) | 3.08 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Investor Series |  | (1.58) | 2.15 |
| Series F |  | (0.34) | - |

Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Investo | Series | Series F | Seri |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | $\begin{array}{r} 2021 \\ \text { (233 days) } \end{array}$ | $\begin{array}{r} 2022 \\ \text { (270 days) } \end{array}$ | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 145,944 | . | . | 50,718 | 19,339 | 2 | 2 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(19,020)$ | 10,900 | $(1,548)$ | $(9,731)$ | 6,898 |  |  |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 6,506 | 140,031 | 37,265 | 34,060 | 34,952 | - | - |
| Reinvestments of distributions to holders of redeemable units Redemption of redeemable units |  | $\begin{array}{r} 1,045 \\ (50,885) \\ \hline \end{array}$ | $\begin{gathered} 509 \\ (4,980) \\ \hline \end{gathered}$ | $\begin{gathered} 229 \\ (2,645) \\ \hline \end{gathered}$ | $\begin{array}{r} 881 \\ (17,271) \\ \hline \end{array}$ | $\begin{gathered} 1,995 \\ (10,471) \end{gathered}$ | - | - |
| Total redeemable units transactions |  | $(43,334)$ | 135,560 | 34,849 | 17,590 | 26,476 | - | - |
| Distributions to investors | 2 |  |  |  |  |  |  |  |
| Net investment income |  | 1,053 | 184 | 234 | 801 | 325 | - | - |
| Net realized gain |  |  | 332 |  |  | 1,670 |  |  |
| Total distributions to investors |  | 1,053 | 516 | 234 | 801 | 1,995 |  |  |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(63,407)$ | 145,944 | 33,067 | 7,058 | 31,379 | . | - |
| Net assets attributable to holders of redeemable units, end of the year |  | 82,537 | 145,944 | 33,067 | 57,776 | 50,718 | 2 | 2 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 11,993,105 |  | - | 3,429,175 | 1,577,539 | 162 | 148 |
| Redeemable units issued |  | 597,845 | 12,373,525 | 3,940,750 | 2,570,533 | 2,518,555 |  |  |
| Redeemable units issued on reinvestments |  | 101,251 | 41,183 | 25,335 | 63,678 | 132,639 | 3 | 14 |
| Redeemable units redeemed |  | $(4,671,442)$ | $(421,603)$ | $(293,145)$ | $(1,459,946)$ | $(799,558)$ |  |  |
| Redeemable units outstanding, end of the year |  | 8,020,759 | 11,993,105 | 3,672,940 | 4,603,440 | 3,429,175 | 165 | 162 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(30,299)$ | 17,798 |
|  | 5,090 | $(2,088)$ |
|  | (2) | 28 |
|  | (24) | (57) |
|  | 27,405 | $(15,067)$ |
|  |  | (1) |
|  | $(63,031)$ | $(53,041)$ |
|  | 53,610 | 28,023 |
|  | (4) | (12) |
|  | (45) | (83) |
|  | (16) | 63 |
|  | $(7,320)$ | $(24,437)$ |
| 2 |  |  |
|  | (13) | (7) |
|  | 78,363 | 39,915 |
|  | $(71,006)$ | $(15,184)$ |
|  | 7,344 | 24,724 |
|  | 2 | (28) |
|  | 4 | 1 |
|  | 24 | 287 |
|  | 300 | 40 |
|  | 330 | 300 |
|  | 168 | 12 |
|  | 2,516 | 656 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI U.S. Equity Index Fund's investment objective is to ensure long-term capital growth by replicating the performance of the Morningstar® U.S. Large-Mid Index, an index of shares of the largest U.S. companies in terms of market capitalization.

The portfolio manager follows a passive investment strategy designed to replicate the performance of the Morningstar® U.S. Large-Mid Index.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual <br> Management <br> Fees <br> (Maximum) <br> (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 12, 2021 | A | A | 0.30 | 0.14 |
| Series F | April 5, 2022 | A | A | 0.20 | 0.14 |
| Series 0 | May 22, 2018 | A | A | - | 0.02 |
| Series PW | May 22, 2018 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 202022 | 2021 |
|  | $\$ 8$ |
| 2,493 | 3,174 |
| 1,731 | 3,822 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  |  | \% | \$ | \% |
| American Dollar | 173,238,740 | 99.9 | 196,729,843 | 100.0 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 8,661,937$ (\$9,836,492 as at December 31, 2021).

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar U.S. Large-Mid Index (100\%) CA Londres 11:00 | $\pm 15,396,332$ | $8.9 \pm$ | 17,935,784 | 9.1 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

Total Income
Net Income Received by the Fund
Net Income Received by

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 2 | 100 | - | - |  |
| 1 | 50 | - | - |  |
| 1 | 50 | - | - |  |

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 0.3 |  |
| Communication Services | 6.8 | 9.5 |
| Consumer Discretionary | 9.9 | 12.5 |
| Consumer Staples | 6.8 | 5.4 |
| Energy | 5.1 | 2.5 |
| Exchange Traded Funds | 1.0 | 1.9 |
| Financials | 11.6 | 10.6 |
| Health Care | 15.3 | 12.7 |
| Industrials | 8.8 | 7.9 |
| Information Technology | 25.8 | 29.3 |
| Materials | 2.8 | 2.6 |
| Real Estate | 2.7 | 2.8 |
| Utilities | 3.1 | 2.3 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | ---: | :---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$ \mathbf{S}$ |
| Common shares | $171,192,859$ | - | - | $171,192,859$ |  |
| Exchange traded funds | $1,730,912$ | - | - | $1,730,912$ |  |
| Total investments | $172,923,771$ | - | - | $172,923,771$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 192,810,940 | - | - | 192,810,940 |
| Exchange traded funds | 3,821,794 | - | - | 3,821,794 |
| Total investments | 196,632,734 | - | - | 196,632,734 |
| Derivatives assets | - | 108,739 | - | 108,739 |
| Derivatives liabilities | - | $(108,969)$ | - | $(108,969)$ |
| Total derivatives instruments | - | (230) | - | (230) |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)


Positions Held by Related Parties (Note 8)


## Losses (Note 9)

(in thousands Canadian dollars)

| December 31, | December 31, |  |
| :--- | ---: | ---: |
|  | 2022 | 2021 |
| Capital Losses | $\$$ | $\$$ |


|  | Number of shares | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | $\begin{array}{r} \begin{array}{c} \text { Average } \\ \text { Cost } \end{array} \\ \hline \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (98.7\%) |  |  |  | Genuine Parts Company | 518 | 82,249 | 121,672 |
| Communication Services (6.8\%) |  |  |  | Hasbro Inc. | 477 | 55,230 | 39,401 |
| Activision Blizzard Inc. | 2,616 | 247,597 | 271,125 | Hilton Worldwide Holdings Inc. | 994 | 170,873 | 170,052 |
| Alphabet Inc., Class A | 21,938 | 3,539,940 | 2,620,595 | Home Depot Inc. | 3,761 | 1,574,901 | 1,608,365 |
| Alphabet Inc., Class C | 19,447 | 3,148,788 | 2,336,198 | Johnson Controls International plc | 2,530 | 211,635 | 219,223 |
| AT\&T Inc. | 26,175 | 844,356 | 652,420 | Las Vegas Sands Corp. | 1,207 | 65,625 | 78,554 |
| Charter Communications Inc., Class A | 395 | 315,194 | 181,347 | Lear Corp. | 217 | 44,882 | 36,437 |
| Comcast Corp., Class A | 15,848 | 1,018,049 | 749,908 | Lennar Corp., Class A | 936 | 110,388 | 114,686 |
| Electronic Arts Inc. | 963 | 160,057 | 159,299 | Lennar Corp., Class B | 53 | 4,319 | 5,366 |
| Fox Corp., Class A | 1,111 | 55,318 | 45,682 | Liberty Media Corp., -Liberty Formula One, Series A | 88 | 5,937 | 6,366 |
| Fox Corp., Class B | 512 | 23,183 | 19,721 | Liberty Media Corp., -Liberty Formula One, Series C | 758 | 52,181 | 61,350 |
| Interpublic Group of Compagnies Inc. | 1,427 | 63,387 | 64,355 | Liberty Media Corp., -Liberty SiriusXM, Series A | 274 | 16,146 | 14,583 |
| Liberty Broadband Corp., Class A | 60 | 11,049 | 6,162 | Liberty Media Corp., -Liberty SiriusXM, Series C | 562 | 33,083 | 29,774 |
| Liberty Broadband Corp., Class C | 440 | 83,442 | 45,435 | LKQ Corp. | 932 | 60,119 | 67,395 |
| Live Nation Entertainment Inc. | 525 | 62,943 | 49,571 | Lowe's Companies Inc. | 2,280 | 593,158 | 615,063 |
| Lumen Technologies Inc. | 3,497 | 52,585 | 24,715 | Lucid Group Inc. | 2,161 | 66,039 | 19,983 |
| Match Group Inc. | 1,026 | 183,207 | 57,634 | Lululemon Athletica Inc. | 426 | 197,828 | 184,789 |
| Meta Platforms, Inc., Class A | 8,260 | 3,036,316 | 1,345,788 | Marriott International Inc., Class A | 988 | 194,215 | 199,123 |
| Nettilix Inc. | 1,634 | 1,110,003 | 652,355 | Mattel Inc. | 1,302 | 35,327 | 31,448 |
| News Corp., Class A | 1,405 | 37,378 | 34,621 | McDonald's Corp. | 2,690 | 799,277 | 959,628 |
| News Corp., Class B | 433 | 11,235 | 10,810 | MGM Resorts International | 1,171 | 64,014 | 53,159 |
| Omnicom Group Inc. | 749 | 72,189 | 82,718 | Morningstar Inc. | 92 | 32,187 | 26,978 |
| Pinterest Inc. | 2,158 | 123,523 | 70,881 | Murphy USA Inc. | 76 | 29,764 | 28,764 |
| ROBLOX Corp. | 1,332 | 50,383 | 51,343 | Nike Inc., Class B | 4,628 | 849,416 | 733,230 |
| Sirius XM Holdings Inc. | 2,572 | 20,007 | 20,336 | Norwegian Cruise Line Holdings Ltd. | 1,548 | 44,741 | 25,653 |
| Snap Inc., Class A | 3,694 | 282,822 | 44,762 | NVR Inc. | 11 | 65,049 | 68,695 |
| Take-Two Interactive Software Inc. | 579 | 108,328 | 81,636 | O'Reilly Automotive Inc. | 230 | 173,128 | 262,828 |
| T-Mobile US Inc. | 2,194 | 321,646 | 415,864 | Penske Automotive Group Inc. | 92 | 12,166 | 14,316 |
| Verizon Communications Inc. | 15,424 | 999,423 | 822,773 | Pool Corp. | 143 | 75,934 | 58,533 |
| ViacomCBS Inc. | 1,855 | 93,626 | 42,394 | PulteGroup Inc. | 837 | 48,680 | 51,595 |
| ViacomCBS Inc. | 33 | 1,332 | 876 | Rivian Automotive Inc. | 2,012 | 103,674 | 50,204 |
| Walt Disney Co./The | 6,696 | 1,354,612 | 787,629 | Roku Inc. | 448 | 149,261 | 24,686 |
| Zillow Group Inc., Class C | 598 | 62,172 | 26,054 | Ross Stores Inc. | 1,275 | 170,748 | 200,363 |
| ZoomInfo Technologies Inc. | 994 | 75,419 | 40,521 | Royal Caribbean Cruises Ltd. | 807 | 84,449 | 54,007 |
|  |  | 17,569,509 | 11,815,528 | Service Corporation International | 565 | 46,128 | 52,835 |
|  |  |  |  | Snap-On Inc. | 195 | 49,949 | 60,318 |
| Consumer Discretionary (9.9\%) |  |  |  | Stanley Black \& Decker Inc. | 543 | 114,766 | 55,211 |
| Advanced Auto Parts | 221 | 55,280 | 43,993 | Starbucks Corp. | 4,216 | 554,693 | 566,238 |
| Amazon.com Inc. | 32,594 | 6,356,557 | 3,706,837 | Tapestry Inc. | 885 | 42,724 | 45,628 |
| Aptiv PLC | 995 | 189,069 | 125,418 | Target Corp. | 1,691 | 466,050 | 341,219 |
| Aramark Holdings Corp. | 946 | 43,913 | 52,948 | Tesla Motors Inc. | 9,857 | 3,200,795 | 1,644,686 |
| AutoZone Inc. | 70 | 145,903 | 233,598 | TJX Companies Inc. | 4,265 | 344,122 | 459,641 |
| Bath \& Body Works Inc. | 839 | 60,458 | 47,868 | Tractor Supply Co. | 406 | 96,278 | 123,662 |
| Best Buy Co. Inc. | 736 | 95,667 | 79,927 | Ulta Salon Cosmetics \& Fragrance Inc. | 188 | 91,522 | 119,394 |
| Booking Holdings Inc. | 142 | 429,003 | 387,445 | Union Gas Ltd. | 1,463 | 286,406 | 169,355 |
| Borg Warner Inc. | 860 | 47,519 | 46,865 | Vail Resorts Inc. | 148 | 57,224 | 47,760 |
| Burington Stores Inc. | 241 | 73,286 | 66,159 | VF Corp. | 1,213 | 106,542 | 45,311 |
| Caesars Entertainment Inc. | 788 | 95,397 | 44,361 | Whirlpool Corp. | 200 | 48,676 | 38,310 |
| Carmax Inc. | 580 | 91,413 | 47,815 | Williams-Sonoma Inc. | 245 | 49,929 | 38,136 |
| Carnival Corp. | 3,679 | 96,421 | 40,147 | Wyndham Hotels \& Resorts Inc. | 324 | 28,464 | 31,281 |
| Chipotle Mexican Grill Inc. | 102 | 209,878 | 191,478 | Wynn Resorts Ltd. | 379 | 44,540 | 42,318 |
| Choice Hotels International Inc. | 102 | 15,619 | 15,555 | Yum! Brands Inc. | 1,035 | 156,729 | 179,379 |
| Churchill Downs Inc. | 121 | 33,327 | 34,637 |  |  | 22,224,958 | 17,206,662 |
| Coupang Inc. | 3,751 | 83,064 | 74,704 |  |  |  |  |
| Darden Restaurants Inc. | 450 | 79,226 | 84,278 | Consumer Staples (6.8\%) |  |  |  |
| Dollar General Corp. | 829 | 214,116 | 276,398 | Albertsons Companies, Inc. | 590 | 22,548 | 16,567 |
| Dollar Tree Inc. | 773 | 104,902 | 147,984 | Altria Group Inc. | 6,582 | 402,846 | 407,339 |
| Domino's Pizza Inc. | 130 | 67,685 | 60,930 | Archer Daniels Midland Co . | 2,018 | 163,806 | 253,682 |
| DoorDash Inc. | 966 | 163,478 | 63,850 | BJ's Wholesale Club Holdings Inc. | 496 | 38,186 | 44,429 |
| DR Horton Inc. | 1,150 | 121,296 | 138,790 | Brown-Forman Corp., Class A | 205 | 16,259 | 18,252 |
| eBay Inc. | 1,993 | 168,023 | 111,899 | Brown-Forman Corp., Class B | 672 | 56,513 | 59,739 |
| Etsy Inc. | 462 | 110,147 | 74,929 | Bunge Ltd. | 550 | 64,351 | 74,293 |
| Expedia Inc. | 553 | 114,111 | 65,587 | Campbell Soup Co. | 738 | 39,150 | 56,703 |
| Five Below Inc. | 204 | 46,551 | 48,851 | Casey's General Stores Inc. | 137 | 45,048 | 41,613 |
| Floor \& Decor Holdings Inc., Class A | 390 | 52,631 | 36,782 | Church \& Dwight Co., Inc. | 896 | 92,515 | 97,788 |
| Ford Motor Co. | 14,509 | 275,354 | 228,457 | Clorox Co. | 453 | 88,920 | 86,054 |
| Gamestop Corp., Class A | 929 | 50,402 | 23,218 | Coca-Cola Co. | 14,298 | 985,065 | 1,231,366 |
| Garmin Ltd. | 563 | 97,454 | 70,348 | Colgate-Palmolive Co. | 3,067 | 290,624 | 327,168 |
| General Motors Co. | 5,218 | 355,648 | 237,655 | ConAgra Foods Inc. | 1,761 | 74,050 | 92,269 |


|  | Number of shares | Average Cost | Fair Value |  | Number of shares | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| Constellation Brands Inc., Class A | 596 | 166,132 | 187,005 | Allstate Corp. | 974 | 149,313 | 178,816 |
| Costco Wholesale Corp. | 1,626 | 896,949 | 1,004,958 | Ally Financial Inc. | 1,097 | 68,011 | 36,314 |
| Darling International Inc. | 589 | 59,302 | 49,896 | American Express Co. | 2,196 | 454,556 | 439,166 |
| Estée Lauder Co. Inc., Class A | 850 | 318,771 | 285,644 | American Financial Group Inc. | 256 | 42,734 | 47,581 |
| General Mills Inc. | 2,180 | 170,819 | 247,483 | American International Group Inc. | 2,729 | 193,301 | 233,659 |
| Hershey Foods Corp. | 540 | 120,808 | 169,302 | Ameriprise Financial Inc. | 391 | 133,873 | 164,805 |
| Hormel Foods Corp. | 1,064 | 57,623 | 65,617 | Aon PLC | 760 | 273,950 | 308,710 |
| J.M. Smucker Co. | 391 | 60,617 | 83,885 | Apollo Global Management Inc. | 1,597 | 129,074 | 137,925 |
| Kellogg Co. | 940 | 73,858 | 90,665 | Arch Capital Group Ltd. | 1,359 | 73,173 | 115,512 |
| Keurig Dr Pepper Inc. | 3,122 | 143,240 | 150,730 | Ares Management Corp. | 573 | 52,630 | 53,095 |
| Kimberly-Clark Corp. | 1,240 | 205,171 | 227,936 | Arthur J. Gallagher \& Co. | 775 | 151,302 | 197,914 |
| Kraft Heinz Co./The | 2,925 | 138,670 | 161,218 | Assurant Inc. | 194 | 37,984 | 32,848 |
| Kroger Co. | 2,393 | 116,769 | 144,434 | Bank of America Corp. | 25,636 | 1,377,663 | 1,149,548 |
| Lamb Weston Holdings Inc. | 528 | 41,521 | 63,880 | Bank of New York Mellon Corp./The | 2,701 | 185,444 | 166,461 |
| McCormick \& Co. Inc. | 920 | 92,974 | 103,247 | Berkshire Hathaway Inc., Class B | 6,617 | 2,330,299 | 2,767,987 |
| Molson Coors Brewing Co., Class B | 691 | 41,234 | 48,199 | BlackRock Inc. | 552 | 573,951 | 529,432 |
| Mondelez International Inc. | 5,015 | 372,061 | 452,541 | Blackstone Group Inc. | 2,578 | 361,330 | 258,984 |
| Monster Beverage Corp. | 1,399 | 148,351 | 192,309 | BOK Financial Corp. | 106 | 14,435 | 14,895 |
| PepsiCo Inc. | 5,061 | 988,820 | 1,237,898 | Brown \& Brown Inc. | 863 | 65,542 | 66,565 |
| Performance Food Group Co. | 572 | 31,636 | 45,219 | Capital One Financial Corp. | 1,402 | 265,742 | 176,454 |
| Philip Morris International Inc. | 5,692 | 685,223 | 780,196 | Carlyle Group Inc. | 801 | 42,011 | 32,361 |
| Procter \& Gamble Co. | 8,705 | 1,528,522 | 1,786,594 | Charles Schwab Corp./The | 5,602 | 540,548 | 631,489 |
| Sysco Corp. | 1,862 | 187,125 | 192,728 | Chubb Ltd. | 1,525 | 344,023 | 455,617 |
| Tyson Foods Inc., Class A | 1,064 | 104,723 | 89,674 | Cincinnati Financial Corp. | 577 | 83,813 | 79,964 |
| US Foods Holding Corp. | 751 | 32,439 | 34,591 | Citigroup Inc. | 7,112 | 610,610 | 435,517 |
| Walgreens Boots Alliance Inc. | 2,636 | 161,538 | 133,262 | Citizens Financial Group Inc. | 1,809 | 103,515 | 96,425 |
| Wal-Mart Stores Inc. | 5,184 | 884,104 | 995,170 | CME Group Inc., Class A | 1,321 | 347,019 | 300,754 |
|  |  | 10,208,881 | 11,831,543 | CNA Financial Corp. | 100 | 5,533 | 5,724 |
|  |  |  |  | Coinbase Global Inc. | 585 | 75,438 | 28,030 |
| Energy (5.1\%) |  |  |  | Comerica Inc. | 481 | 48,615 | 43,534 |
| Antero Resources Corp. | 1,014 | 46,061 | 42,545 | Commerce Bancshares Inc. | 438 | 38,579 | 40,366 |
| APA Corp. | 1,181 | 42,367 | 74,639 | Corebridge Financial Inc. | 284 | 7,339 | 7,706 |
| Atmos Energy Corp. | 514 | 63,502 | 78,018 | CubeSmart | 825 | 53,109 | 44,958 |
| Baker Hughes a GE Co., Class A | 3,678 | 127,694 | 147,049 | Cullen/Frost Bankers Inc. | 236 | 37,936 | 42,720 |
| Cabot Oil \& Gas Corp. | 2,897 | 78,695 | 96,370 | Discover Financial Services | 1,004 | 149,099 | 132,955 |
| Cheniere Energy Inc. | 913 | 130,445 | 185,355 | East West Bancorp Inc. | 518 | 48,956 | 46,217 |
| Chesapeake Energy Corp. | 394 | 43,883 | 50,340 | Equitable Holdings Inc. | 1,264 | 50,266 | 49,115 |
| Chevron Corp. | 6,533 | 979,805 | 1,587,860 | Erie Indemnity Co , Class A | 92 | 22,788 | 30,980 |
| ConocoPhillips | 4,578 | 431,113 | 731,383 | Everest Re Group Ltd. | 144 | 47,755 | 64,585 |
| Devon Energy Corp. | 2,401 | 132,310 | 199,951 | Fidelity National Financial Inc. | 1,000 | 57,765 | 50,934 |
| Diamondback Energy Inc. | 647 | 91,310 | 119,816 | Fitth Third Bancorp | 2,522 | 129,839 | 112,031 |
| EOG Resources Inc. | 2,158 | 256,458 | 378,450 | First Citizens BancShares Inc./NC, Class A | 44 | 35,915 | 45,177 |
| EQT Corp. | 1,348 | 68,466 | 61,742 | First Horizon National Corp. | 1,970 | 44,630 | 65,346 |
| Exxon Mobil Corp. | 15,128 | 1,283,872 | 2,259,347 | First Republic Bank/CA | 672 | 159,194 | 110,898 |
| Halliburton Co. | 3,334 | 123,241 | 177,622 | Franklin Resources Inc. | 1,044 | 39,419 | 37,287 |
| Hess Corp. | 1,019 | 115,997 | 195,658 | Globe Life Inc. | 332 | 38,413 | 54,187 |
| HF Sinclair Corp. | 494 | 34,341 | 34,692 | Goldman Sachs Group Inc./The | 1,244 | 583,985 | 578,338 |
| Kinder Morgan Inc./Delaware | 7,266 | 165,074 | 177,861 | Hartford Financial Services Group Inc. | 1,169 | 101,409 | 120,017 |
| Marathon Oil Corp. | 2,333 | 50,344 | 85,505 | Huntington Bancshares Inc./OH | 5,300 | 103,128 | 101,177 |
| Marathon Petroleum Corp. | 1,722 | 145,631 | 271,377 | Interactive Brokers Group Inc, Class A | 378 | 35,973 | 37,006 |
| Matador Resources Co. | 412 | 31,078 | 31,940 | IntercontinentalExchange Group Inc. | 2,052 | 314,143 | 285,099 |
| Murphy Oil Corp. | 537 | 31,027 | 31,270 | Invesco Ltd. | 1,670 | 46,098 | 40,676 |
| New Fortress Energy Inc. | 176 | 9,862 | 10,108 | J. P. Morgan Chase \& Co. | 10,774 | 2,109,226 | 1,956,252 |
| NOV Inc. | 1,443 | 39,227 | 40,812 | Jefferies Financial Group Inc. | 673 | 32,780 | 31,235 |
| Occidental Petroleum Corp. | 2,672 | 125,933 | 227,874 | KeyCorp Ltd. | 3,427 | 95,375 | 80,872 |
| Ovintiv Inc. | 912 | 40,081 | 62,615 | Kinsale Capital Group Inc. | 79 | 29,910 | 27,972 |
| Phillips 66 Company | 1,736 | 184,010 | 244,627 | KKR \& Co. Inc., Class A | 2,119 | 160,919 | 133,175 |
| Pioneer Natural Resources Co. | 873 | 214,790 | 269,947 | Lincoln National Corp. | 565 | 47,271 | 23,499 |
| Range Resources Corp. | 888 | 32,288 | 30,081 | Loews Corp. | 724 | 51,009 | 57,176 |
| Schlumberger Ltd. | 5,209 | 239,015 | 377,095 | LPL Financial Holdings Inc. | 292 | 63,097 | 85,460 |
| Southwestern Energy Co. | 4,054 | 36,489 | 32,109 | M\&T Bank Corp. | 634 | 123,142 | 124,516 |
| Targa Resources Corp. | 832 | 59,144 | 82,771 | Markel Corp. | 49 | 80,222 | 87,404 |
| Texas Pacific Land Corp. | 23 | 40,904 | 72,697 | MarketAxess Holdings Inc. | 138 | 64,366 | 52,107 |
| Valero Energy Corp. | 1,416 | 152,885 | 243,149 | Marsh \& McLennan Cos Inc. | 1,822 | 351,341 | 408,330 |
| Williams Companies Inc. | 4,474 | 165,266 | 199,287 | MetLife Inc. | 2,421 | 191,688 | 237,214 |
|  |  | 5,812,608 | 8,911,962 | Moody's Corp. | 579 | 249,834 | 218,326 |
|  |  |  |  | Morgan Stanley | 4,843 | 574,579 | 557,471 |
| Financials (11.6\%) |  |  |  | MSCI Inc. | 294 | 203,241 | 185,291 |
| AFLAC Inc. | 2,077 | 143,476 | 202,299 | Nasdaq Stock Market Inc./The | 1,245 | 96,227 | 103,412 |


|  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of of shares | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \hline \$ \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Northern Trust Corp. | 765 | 110,486 | 91,652 | Humana Inc. | 465 | 250,546 | 322,456 |
| Old Republic International Corp. | 1,040 | 32,593 | 34,005 | Idexx Laboratories Inc. | 304 | 212,948 | 167,910 |
| PNC Financial Services Group | 1,482 | 353,071 | 317,004 | Illumina Inc. | 578 | 271,174 | 158,139 |
| Principal Financial Group Inc. | 836 | 70,826 | 94,952 | Incyte Corp. | 678 | 59,794 | 73,729 |
| Progressive Corp. | 2,149 | 252,511 | 377,424 | Insulet Corp. | 255 | 87,504 | 101,637 |
| Prudential Financial Inc. | 1,352 | 180,284 | 182,059 | Intuitive Surgical Inc. | 1,297 | 491,188 | 465,957 |
| Raymond James Financial Inc. | 711 | 86,237 | 102,866 | IQVIA Holdings Inc. | 682 | 198,762 | 189,086 |
| Regions Financial Corp. | 3,431 | 93,967 | 100,151 | Jazz Pharmaceuticals PLC | 231 | 41,158 | 49,824 |
| Reinsurance Group of America Inc. | 246 | 37,880 | 47,324 | Johnson \& Johnson | 9,604 | 1,936,048 | 2,297,214 |
| Robinhood Markets Inc. | 1,868 | 22,026 | 20,587 | Karuna Therapeutics Inc. | 101 | 27,574 | 26,870 |
| S\&P Global Inc. | 1,223 | 626,757 | 554,551 | Laboratory Corp of America Holdings | 325 | 106,035 | 103,615 |
| SEI Investments Co. | 376 | 29,189 | 29,653 | McKesson Corp. | 521 | 137,816 | 264,603 |
| Signature Bank/New York NY | 231 | 81,615 | 36,035 | Medtronic PLC | 4,883 | 723,120 | 513,814 |
| State Street Corp. | 1,348 | 150,045 | 141,533 | Merck \& Co. Inc. | 9,312 | 928,664 | 1,398,804 |
| SVB Financial Group | 217 | 165,430 | 67,614 | Moderna Inc. | 1,213 | 421,941 | 294,986 |
| Synchrony Financial | 1,655 | 98,130 | 73,630 | Molina Healthcare Inc. | 215 | 74,249 | 96,123 |
| T Rowe Price Group Inc. | 821 | 187,186 | 121,226 | Neurocrine Biosciences Inc. | 353 | 45,788 | 57,084 |
| TravelersCos Inc./The | 861 | 167,066 | 218,640 | Novocure Ltd. | 332 | 40,964 | 32,970 |
| Truist Financial Corp. | 4,874 | 358,372 | 283,951 | Organon \& Co. | 934 | 36,769 | 35,319 |
| UnumProvident Corp. | 687 | 36,740 | 38,163 | PerkinElmer Inc. | 464 | 93,977 | 88,044 |
| US Bancorp | 4,966 | 357,059 | 293,278 | Pfizer Inc. | 20,617 | 1,123,208 | 1,430,560 |
| W.R. Berkley Corp. | 751 | 52,328 | 73,788 | Quest Diagnostics Inc. | 418 | 71,712 | 88,534 |
| Webster Financial Corp. | 639 | 36,745 | 40,956 | R1 RCM Inc. | 505 | 7,448 | 7,487 |
| Wells Fargo \& Co. | 13,997 | 831,818 | 782,468 | Regeneron Pharmaceuticals Inc. | 393 | 278,509 | 383,892 |
| Western Alliance Bancorp | 400 | 51,039 | 32,255 | Repligen Corp. | 190 | 54,077 | 43,553 |
| Willis Towers Watson PLC | 397 | 117,054 | 131,461 | Resmed Inc. | 538 | 158,200 | 151,572 |
| Zions Bancorporation | 550 | 40,873 | 36,607 | ROYALTY PHARMA | 1,361 | 66,881 | 72,822 |
|  |  | 20,576,200 | 20,179,705 | Sarepta Therapeutics Inc. | 322 | 54,487 | 56,491 |
|  |  |  |  | Seagen Inc | 505 | 99,136 | 87,865 |
| Health Care (15.3\%) |  |  |  | Shockwave Medical Inc. | 133 | 37,226 | 37,024 |
| Abbott Laboratories | 6,403 | 918,666 | 952,119 | Steris PLC | 367 | 98,255 | 91,769 |
| AbbVie Inc. | 6,494 | 941,114 | 1,421,088 | Stryker Corp. | 1,237 | 393,693 | 409,466 |
| Acadia Healthcare Co. Inc. | 334 | 38,743 | 37,225 | Teleflex Inc. | 172 | 75,039 | 58,132 |
| Agilent Technologies Inc. | 1,088 | 194,137 | 220,411 | Thermo Fisher Scientific Inc. | 1,441 | 990,627 | 1,074,380 |
| agilon heath Inc. | 727 | 22,513 | 15,886 | United Therapeutics Corp. | 167 | 41,800 | 62,877 |
| Alnylam Pharmaceuticals Inc. | 452 | 108,344 | 145,433 | UnitedHealth Group Inc. | 3,432 | 1,821,530 | 2,463,945 |
| AmerisourceBergen Corp. | 595 | 95,446 | 133,491 | Universal Health Services, Class B | 236 | 36,856 | 45,017 |
| Amgen Inc. | 1,960 | 525,532 | 696,953 | Veeva Systems Inc. | 516 | 173,344 | 112,742 |
| Anthem Inc. | 877 | 429,959 | 609,430 | Vertex Pharmaceuticals Inc. | 943 | 235,733 | 368,693 |
| Avantor Inc. | 2,476 | 106,288 | 70,699 | Viatris Inc. | 4,453 | 73,972 | 67,102 |
| Baxter International Inc. | 1,852 | 178,751 | 127,803 | Waters Corp. | 218 | 89,311 | 101,056 |
| Becton Dickinson and Co. | 1,048 | 319,856 | 360,823 | West Pharmaceutical Services Inc. | 272 | 122,669 | 86,670 |
| Biogen Idec Inc. | 529 | 181,212 | 198,334 | Zimmer Holdings Inc. | 771 | 135,488 | 133,071 |
| Biomarin Pharmaceutical Inc. | 683 | 68,318 | 95,699 | ZOETIS INC. | 1,712 | 403,649 | 339,685 |
| Bio-Rad Laboratories Inc., Class A | 79 | 62,447 | 44,975 |  |  | 22,663,797 | 26,431,267 |
| Bio-Techne Corp. | 577 | 79,901 | 64,746 |  |  |  |  |
| Boston Scientific Corp. | 5,262 | 278,677 | 329,638 | Industrials (8.8\%) |  |  |  |
| Bristol-Myers Squibb Co. | 7,811 | 587,453 | 760,682 | 3 MCo . | 2,031 | 448,861 | 329,753 |
| Bruker Corp. | 367 | 33,186 | 33,942 | ADT Inc. | 789 | 9,865 | 9,689 |
| Cable \& Wireless PLC | 267 | 175,071 | 76,239 | Advanced Drainage Systems Inc. | 234 | 32,661 | 25,969 |
| Cardinal Health Inc. | 963 | 60,756 | 100,224 | Aecom Technology Corp. | 513 | 42,649 | 58,988 |
| Catalent Inc. | 661 | 94,524 | 40,281 | AGCO Corp. | 227 | 35,073 | 42,624 |
| Centene Corp. | 2,081 | 177,140 | 231,060 | Allegion PLC | 323 | 48,938 | 46,040 |
| Charles River Laboratories International Inc. | 187 | 78,494 | 55,107 | AMERCO | 36 | 27,588 | 2,934 |
| Chemed Corp. | 55 | 32,486 | 37,977 | American Airlines Group Inc. | 2,386 | 57,263 | 41,123 |
| Cigna Corp. | 1,123 | 301,765 | 503,825 | AMETEK Inc. | 844 | 132,376 | 159,657 |
| Cooper Cos Inc. | 181 | 86,704 | 80,984 | AO Smith Corp. | 466 | 40,191 | 36,114 |
| CVS Health Corp. | 4,825 | 521,298 | 608,770 | Avery Dennison Corp. | 297 | 72,106 | 72,782 |
| Danaher Corp. | 2,407 | 841,321 | 865,221 | Avis Budget Group Inc. | 91 | 24,983 | 20,197 |
| DaVita Inc. | 202 | 24,945 | 20,421 | Axon Enterprise Inc. | 248 | 49,271 | 55,714 |
| DENTSPLY SIRONA Inc. | 789 | 52,194 | 33,991 | Boeing Co . | 2,058 | 564,687 | 530,962 |
| DexCom Inc. | 1,419 | 214,020 | 217,555 | Builders FirstSource Inc. | 541 | 37,871 | 47,522 |
| Edwards Lifesciences Corp. | 2,270 | 293,596 | 229,211 | C.H. Robinson Worldwide Inc. | 432 | 52,730 | 53,552 |
| Eli Lilly \& Co. | 2,897 | 859,710 | 1,434,915 | Carlisle Companies Inc. | 190 | 51,988 | 60,591 |
| Gilead Sciences Inc. | 4,606 | 394,267 | 535,366 | Carrier Global Corp. | 3,071 | 188,430 | 171,510 |
| HCA Holdings Inc. | 779 | 221,846 | 253,136 | Caterpillar Inc. | 1,912 | 476,543 | 620,139 |
| Henry Schein Inc. | 498 | 47,831 | 53,852 | Chart Industries Inc. | 132 | 21,074 | 20,597 |
| Hologic Inc. | 917 | 78,961 | 92,879 | Cintas Corp. | 317 | 157,642 | 193,829 |
| Horizon Therapeutics | 833 | 107,456 | 128,287 | Copart Inc. | 1,574 | 131,219 | 129,759 |


|  | Number of shares | Average Cost | Fair Value |  | Number of shares | Average Cost | $\begin{gathered} \text { Fair } \\ \text { Value } \end{gathered}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  | \$ | \$ |
| CoStar Group Inc. | 1,494 | 158,283 | 156,316 | United Parcel Service Inc., Class B | 2,679 | 625,339 | 630,317 |
| CSX Corp. | 7,721 | 318,953 | 323,848 | United Rentals Inc. | 255 | 104,195 | 122,707 |
| Cummins Inc. | 518 | 148,884 | 169,923 | Verisk Analytics Inc. | 574 | 142,421 | 136,978 |
| Deckers Outdoor Corp. | 97 | 44,154 | 52,453 | Wabtec Corp. | 668 | 76,213 | 90,269 |
| Deere \& Co. | 1,009 | 414,680 | 585,941 | Waste Management Inc. | 1,372 | 260,156 | 291,413 |
| Delta Air Lines Inc. | 2,355 | 121,965 | 104,772 | Watsco Inc. | 122 | 41,413 | 41,220 |
| Dover Corp. | 516 | 99,003 | 94,599 | Willscot Mobile Mini Holdings Corp. | 767 | 32,128 | 46,906 |
| Eaton Corp PLC | 1,460 | 278,768 | 310,301 | WW Grainger Inc. | 165 | 90,817 | 124,263 |
| Emerson Electric Co. | 2,172 | 252,837 | 282,481 | Xylem Inc./NY | 662 | 95,361 | 99,084 |
| Equifax Inc. | 450 | 135,818 | 118,415 |  |  | 14,552,870 | 15,282,159 |
| Expeditors International of Washington Inc. | 585 | 81,823 | 82,284 |  |  |  |  |
| Fastenal Co. | 2,104 | 139,964 | 134,796 | Information Technology (25.8\%) |  |  |  |
| FedEx Corp. | 878 | 251,116 | 205,887 | Accenture PLC, Class A | 2,314 | 924,919 | 835,990 |
| First Solar Inc. | 364 | 49,985 | 73,819 | Adobe Systems Inc. | 1,708 | 1,182,710 | 778,143 |
| Fortive Corp. | 1,300 | 116,328 | 113,084 | Advanced Micro Devices | 5,921 | 749,005 | 519,225 |
| Fortune Brands Home \& Security Inc. | 471 | 50,632 | 36,418 | Akamai Technologies Inc. | 578 | 75,259 | 65,969 |
| Generac Holdings Inc. | 233 | 110,602 | 31,754 | Amphenol Corp., Class A | 2,186 | 202,391 | 225,346 |
| General Dynamics Corp. | 827 | 215,023 | 277,803 | Analog Devices Inc. | 1,889 | 389,708 | 419,510 |
| General Electric Co. | 4,014 | 506,224 | 455,361 | Ansys Inc. | 320 | 133,060 | 104,668 |
| Graco Inc. | 619 | 54,527 | 56,343 | Apple Inc. | 54,930 | 9,506,517 | 9,662,859 |
| HEICO Corp. | 146 | 24,980 | 30,360 | Applied Materials Inc. | 3,159 | 488,001 | 416,491 |
| HEICO Corp., Class A | 256 | 38,365 | 41,505 | Arista Networks Inc. | 909 | 112,974 | 149,357 |
| Hertz Global Holdings Inc. | 613 | 14,428 | 12,773 | Arrow Electronics Inc. | 226 | 32,471 | 31,996 |
| Honeywell International Inc. | 2,469 | 653,906 | 716,358 | Aspen Technology Inc. | 107 | 25,877 | 29,756 |
| Howmet Aerospace Inc. | 1,353 | 51,755 | 72,211 | Atlassian Corp PLC | 545 | 109,911 | 94,950 |
| Hubbell Inc. | 197 | 47,682 | 62,633 | AutoDesk Inc. | 793 | 263,040 | 200,632 |
| Huntington Ingalls Industries Inc. | 147 | 38,208 | 45,911 | Automatic Data Processing Inc. | 1,524 | 399,937 | 492,850 |
| IDEX Corp. | 277 | 71,193 | 85,631 | Bentley Systems Inc. | 722 | 43,431 | 36,129 |
| $1 \mathrm{llinois} \mathrm{Tool} \mathrm{Works} \mathrm{Inc}$. | 1,027 | 279,177 | 306,317 | BILL COM HLDGS INC | 349 | 108,722 | 51,485 |
| Ingersoll Rand Inc | 1,488 | 95,083 | 105,283 | Black Knight Inc., Class A | 573 | 49,314 | 47,866 |
| JACOBS SOLUTIONS INC | 469 | 75,702 | 76,229 | Block Inc., Class A | 1,975 | 455,510 | 168,058 |
| JB Hunt Transport Services Inc. | 304 | 70,549 | 71,764 | Booz Allen Hamilton Holding Corp., Class A | 486 | 51,635 | 68,774 |
| Knight-Swift Transportation Holdings Inc., Class A | 590 | 39,618 | 41,865 | Broadcom Inc. | 1,487 | 924,932 | 1,125,668 |
| L3Harris Technologies Inc. | 699 | 198,905 | 197,111 | Broadridge Financial Solutions Inc. | 432 | 89,222 | 78,451 |
| Lennox International Inc. | 118 | 40,966 | 38,219 | Cadence Design Systems Inc. | 1,008 | 187,964 | 219,230 |
| Lincoln Electric Holdings Inc. | 212 | 36,778 | 41,473 | CDW Corp./DE | 497 | 106,743 | 120,164 |
| Lockheed Martin Corp. | 857 | 396,446 | 564,598 | Ceridian HCM Holding Inc. | 564 | 66,747 | 48,985 |
| Masco Corp. | 829 | 58,569 | 52,382 | CIENA Corp. | 544 | 35,546 | 37,548 |
| Middleby Corp. | 198 | 42,284 | 35,895 | Cisco Systems Inc. | 15,082 | 1,009,021 | 972,786 |
| Nordson Corp. | 198 | 56,717 | 63,726 | Clarivate PLC | 1,585 | 39,596 | 17,897 |
| Norfolk Southern Corp. | 850 | 279,749 | 283,469 | Cloudflare Inc. | 1,046 | 180,999 | 64,025 |
| Northrop Grumman Corp. | 531 | 260,378 | 392,480 | Cognex Corp. | 635 | 58,236 | 40,502 |
| Old Dominion Freight Line Inc. | 333 | 118,338 | 127,942 | Cognizant Technology Solutions Corp., Class A | 1,888 | 182,874 | 146,213 |
| Otis Worldwide Corp. | 1,530 | 153,580 | 162,217 | Concentrix Corp. | 156 | 33,041 | 28,125 |
| Owens Corning | 343 | 39,251 | 39,603 | Corning Inc. | 2,796 | 128,926 | 120,909 |
| PACCAR Inc. | 1,278 | 138,511 | 171,246 | Crowdstrike Holdings Inc. | 789 | 230,708 | 112,474 |
| Parker Hannifin Corp. | 472 | 169,893 | 185,878 | Datadog Inc. | 912 | 160,928 | 90,755 |
| Pentair PLC | 604 | 49,530 | 36,783 | Dell Technologies Inc. - VMware Inc., Class C | 952 | 107,306 | 51,840 |
| Plug Power Inc. | 1,927 | 66,063 | 32,273 | DocuSign Inc. | 738 | 197,737 | 55,374 |
| Quanta Services Inc. | 525 | 73,691 | 101,289 | DXC Technology Co. | 845 | 34,987 | 30,317 |
| Raytheon Technologies Corp. | 5,399 | 620,580 | 737,696 | Dynatrace Inc. | 741 | 58,219 | 38,424 |
| RBC Bearings Inc. | 107 | 30,254 | 30,328 | Enphase Energy Inc. | 499 | 116,167 | 179,006 |
| Regal-Beloit Corp. | 243 | 48,891 | 39,473 | Entegris Inc. | 547 | 79,292 | 48,590 |
| Republic Services Inc. | 755 | 116,537 | 131,853 | EPAM Systems Inc. | 211 | 139,078 | 93,626 |
| Robert Half International Inc. | 399 | 51,614 | 39,883 | Equinix Inc. | 340 | 314,692 | 301,491 |
| Rockwell Automation | 422 | 153,964 | 147,162 | F5 Networks Inc. | 220 | 53,940 | 42,746 |
| Rollins Inc. | 850 | 36,613 | 42,051 | Factset Research Systems Inc. | 140 | 69,429 | 76,065 |
| Roper Industries Inc. | 390 | 218,080 | 228,068 | Fair Isaac Inc. | 92 | 46,125 | 74,423 |
| Southwest Airlines Co. | 2,181 | 134,928 | 99,423 | Fidelity National Information Services Inc. | 2,180 | 331,634 | 200,260 |
| Teledyne Technologies Inc. | 172 | 89,321 | 93,134 | Fiserv Inc. | 2,332 | 312,522 | 319,109 |
| Tetra Tech Inc. | 195 | 40,065 | 38,332 | FleetCor Technologies Inc. | 271 | 88,775 | 67,393 |
| Textron Inc. | 767 | 68,325 | 73,522 | Flextronics International Ltd. | 1,663 | 35,897 | 48,318 |
| Toro Co./The | 382 | 44,395 | 58,546 | Fortinet Inc. | 2,382 | 169,035 | 157,670 |
| Trane Technologies PLC | 846 | 176,077 | 192,530 | Gartner Inc. | 290 | 104,455 | 132,030 |
| TransDigm Group Inc. | 189 | 144,979 | 161,048 | Genpact Ltd. | 619 | 36,266 | 38,819 |
| TransUnion | 708 | 93,404 | 54,398 | Global Payments Inc. | 993 | 192,787 | 133,528 |
| Uber Technologies Inc. | 7,327 | 386,016 | 245,322 | GoDaddy Inc., Class A | 570 | 50,377 | 57,740 |
| Union Pacific Corp. | 2,258 | 623,229 | 632,913 | Hewlett Packard Enterprise Co. | 4,727 | 91,132 | 102,014 |
| United Continental Holdings Inc. | 1,201 | 73,682 | 61,253 | HP Inc. | 3,251 | 117,856 | 118,269 |



|  | Number of shares | Average Cost | Fair Value |  | Number of units | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  |  | \$ |
| Federal Realty Investment Trust | 268 | 39,236 | 36,662 | Exchange Traded Funds (1.0\%) |  |  |  |
| Gaming and Leisure Properties Inc. | 946 | 56,504 | 66,717 | United States (1.0\%) |  |  |  |
| Healthpeak Properties Inc. | 1,974 | 81,467 | 66,949 | SPDR, S\&P 500 ETF Trust | 3,343 | 1,761,917 | 1,730,912 |
| Host Hotels \& Resorts Inc. | 2,626 | 57,449 | 57,063 |  |  |  |  |
| Invitation Homes Inc. | 2,134 | 102,062 | 85,637 | Total Investments (99.7\%) |  | 180,860,436 * | 172,923,771 |
| Iron Mountain Inc. | 1,068 | 60,112 | 72,081 |  |  |  |  |
| Jones Lang LaSalle Inc. | 174 | 50,132 | 37,544 | Cash and Other Net Assets (0.3\%) |  |  | 458,341 |
| Kimco Realty Corp. | 2,271 | 63,066 | 65,122 | Cash and Oher Net Assets (0.3\%) |  |  | 458,341 |
| Lamar Advertising Co., Class A | 321 | 43,208 | 41,026 | Net Assets (100\%) |  |  | 173,382,112 |
| Life Storage Inc. | 312 | 55,882 | 41,608 |  |  |  | 173 |
| Medical Properties Trust Inc. | 2,197 | 54,698 | 33,136 |  |  |  |  |
| Mid-America Apartment Communities Inc. | 424 | 97,984 | 90,121 | *Average cost of Investments as of December 31, 2021 |  |  |  |
| National Retail Properties Inc. | 657 | 37,206 | 40,704 | is \$177,164,452. |  |  |  |
| Omega Healthcare Investors Inc. | 860 | 33,731 | 32,544 |  |  |  |  |
| ProLogis Inc. | 3,389 | 533,902 | 517,430 |  |  |  |  |
| Public Storage | 581 | 225,098 | 220,402 |  |  |  |  |
| Realty Income Corp. | 2,303 | 196,854 | 197,777 |  |  |  |  |
| Regency Centers Corp. | 566 | 48,183 | 47,879 |  |  |  |  |
| Rexford Industrial Realty Inc. | 674 | 61,703 | 49,842 |  |  |  |  |
| SBA Communications Corp., Class A | 397 | 155,260 | 150,666 |  |  |  |  |
| Simon Property Group Inc. | 1,201 | 206,259 | 191,026 |  |  |  |  |
| STORE Capital Corp. | 976 | 40,192 | 42,364 |  |  |  |  |
| Sun Communities Inc. | 455 | 101,911 | 88,092 |  |  |  |  |
| UDR Inc. | 1,124 | 72,287 | 58,939 |  |  |  |  |
| Ventas Inc. | 1,468 | 102,903 | 89,538 |  |  |  |  |
| VICI Properties Inc. | 3,538 | 132,435 | 155,199 |  |  |  |  |
| Welltower Inc. | 1,735 | 177,337 | 153,978 |  |  |  |  |
| WP Carey Inc. | 764 | 74,197 | 80,837 |  |  |  |  |
|  |  | 5,184,934 | 4,706,684 |  |  |  |  |
| Utilities (3.1\%) |  |  |  |  |  |  |  |
| AES Corp. | 2,453 | 73,336 | 95,515 |  |  |  |  |
| Alliant Energy Corp. | 922 | 64,262 | 68,918 |  |  |  |  |
| Ameren Corp. | 950 | 98,529 | 114,369 |  |  |  |  |
| American Electric Power Co. Inc. | 1,887 | 201,103 | 242,579 |  |  |  |  |
| American Water Works Co. Inc. | 668 | 135,038 | 137,858 |  |  |  |  |
| Avangrid Inc. | 256 | 16,398 | 14,897 |  |  |  |  |
| CenterPoint Energy Inc. | 2,312 | 78,693 | 93,875 |  |  |  |  |
| CMS Energy Corp. | 1,066 | 81,492 | 91,401 |  |  |  |  |
| Consolidated Edison Inc. | 1,303 | 128,138 | 168,139 |  |  |  |  |
| Constellation Energy Corp. | 1,201 | 78,942 | 140,180 |  |  |  |  |
| Dominion Resources Inc./VA | 3,061 | 280,458 | 254,211 |  |  |  |  |
| DTE Energy Co. | 712 | 104,309 | 113,306 |  |  |  |  |
| Duke Energy Corp. | 2,828 | 351,786 | 394,331 |  |  |  |  |
| Edison International | 1,403 | 106,080 | 120,848 |  |  |  |  |
| Entergy Corp. | 747 | 97,664 | 113,778 |  |  |  |  |
| Essential Utilities Inc. | 877 | 50,766 | 56,673 |  |  |  |  |
| Evergy Inc. | 843 | 66,667 | 71,825 |  |  |  |  |
| Eversource Energy | 1,279 | 136,090 | 145,198 |  |  |  |  |
| Exelon Corp. | 3,649 | 222,261 | 213,573 |  |  |  |  |
| FirstEnergy Corp. | 1,995 | 95,974 | 113,308 |  |  |  |  |
| NextEra Energy Inc. | 7,297 | 725,690 | 825,721 |  |  |  |  |
| Nisource Inc. | 1,491 | 48,601 | 55,352 |  |  |  |  |
| NRG Energy Inc. | 846 | 42,566 | 36,447 |  |  |  |  |
| OGE Energy Corp. | 735 | 33,853 | 39,357 |  |  |  |  |
| Oneok Inc. | 1,642 | 131,961 | 146,058 |  |  |  |  |
| PG\&E Corp. | 5,915 | 86,248 | 130,215 |  |  |  |  |
| Pinnacle West Capital Corp. | 416 | 36,437 | 42,827 |  |  |  |  |
| PPL Corp. | 2,705 | 98,121 | 107,012 |  |  |  |  |
| Public Service Enterprise Group Inc. | 1,833 | 142,116 | 152,054 |  |  |  |  |
| Sempra Energy | 1,154 | 190,735 | 241,469 |  |  |  |  |
| Southern Co. | 3,998 | 318,132 | 386,535 |  |  |  |  |
| UGI Corp. | 769 | 41,731 | 38,595 |  |  |  |  |
| Vistra Energy Corp. | 1,374 | 35,994 | 43,158 |  |  |  |  |
| WEC Energy Group Inc. | 1,159 | 131,090 | 147,125 |  |  |  |  |
| Xcel Energy Inc. | 2,010 | 165,379 | 190,793 |  |  |  |  |
|  |  | 4,696,640 | 5,347,500 |  |  |  |  |
| Total Equities |  | 179,098,519 | 171,192,859 |  |  |  |  |

## NBI International Equity Index Fund

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

## Assets

Current assets
Investments
Subscriptions receivable
Proceeds from sale of investments receivable
Interest receivable
Dividends receivable
Total assets

## Liabilities

Current liabilities
Bank overdraft
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Investor Series
Series F
Series 0
Series PW

Net assets attributable to holders of redeemable units per unit, per series
Investor Series
Series F
Series 0
Series PW
Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Investor Series |  | $\begin{array}{r} \text { Series F } \\ 2022 \\ \text { (270 days) } \end{array}$ | Series 0 |  | Series PW |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | $\begin{array}{r} 2021 \\ \text { (233 days) } \end{array}$ |  | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 48,145 | . | . | 18,961 | 40,584 | 3 | 2 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(4,043)$ | 1,440 | 259 | (13) | 2,990 | (1) | 1 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,768 | 48,532 | 12,910 | 18,998 | 16,384 | - | - |
| Reinvestments of distributions to holders of redeemable units |  | 803 | 109 | 304 | 543 | 771 |  |  |
| Redemption of redeemable units |  | $(17,603)$ | $(1,826)$ | $(1,201)$ | $(7,340)$ | $(40,997)$ | - | - |
| Total redeemable units transactions |  | $(15,032)$ | 46,815 | 12,013 | 12,201 | $(23,842)$ | - | - |
| Distributions to investors | 2 |  |  |  |  |  |  |  |
| Net investment income |  | 807 | 110 | 308 | 543 | 771 | - | - |
| Total distributions to investors |  | 807 | 110 | 308 | 543 | 771 | . | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(19,882)$ | 48,145 | 11,964 | 11,645 | $(21,623)$ | (1) | 1 |
| Net assets attributable to holders of redeemable units, end of the year |  | 28,263 | 48,145 | 11,964 | 30,606 | 18,961 | 2 | 3 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 4,397,075 | - |  | 1,733,567 | 3,989,043 | 274 | 268 |
| Redeemable units issued |  | 179,150 | 4,556,385 | 1,339,414 | 2,020,335 | 1,553,965 | - | - |
| Redeemable units issued on reinvestments |  | 81,408 | 9,831 | 31,343 | 54,166 | 70,906 | 8 | 6 |
| Redeemable units redeemed |  | $(1,777,909)$ | $(169,141)$ | $(129,653)$ | $(736,619)$ | $(3,880,347)$ | - | - |
| Redeemable units outstanding, end of the year |  | 2,879,724 | $\xrightarrow{4,397,075}$ | 1,241,104 | 3,071,449 | 1,733,567 | 282 | 274 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(3,798)$ | 4,431 |
| 2,055 | $(2,871)$ |
| 165 | (48) |
| (151) | 100 |
| 3,384 | (719) |
| $(53,047)$ | (31,758) |
| 44,270 | 55,762 |
| 2 | (3) |
| (19) | (11) |
| (4) | 20 |

$(7,143) \quad 24,903$

2

| (8) (1) |  |
| :---: | :---: |
| 33,397 | 17,886 |
| $(26,184)$ | $(42,722)$ |
| 7,205 | $(24,837)$ |
| (165) | 48 |
| $\begin{gathered} 62 \\ (16) \\ \hline \end{gathered}$ | 66 |
|  | (130) |
| (119) | (16) |
| 7 | 10 |
| 1,856 | 944 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI International Equity Index Fund's investment objective is to ensure long-term capital growth by replicating the performance of the Morningstar® Developed Markets ex-North America Large Cap Index, an index of large-capitalization companies located in those markets.
The portfolio manager follows a passive investment strategy designed to replicate the performance of the Morningstar® Developed Markets ex-North America Large Cap Index.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Investor Series | May 12, 2021 | A | A | 0.30 | 0.14 |
| Series F | April 5, 2022 | A | A | 0.20 | 0.14 |
| Series 0 | May 22, 2018 | A | A |  | 0.02 |
| Series PW | May 22, 2018 | A | A |  |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 9.80 | 0.01 | 9.81 |
| Series F | 9.63 | 0.01 | 9.64 |
| Series 0 | 9.95 | 0.01 | 9.96 |
| Series PW | 8.82 | 0.02 | 8.84 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Investor Series | 10.93 | 0.02 | 10.95 |
| Series 0 | 10.92 | 0.02 | 10.94 |
| Series PW | 9.82 | 0.01 | 9.83 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Trust Unit
Exchange Traded Fund

Fair Value December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
|  | \$ <br> 189 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 2,143,080 | 3.0 | 1,767,669 | 2.6 |
| Australian Dollar | 5,024,666 | 7.1 | 4,450,935 | 6.6 |
| Danish Krone | 2,093,464 | 3.0 | 1,663,806 | 2.5 |
| Euro | 21,423,102 | 30.2 | 21,422,528 | 31.9 |
| Hong Kong Dollar | 1,971,973 | 2.8 | 1,689,055 | 2.5 |
| Japanese Yen | 16,026,461 | 22.6 | 15,280,690 | 22.8 |
| New Israeli Shekel | 361,039 | 0.5 | 338,181 | 0.5 |
| New Zealand Dollar | 130,041 | 0.2 | 130,672 | 0.2 |
| Norwegian Krone | 590,085 | 0.8 | 570,150 | 0.8 |
| Polish Zloty | 102,890 | 0.1 | 183,160 | 0.3 |
| Pound Sterling | 10,403,292 | 14.7 | 9,248,831 | 13.8 |
| Singapore Dollar | 995,151 | 1.4 | 731,045 | 1.1 |
| Swedish Krona | 2,352,904 | 3.3 | 2,843,910 | 4.2 |
| Swiss Franc | 7,022,052 | 9.9 | 6,846,295 | 10.2 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate
Based on the assumption that the Canadian Dollar had risen or fallen by 5\% in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 3,532,010(\$ 3,358,346$ as at December 31, 2021).

Price Risk (Note 5)

| The Fund's Benchmark Composition |  | Net Assets and Results | of Net Assets | Net Assets and Results |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \% | \$ | \% |
| Morningstar Develop Markets ex-North |  |  |  |  |  |
| America Large Cap Index (100\%) CA |  |  |  |  |  |
| Londres 11:00 |  | 3,123,816 | $4.4 \pm$ | 3,174,260 | 4.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Weighting by Country | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Australia | 7.5 | 6.9 |
| Austria | 0.2 | 0.2 |
| Belgium | 0.9 | 0.9 |
| Bermuda | - | 0.1 |
| Cash, Money Market and Other Net Assets | 0.4 |  |
| China | 0.2 | 0.2 |
| Denmark | 3.0 | 2.5 |
| Exchange Traded Funds | 2.9 | 2.5 |
| Finland | 1.3 | 1.3 |
| France | 10.7 | 10.5 |
| Germany | 7.2 | 8.3 |
| Hong Kong | 2.6 | 2.4 |
| Ireland | 0.8 | 1.0 |
| Isle of Man | - | 0.1 |
| Israel | 0.5 | 0.5 |
| Italy | 1.9 | 1.9 |
| Japan | 22.5 | 22.8 |
| Luxembourg | 0.2 | 0.2 |
| Macau | 0.1 | - |
| Netherlands | 4.6 | 5.9 |
| New Zealand | 0.2 | 0.2 |
| Norway | 0.8 | 0.8 |
| Poland | 0.1 | 0.3 |
| Portugal | 0.2 | 0.1 |
| Singapore | 1.4 | 1.1 |
| Spain | 2.4 | 2.2 |
| Sweden | 3.1 | 4.0 |
| Switzerland | 10.7 | 10.8 |
| United Kingdom | 13.6 | 12.3 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 68,521,903 | - |  | 68,521,903 |
| Exchange traded funds | 2,024,500 | - | - | 2,024,500 |
| Total investments | 70,546,403 | - | - | 70,546,403 |
| Derivatives assets |  | 210,732 |  | 210,732 |
| Derivatives liabilities |  | $(210,713)$ | - | $(210,713)$ |
| Total derivatives instruments | - | 19 | - | 19 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 65,428,224 | - | - | 65,428,224 |
| Exchange traded funds | 1,663,494 | - | - | 1,663,494 |
| Total investments | 67,091,718 | - | - | 67,091,718 |
| Derivatives assets |  | 102,401 | - | 102,401 |
| Derivatives liabilities |  | $(102,177)$ | - | $(102,177)$ |
| Total derivatives instruments | - | 224 | - | 224 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

| (in thousands Canadian dollars) | December 31, <br>  <br>  <br>  <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Total Commissions | $\$$ | $\$$ |
| Related Entities | 14 | 20 |

Related Entities

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series 0 | 157 |  | 154 | - |
| Series PW | 282 | 100 | 274 | 100 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by Trust National Bank | \% | Units Held by Trust National Bank | \% |
| Series 0 | 1 | - | 1 | - |
| Losses (Note 9) |  |  |  |  |
| (in thousands Canadian dollars) |  |  |  |  |
|  |  |  | December 31, 2022 | December 31, 2021 |
|  |  |  | \$ | \$ |
| Capital Losse |  |  | 6,527 | 6,003 |


|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Number of shares | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (96.7\%) |  |  |  | Paddy Power Betfair PLC | 584 | 123,480 | 108,173 |
| Communication Services (3.7\%) |  |  |  | Panasonic Corp. | 8,902 | 117,705 | 101,975 |
| Adevinta ASA | 1,024 | 15,194 | 9,283 | Prosus NV | 4,437 | 393,366 | 414,463 |
| BT Group PLC | 26,642 | 69,590 | 48,864 | Rakuten Inc. | 3,519 | 40,709 | 21,635 |
| Capcom Co. Ltd. | 611 | 26,229 | 26,534 | Reed Elsevier PLC | 7,569 | 264,159 | 283,470 |
| Cellnex Telecom SA | 2,179 | 140,679 | 97,649 | Sands China Ltd. | 9,271 | 36,287 | 41,649 |
| Dentsu Inc. | 914 | 38,549 | 39,080 | Sekisui House Ltd. | 2,614 | 65,061 | 62,922 |
| Deutsche Telekom AG | 13,327 | 323,741 | 360,002 | Shimano Inc. | 320 | 86,191 | 69,056 |
| Elisa OYJ | 575 | 42,162 | 41,177 | Sodexho Alliance SA | 321 | 42,966 | 41,630 |
| Infrastrutture Wireless Italiane SpA | 1,356 | 17,488 | 18,395 | Sony Corp. | 4,815 | 562,309 | 498,426 |
| KDDI Corp. | 5,979 | 235,711 | 245,594 | Start Today Co. Ltd. | 428 | 13,973 | 14,393 |
| Konami Corp. | 384 | 23,648 | 23,648 | Stellantis NV | 8,259 | 169,611 | 158,820 |
| Nexon Co. Ltd. | 1,720 | 42,170 | 52,553 | Subaru Corporation | 2,350 | 60,159 | 49,149 |
| Nintendo Co. Ltd. | 4,463 | 248,678 | 254,681 | Suzuki Motor Corp. | 1,875 | 95,936 | 82,607 |
| Nippon Telegraph \& Telephone Corp. | 4,564 | 155,651 | 177,114 | Techtronic Industries Co. Ltd. | 7,006 | 128,914 | 105,845 |
| Orange | 7,211 | 109,484 | 96,998 | Toyota Industries Corp. | 784 | 70,610 | 58,552 |
| Publicis Groupe SA | 901 | 68,297 | 77,594 | Toyota Motor Corp. | 47,970 | 968,298 | 896,882 |
| REA Group Ltd. | 197 | 26,121 | 20,122 | Universal Music Group NV | 2,908 | 94,681 | 94,873 |
| Singapore Telecommunication Ltd. | 27,099 | 68,536 | 70,398 | Volkswagen AG, Preferred Shares | 701 | 166,772 | 118,282 |
| Softbank Group Corp. | 4,540 | 294,647 | 264,320 | Volvo Car AB | 2,048 | 20,453 | 12,628 |
| Softbank Corp. | 10,602 | 173,423 | 162,734 | Wolters Kluwer NV | 983 | 121,161 | 139,280 |
| Swisscom AG | 97 | 68,386 | 71,964 | Yamaha Corp. | 658 | 35,243 | 33,395 |
| Tele2 AB, Class B | 2,098 | 33,843 | 23,249 | Yamaha Motor Co. Ltd. | 1,337 | 44,052 | 41,513 |
| Telecom Corp of New Zealand Ltd. | 7,153 | 33,424 | 33,208 |  |  | 8,239,701 | 8,037,969 |
| Telefonica SA | 22,050 | 136,776 | 108,178 |  |  |  |  |
| Telenor ASA | 2,458 | 48,372 | 31,115 | Consumer Staples (11.0\%) |  |  |  |
| TeliaSonera AB | 9,369 | 47,839 | 32,436 | Aeon Co. Ltd. | 3,329 | 89,034 | 95,568 |
| Telstra Corp. Ltd. | 15,442 | 54,293 | 56,800 | Ajinomoto Co. Inc. | 2,051 | 68,318 | 85,284 |
| Toho Co. Ltd./Tokyo | 484 | 25,098 | 25,363 | Anheuser-Busch InBev SA/NV | 3,781 | 297,032 | 308,359 |
| Vantage Towers AG | 348 | 16,421 | 16,190 | Asahi Group Hldgs | 1,936 | 104,114 | 82,259 |
| Vodafone Group PLC | 102,336 | 203,107 | 141,111 | Associated British Food PLC | 1,360 | 41,611 | 35,084 |
| Yahoo! Japan Corp. | 10,202 | 57,862 | 34,939 | Beiersdorf AG, Class A | 375 | 51,368 | 58,264 |
|  |  | 2,845,419 | 2,661,293 | British American Tobacco PLC | 8,535 | 425,169 | 458,447 |
|  |  |  |  | Budweiser Brewing Co APAC Ltd. | 6,574 | 23,976 | 27,994 |
| Consumer Discretionary (11.3\%) |  |  |  | Carlsberg, Class B | 376 | 69,877 | 67,660 |
| Adidas AG | 682 | 221,802 | 125,989 | Carrefour SA | 2,239 | 52,839 | 50,753 |
| Aisin Seiki Co. Ltd. | 698 | 25,483 | 25,417 | Chocoladefabriken Lindt \& Spruengli AG, PTG Cert | 4 | 53,961 | 55,240 |
| Aristocrat Leisure Ltd. | 2,519 | 89,980 | 70,873 | Coca-Cola European Partners PLC | 712 | 47,578 | 53,327 |
| Bayerische Motoren Werke AG | 1,218 | 139,341 | 147,191 | Coles Group Ltd. | 5,111 | 78,404 | 78,779 |
| Bayerische Motoren Werke AG, Preferred Shares | 227 | 22,932 | 26,172 | Danone Group | 2,426 | 202,233 | 173,099 |
| Bridgestone Corp. | 2,344 | 125,400 | 113,425 | Davide Campari-Milano NV | 2,040 | 31,693 | 28,041 |
| Cie Financière Richemont SA, Class A | 1,993 | 272,638 | 349,950 | Diageo PLC | 8,902 | 520,973 | 531,855 |
| Cie Generale des Etablissements Michelin SCA | 2,710 | 113,526 | 102,062 | Dino Polska SA | 183 | 18,664 | 21,229 |
| Compass Group PLC | 6,817 | 186,063 | 213,964 | Endeavour Group Ltd/Australia | 4,787 | 30,515 | 28,331 |
| Cycle \& Carriage Ltd. | 377 | 9,311 | 10,899 | Essity AB, Class B | 2,301 | 84,615 | 81,482 |
| DaimlerChrysler AG | 2,982 | 287,873 | 265,368 | Essity AB, Series A | 108 | 4,147 | 3,819 |
| Denso Corp. | 1,926 | 145,570 | 129,854 | Haleon PLC | 19,389 | 78,296 | 103,892 |
| D'ieteren SA | 87 | 19,103 | 22,596 | Heineken Holding NV | 418 | 45,593 | 43,650 |
| Don Quijote Co. Ltd. | 2,035 | 48,721 | 51,493 | Heineken NV | 902 | 117,471 | 114,887 |
| Evolution Gaming Group AB | 731 | 107,979 | 96,506 | Henkel Kgaa | 377 | 37,363 | 32,921 |
| Fast Retailing Co. Ltd. | 239 | 187,113 | 198,538 | Henkel KGaA, Pref. | 680 | 72,071 | 64,081 |
| Ferrari NV | 489 | 123,768 | 141,888 | Imperial Tobacco Group PLC | 3,664 | 107,743 | 124,208 |
| Galaxy Entertainment Group Ltd. | 7,669 | 55,798 | 68,639 | Japan Tobacco Inc. | 4,200 | 108,981 | 115,287 |
| Genting Singapore Ltd. | 21,705 | 17,528 | 20,953 | JDE PEET'S BV | 499 | 20,020 | 19,542 |
| Hankyu Hanshin Holdings Inc. | 922 | 38,100 | 37,282 | Jeronimo Martins SGPS SA | 1,057 | 29,913 | 30,915 |
| Hennes \& Mauritz AB, Class B | 2,733 | 57,607 | 39,790 | Kao Corp. | 1,779 | 129,198 | 96,435 |
| Hermes International | 133 | 207,352 | 278,543 | Kerry Group PLC, Class A | 595 | 88,181 | 73,301 |
| Honda Motor Co. Ltd. | 6,502 | 228,395 | 203,359 | Kesko Oyj | 359 | 12,044 | 10,588 |
| Inditex SA | 4,284 | 165,176 | 154,294 | Kesko OYJ, Series B | 1,043 | 38,093 | 31,186 |
| Isuzu Motors Ltd. | 2,375 | 40,448 | 37,900 | Kikkoman Corp. | 740 | 61,434 | 52,976 |
| Kering | 276 | 224,135 | 190,210 | Kirin Holdings Co. Ltd. | 3,176 | 74,715 | 65,884 |
| Louis Vuitton Moet Hennessy | 999 | 823,336 | 984,428 | Koninklijke Ahold Delhaize NV | 3,993 | 146,499 | 155,330 |
| M3 Inc. | 1,633 | 96,326 | 60,272 | Kose Corp. | 137 | 19,457 | 20,379 |
| Moncler SpA | 794 | 53,630 | 56,780 | L'Oréal SA | 963 | 448,167 | 465,614 |
| MonotaRO Co. Ltd. | 938 | 18,365 | 17,968 | MEIJI Holdings Co. Ltd. | 538 | 35,776 | 37,405 |
| Namco Bandai Holdings Inc. | 848 | 74,535 | 72,727 | MOWI ASA | 1,737 | 54,122 | 40,135 |
| Nissan Motor Co. Ltd. | 9,025 | 57,984 | 38,924 | Nestlé SA | 10,500 | 1,567,592 | 1,647,482 |
| Nitori Co. Ltd. | 332 | 63,030 | 58,392 | Nissin Foods Holdings Co. Ltd. | 314 | 33,258 | 33,751 |
| Oriental Land Co. Ltd./Japan | 889 | 169,257 | 175,705 | Pernod-Ricard | 778 | 199,446 | 207,195 |


|  | Number of shares | Average $\begin{gathered} \text { Cost } \\ \$ \end{gathered}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average $\frac{\operatorname{cost}}{\$}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Reckitt Benckiser Group PLC | 2,812 | 272,828 | 264,849 | Insurance Australia Group Ltd. | 9,413 | 47,298 | 41,218 |
| Seven \& I Holdings Co . | 3,046 | 154,702 | 177,842 | Intesa Sanpaolo | 65,251 | 202,108 | 196,803 |
| Shiseido Co. Ltd. | 1,527 | 116,651 | 101,929 | Investor AB-B | 6,958 | 164,749 | 170,102 |
| Suntory Beverage \& Food Ltd. | 484 | 24,065 | 22,467 | Investor AB | 2,142 | 52,762 | 53,936 |
| Tesco PLC | 28,273 | 122,169 | 103,758 | Israel Discount Bank Ltd. | 4,723 | 36,703 | 33,627 |
| Uni-Charm Corp. | 1,683 | 78,690 | 87,985 | Japan Exchange Group Inc. | 2,018 | 37,779 | 39,499 |
| Unilever PLC | 10,039 | 645,842 | 687,207 | Japan Post Bank Co. Ltd. | 1,575 | 16,413 | 18,326 |
| Wesfarmers Ltd. | 4,330 | 186,967 | 183,259 | Japan Post Holdings Co. Ltd. | 9,218 | 91,550 | 105,500 |
| Wilmar International Ltd. | 11,917 | 47,233 | 50,232 | KBC Groep NV | 1,289 | 119,363 | 112,242 |
| Woolworths Ltd. | 4,645 | 159,876 | 143,707 | Legal \& General Group PLC | 22,804 | 98,668 | 93,131 |
| Yakult Honsha Co. Ltd. | 607 | 53,637 | 53,598 | Lloyds TSB Group PLC | 256,843 | 199,206 | 190,912 |
|  |  | 7,684,214 | 7,788,751 | London Stock Exchange Group PLC | 1,315 | 163,903 | 153,601 |
|  |  |  |  | Lundbergforetagen AB | 244 | 15,863 | 14,108 |
| Energy (4.8\%) |  |  |  | Macquarie Group Ltd. | 1,387 | 214,373 | 213,481 |
| Aker BP ASA | 1,182 | 55,986 | 49,673 | Mitsubishi UFJ Financial Group Inc. | 48,182 | 337,071 | 441,849 |
| BP PLC | 69,824 | 465,058 | 542,775 | Mitsubishi UFJ Lease \& Finance Co. Ltd. | 3,025 | 19,600 | 20,252 |
| ENISPA | 9,545 | 169,328 | 183,965 | Mizrahi Tefahot Bank Ltd. | 569 | 24,295 | 24,969 |
| Idemitsu Kosan Co. Ltd. | 864 | 26,821 | 27,361 | Mizuho Financial Group Inc. | 9,696 | 166,316 | 185,634 |
| INPEX Corp. | 4,024 | 48,415 | 57,947 | MS\&AD Insurance Group Holdings Inc. | 1,746 | 71,108 | 76,077 |
| JX Holdings Inc. | 12,335 | 64,639 | 57,004 | Muenchener Rueckver AG | 535 | 182,738 | 235,722 |
| Neste Oil Oyj | 1,645 | 101,994 | 102,830 | National Australia Bank Ltd. | 12,043 | 307,956 | 333,729 |
| OMV AG | 550 | 38,075 | 38,430 | Natwest Group PLC | 19,315 | 76,363 | 83,846 |
| Polski Koncern Naftowy ORLEN SA | 2,039 | 40,852 | 40,487 | NKSJ Holdings Inc. | 1,328 | 72,625 | 80,276 |
| Repsol SA | 5,545 | 96,888 | 119,344 | NN Group NV | 1,184 | 73,032 | 65,484 |
| Santos Ltd. | 12,710 | 82,936 | 83,659 | Nomura Holdings Inc. | 11,483 | 63,801 | 57,876 |
| Shell PLC | 27,148 | 893,184 | 1,033,619 | Nordea Bank AB | 12,493 | 164,189 | 181,175 |
| Statoil ASA | 4,001 | 146,291 | 194,515 | Nordea Bank Abp | 119 | 1,000 | 1,731 |
| Tenaris SA | 1,758 | 29,481 | 41,493 | Orix Corp. | 4,565 | 101,245 | 99,760 |
| TOTALENERGIES SE | 9,398 | 629,670 | 798,871 | Oversea-Chinese Banking Corp. | 15,462 | 169,765 | 190,366 |
| Woodside Energy Group Ltd. | 1,184 | 56,374 | 38,567 | Partners Group Holding AG | 87 | 135,545 | 104,067 |
|  |  | 2,945,992 | 3,410,540 | Poste Italiane SpA | 1,745 | 26,423 | 23,106 |
|  |  |  |  | Powszechna Kasa Oszczednosci Bank Polski SA | 3,293 | 36,824 | 30,831 |
| Financials (18.4\%) |  |  |  | Prudential Corp. PLC | 10,497 | 221,016 | 193,729 |
| 3i Group PLC | 3,716 | 74,087 | 81,598 | QBE Insurance Group Ltd. | 5,669 | 61,056 | 70,186 |
| AIA Group Ltd. | 45,150 | 616,347 | 679,763 | Resona Holdings Inc. | 9,168 | 58,704 | 68,394 |
| Allianz AG | 1,560 | 436,800 | 454,232 | Sampo OYJ Ltt., Class A | 1,893 | 115,951 | 134,245 |
| ANZ Group Holdings Ltd. | 11,417 | 271,746 | 249,021 | Santander Bank Polska SA | 129 | 10,253 | 10,343 |
| Assicurazioni Generali SPA | 4,605 | 112,763 | 110,592 | Singapore Exchange Ltd. | 3,143 | 27,987 | 28,434 |
| ASX Ltd. | 739 | 53,856 | 46,339 | Skandinaviska Enskilda Banken AB, Series A | 6,499 | 99,240 | 100,987 |
| Aviva PLC | 10,701 | 71,768 | 77,561 | Skandinaviska Enskilda Banken AB, Series C | 55 | 801 | 886 |
| AXA | 7,583 | 254,049 | 286,355 | Société Générale | 3,018 | 108,406 | 102,705 |
| Banco Bilbao Vizcaya SA | 23,024 | 165,302 | 188,006 | Sofina SA | 60 | 24,688 | 17,879 |
| Banco Santander Central Hispano SA | 64,099 | 285,989 | 260,358 | Standard Chartered PLC | 9,284 | 85,867 | 94,584 |
| Bank Hapoalim BM | 4,696 | 55,051 | 57,390 | Sumitomo Mitsui Financial Group Inc. | 5,249 | 224,791 | 286,756 |
| Bank Leumi Le-Israel BM | 5,894 | 68,055 | 66,558 | Sumitomo Mitsui Trust Holdings Inc. | 1,433 | 60,723 | 67,820 |
| Barclays PLC | 57,517 | 164,256 | 149,243 | Suncorp Group Ltd. | 4,827 | 53,968 | 53,576 |
| BNP Paribas | 4,336 | 317,221 | 334,643 | Svenska Handelsbanken AB, Class A | 5,866 | 77,612 | 80,038 |
| CaixaBank SA | 16,619 | 68,919 | 88,447 | Svenska Handelsbanken AB, Series B | 135 | 1,846 | 2,141 |
| Commonwealth Bank of Australia | 6,471 | 564,306 | 612,053 | Swedbank AB, Class A | 3,501 | 75,775 | 80,546 |
| Credit agricole SA | 5,228 | 82,078 | 74,491 | Swiss Life Holding | 118 | 77,129 | 82,394 |
| Dai-chi Life Insurance Co. Ltd. | 3,938 | 95,439 | 121,623 | Swiss Re AG | 1,103 | 122,781 | 139,692 |
| Daiwa Securities Group Inc. | 5,693 | 32,833 | 34,237 | Tokio Marine Holdings Inc. | 7,790 | 181,968 | 227,210 |
| Danske Bank A/S | 2,601 | 66,119 | 69,633 | Tryg A/S | 1,375 | 41,881 | 44,355 |
| DBS Group Holdings Ltd. | 6,977 | 195,965 | 239,222 | UBS Group AG | 13,457 | 266,428 | 339,065 |
| Deutsche Bank AG | 7,891 | 111,212 | 121,093 | UniCredit SpA | 7,721 | 121,766 | 148,072 |
| Deutsche Boerse AG | 725 | 154,384 | 169,596 | United Overseas Bank Ltd. | 5,883 | 148,149 | 182,563 |
| DNB Bank ASA | 3,433 | 90,284 | 92,251 | Var Energi ASA | 1,525 | 7,175 | 7,082 |
| EQT AB | 1,267 | 49,776 | 36,318 | Westpac Banking Corp. | 13,369 | 300,430 | 287,777 |
| Erste Bank der oesterreichischen Sparkassen AG | 1,362 | 62,837 | 59,181 | Zurich Insurance Group AG | 574 | 306,781 | 371,799 |
| Gjensidige Forsikring ASA | 725 | 20,126 | 19,257 |  |  | 12,269,810 | 13,037,441 |
| Great Eastern Holdings Ltd. | 217 | 4,485 | 4,058 |  |  |  |  |
| Groupe Bruxelles Lambert SA | 386 | 48,363 | 41,724 | Health Care (13.6\%) |  |  |  |
| Hang Seng Bank | 2,774 | 67,909 | 62,454 | Alcon AG | 1,908 | 170,312 | 176,538 |
| Hannover rueckversicherung AG | 230 | 49,432 | 61,837 | Argenx SE | 211 | 88,137 | 106,515 |
| Hong Kong Exchanges and Clearing Ltd. | 4,551 | 286,780 | 266,180 | Astellas Pharma Inc. | 7,010 | 143,514 | 145,092 |
| HSBC Holdings PLC | 76,263 | 622,653 | 643,760 | AstraZeneca PLC | 5,915 | 893,558 | 1,086,133 |
| Industrivärden AB , Series A | 697 | 24,772 | 22,982 | Bayer AG | 3,752 | 294,327 | 262,789 |
| Industrivärden $A B$, Series $C$ | 653 | 22,749 | 21,480 | Chugai Pharmaceutical Co. Ltd. | 2,436 | 95,017 | 84,632 |
| ING Groep NV | 14,384 | 227,293 | 237,411 | Cochlear Ltd. | 251 | 48,913 | 47,231 |


|  | $\begin{array}{r} \begin{array}{r} \text { Number } \\ \text { of shares } \end{array} \\ \hline \end{array}$ | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \begin{array}{r} \text { Number } \\ \text { of shares } \end{array} \\ \hline \end{array}$ | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Coloplast A/S, Class B | 454 | 77,319 | 71,873 | Elbit Systems Ltd. | 95 | 20,021 | 20,951 |
| CSL Ltd. | 1,841 | 469,786 | 488,376 | Epiroc AB | 2,390 | 56,575 | 58,878 |
| Daiichi Sankyo Co. Ltd. | 7,435 | 243,524 | 325,955 | Epiroc AB NPV | 1,489 | 32,033 | 32,363 |
| Eisai Co. Ltd. | 1,132 | 90,603 | 101,637 | Experian Group Ltd. | 3,702 | 170,638 | 170,459 |
| Essilor International SA | 1,162 | 250,511 | 284,957 | Fanuc Corp. | 732 | 178,347 | 149,772 |
| Eurofins Scientific SE | 493 | 61,529 | 47,916 | Ferguson PLC | 796 | 121,237 | 136,027 |
| Fisher \& Paykel Healthcare Corp. Ltd. | 2,205 | 47,906 | 42,843 | Ferrovial SA | 1,905 | 68,206 | 67,562 |
| Fresenius SE | 1,570 | 82,462 | 59,731 | Geberit AG | 137 | 103,856 | 87,375 |
| Genmab A/S | 252 | 114,945 | 144,458 | Indutrade AB | 1,015 | 31,736 | 27,882 |
| GSK PLC | 15,307 | 450,273 | 360,198 | Investment AB Latour, Series B | 520 | 17,811 | 13,387 |
| Kyowa Hakko Kirin Co. Ltd. | 969 | 33,339 | 30,187 | Itochu Corp. | 5,628 | 196,885 | 240,697 |
| Lonza Group AG | 284 | 214,595 | 188,448 | Japan Airlines Co. Ltd. | 551 | 15,093 | 15,318 |
| Merck Kgaa | 493 | 113,106 | 129,258 | Jardine Matheson Holdings Ltd. | 928 | 65,482 | 63,952 |
| Novartis AG | 9,178 | 1,003,721 | 1,123,523 | Keppel Corp. Ltd. | 5,317 | 29,623 | 39,019 |
| Novo Nordisk, Class B | 6,256 | 767,453 | 1,145,128 | Kintetsu Corp. | 728 | 33,369 | 32,704 |
| Olympus Corp. | 4,910 | 120,908 | 119,126 | Komatsu Ltd. | 3,717 | 113,616 | 110,273 |
| Ono Pharmaceutical Co. Ltd. | 1,818 | 51,552 | 57,817 | Kone OYJ, Class B | 1,540 | 119,265 | 107,895 |
| Otsuka Holdings Co. Ltd. | 2,130 | 105,201 | 94,589 | Kongsberg Gruppen ASA | 338 | 19,072 | 19,412 |
| Ramsay Health Care Ltd. | 708 | 44,141 | 42,229 | Kubota Corp. | 4,320 | 101,181 | 80,970 |
| Roche Holding AG | 102 | 49,116 | 53,536 | Kuehne + Nagel International AG | 217 | 69,046 | 68,388 |
| Roche Holding AG NPV | 2,682 | 1,167,973 | 1,140,997 | Legrand SA | 1,019 | 116,380 | 110,501 |
| Sanofi-Aventis | 4,404 | 540,480 | 573,443 | Lifco AB | 809 | 23,255 | 18,318 |
| Sartorius AG,\%, Series | 103 | 55,226 | 55,145 | Marubeni Corp. | 6,561 | 72,051 | 102,535 |
| Sartorius Stedim Biotech | 92 | 44,713 | 40,335 | Minebea Co. Ltd. | 1,549 | 33,745 | 31,494 |
| Shionogi \& Co. Ltd. | 1,083 | 82,271 | 73,576 | MISUMI Group Inc. | 1,086 | 34,965 | 32,252 |
| Siemens Healthineers AG | 1,077 | 76,221 | 72,943 | Mitsubishi Corp. | 5,629 | 223,245 | 248,695 |
| Sonic Healthcare Ltd. | 1,836 | 58,747 | 50,726 | Mitsubishi Electric Corp. | 8,199 | 132,989 | 111,091 |
| Sonova Holding AG | 196 | 78,746 | 62,947 | Mitsubishi Heavy Industries Ltd. | 1,288 | 54,634 | 69,540 |
| Straumann Holding AG | 444 | 77,652 | 68,664 | Mitsui \& Co. Ltd. | 6,081 | 172,903 | 241,692 |
| Sysmex Corp. | 649 | 78,476 | 53,544 | Mitsui O.S.K. Lines Ltd. | 1,382 | 47,406 | 46,902 |
| Takeda Pharmaceutical Co. Ltd. | 6,042 | 234,234 | 256,222 | MTR Corp. Ltd. | 5,921 | 41,635 | 42,467 |
| Terumo Corp. | 2,900 | 139,140 | 112,061 | Nibe Industrier AB | 5,854 | 69,759 | 73,759 |
| Teva Pharmaceutical Industries Ltd. | 4,240 | 47,779 | 53,892 | Nippon Yusen Kabushiki Kaisha | 1,948 | 60,433 | 62,494 |
| UCB SA | 483 | 58,453 | 51,495 | Orkla ASA | 2,868 | 32,115 | 28,116 |
| Wuxi Biologics Cayman Inc. | 13,535 | 170,426 | 140,509 | Prysmian SpA | 1,024 | 52,344 | 51,529 |
|  |  | 9,036,305 | 9,627,214 | Qantas Airways Ltd. | 3,529 | 14,589 | 19,552 |
|  |  |  |  | Recruit Holdings Co. Ltd. | 6,476 | 391,556 | 279,035 |
| Industrials (12.9\%) |  |  |  | Rentokil Initial PLC | 9,580 | 84,260 | 79,660 |
| AB SKF, Series A | 53 | 1,238 | 1,100 | Safran SA | 1,338 | 211,988 | 226,735 |
| ABB Limited | 6,526 | 242,852 | 268,173 | Sandvik | 4,167 | 108,590 | 102,087 |
| Aena SA | 281 | 57,252 | 47,772 | Schindler Holding AG | 79 | 22,813 | 19,298 |
| Aeroports de Paris | 106 | 19,102 | 19,235 | Schindler Holding AG, PTG Cert | 155 | 46,231 | 39,474 |
| Airbus Group SE | 2,347 | 362,926 | 377,648 | Schneider Electric SA | 2,180 | 386,001 | 413,021 |
| Alfa Laval AB | 1,122 | 42,658 | 43,779 | Secom Co. Ltd. | 820 | 75,333 | 63,804 |
| All Nippon Airways Co. Ltd. | 610 | 17,657 | 17,619 | SG Holdings Co. Ltd. | 1,858 | 49,687 | 35,074 |
| AP Moller-Maersk A/S, Class B | 21 | 58,049 | 64,202 | SGS SA | 23 | 76,099 | 72,418 |
| AP Moller-Maersk A/S, Series A | 11 | 31,713 | 33,083 | Siemens AG | 2,855 | 494,595 | 536,437 |
| Asahi Glass Company Ltd. | 868 | 40,004 | 39,352 | Singapore Airlines Ltd. | 4,986 | 26,297 | 27,871 |
| Ashtead Group PLC | 1,716 | 126,503 | 132,578 | Singapore Technologies Engineering Ltd. | 5,944 | 21,502 | 20,128 |
| Assa Abloy AB, Class B | 3,787 | 122,508 | 110,075 | Skanska AB, Class B | 1,528 | 40,259 | 32,824 |
| Atlas Copco AB-B | 5,960 | 81,072 | 85,922 | SKF, Class B | 1,431 | 37,046 | 29,589 |
| Atlas Copco AB-A | 9,743 | 152,787 | 155,428 | SMC Corp. | 234 | 149,273 | 134,160 |
| Auckland International Airport Ltd. | 4,612 | 33,423 | 30,967 | Sumitomo Corp. | 4,779 | 88,706 | 108,257 |
| AutoStore Holdings Ltd. | 3,796 | 14,347 | 9,403 | Sumitomo Electric Industries Ltd. | 3,032 | 47,700 | 47,055 |
| BAE Systems PLC | 12,312 | 133,113 | 172,510 | Teleperformance | 226 | 93,749 | 72,946 |
| Bollore SA | 3,492 | 26,145 | 26,419 | Thales | 407 | 56,943 | 70,373 |
| Brambles Ltd. | 5,303 | 53,368 | 59,006 | Tokyu Corp. | 2,386 | 40,971 | 40,931 |
| Bunzl PLC | 1,289 | 55,732 | 58,213 | Toyota Tsusho Corp. | 906 | 44,561 | 45,654 |
| Central Japan Railway Co. | 787 | 151,471 | 131,556 | Transurban Group | 11,742 | 152,475 | 140,503 |
| CNH Industrial NV | 3,802 | 69,145 | 82,491 | Vestas Wind Systems A/S | 3,856 | 142,139 | 152,761 |
| Compagnie de Saint Gobain | 1,969 | 140,058 | 130,275 | Vinci | 2,055 | 262,533 | 277,856 |
| Dai Nippon Printing Co. Ltd. | 1,030 | 28,555 | 28,156 | Volvo AB, Class A | 731 | 18,525 | 18,791 |
| Daikin Industries Ltd. | 1,119 | 262,253 | 233,168 | Volvo AB, Class B | 6,065 | 149,515 | 148,192 |
| Daimler Truck Holding AG | 1,980 | 75,253 | 83,078 | West Japan Railway Co. | 932 | 54,760 | 55,079 |
| Dassault Aviation SA | 89 | 20,504 | 20,407 |  |  | 9,124,517 | 9,117,712 |
| Deutsche Post AG | 3,785 | 227,013 | 192,990 |  |  |  |  |
| DSV A/S | 733 | 164,221 | 156,660 | Information Technology (8.3\%) |  |  |  |
| East Japan Railway Co. | 1,443 | 123,166 | 111,936 | Advantest Corp. | 695 | 61,550 | 60,795 |
| Edenred | 953 | 70,782 | 70,277 | Adyen NV | 118 | 296,614 | 220,346 |


|  | Number of shares of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of of shares | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \hline \$ \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Amadeus IT Holding SA | 1,720 | 142,965 | 121,029 | Mitsubishi Chemical Holdings Corp. | 5,464 | 38,686 | 38,592 |
| ASML Holding NV | 1,552 | 1,124,572 | 1,133,243 | Newcrest Mining Ltd. | 3,413 | 82,388 | 64,941 |
| Canon Inc. | 3,973 | 124,876 | 117,028 | Nippon Paint Holdings Co. Ltd. | 4,073 | 50,385 | 43,653 |
| Cap Gemini SA | 599 | 140,591 | 135,390 | Nippon Steel Corp. | 3,629 | 74,689 | 85,800 |
| Computershare Ltd. | 2,190 | 42,519 | 52,895 | Nissan Chemical Corp. | 540 | 35,368 | 32,197 |
| Dassault Systemes SE | 2,647 | 142,294 | 128,501 | Nitto Denko Corp. | 572 | 47,618 | 45,138 |
| Disco Corp. | 113 | 45,109 | 44,003 | Norsk Hydro ASA | 5,214 | 43,914 | 52,830 |
| Ericsson (LM) TEL-SP, Class B | 11,729 | 141,455 | 92,718 | Northern Star Resources Ltd. | 4,427 | 42,729 | 44,525 |
| FUJIFILM Holdings Corp. | 1,533 | 127,124 | 104,765 | Novozymes A/S, Class B | 800 | 62,409 | 54,795 |
| Fujitsu Ltd. | 696 | 130,247 | 126,468 | Pilbara Minerals Ltd. | 9,948 | 37,502 | 34,390 |
| Hamamatsu Photonics KK | 561 | 38,994 | 36,574 | Rio Tinto Ltd. | 1,417 | 132,061 | 152,065 |
| Hexagon AB | 8,125 | 125,699 | 114,551 | Rio Tinto PLC | 4,051 | 340,789 | 384,462 |
| Hitachi Ltd. | 3,699 | 240,433 | 255,307 | Shin-Etsu Chemical Co. Ltd. | 1,591 | 290,037 | 266,282 |
| Hoya Corp. | 1,363 | 206,814 | 178,631 | Sika AG | 587 | 198,030 | 190,583 |
| Infineon Technologies AG | 4,985 | 205,203 | 205,407 | Solvay SA | 279 | 37,867 | 38,197 |
| IT Holdings Corp. | 873 | 32,485 | 31,339 | South32 Ltd. | 17,516 | 58,608 | 64,590 |
| Keyence Corp. | 762 | 453,009 | 404,180 | Stora Enso Oyj, Series A | 195 | 4,255 | 3,928 |
| Kyocera Corp. | 1,327 | 99,081 | 89,688 | Stora Enso Oyj, Series R | 2,338 | 46,316 | 44,729 |
| Lasertec Corp. | 295 | 66,774 | 66,171 | Sumitomo Metal Mining Co. Ltd. | 1,044 | 47,540 | 50,303 |
| Murata Manufacturing Co. Ltd. | 2,452 | 203,989 | 166,633 | Svenska Cellulosa AB, Class B | 2,289 | 41,839 | 39,296 |
| NEC Corp. | 1,042 | 63,675 | 49,820 | Svenska Cellulosa SCA AB, Series A | 118 | 1,951 | 2,046 |
| NEC Electronics Corp. | 5,382 | 70,590 | 65,705 | Symrise AG | 507 | 74,962 | 74,694 |
| Nexi SpA | 3,255 | 54,292 | 34,769 | Taiyo Nippon Sanso Corp. | 810 | 17,061 | 16,009 |
| Nice Ltd. | 243 | 70,221 | 63,663 | Toray Industries Inc. | 6,230 | 47,515 | 47,338 |
| Nidec Corp. | 2,026 | 227,168 | 142,929 | Umicore SA | 790 | 49,656 | 39,296 |
| Nokia Corp. | 20,661 | 138,523 | 129,887 | UPM-Kymmene Oyj | 2,038 | 87,298 | 103,234 |
| Nomura Research Institute Ltd. | 1,704 | 65,469 | 54,754 | Woodside Energy Group Ltd | 6,066 | 165,688 | 198,183 |
| NTT Data Corp. | 2,464 | 52,425 | 49,106 | Yara International ASA | 622 | 38,744 | 37,013 |
| Obic Co. Ltd. | 251 | 52,357 | 50,256 |  |  | 5,268,409 | 5,513,539 |
| Omron Corp. | 788 | 73,301 | 52,063 |  |  |  |  |
| Oracle Corp Japan | 127 | 10,356 | 11,162 | Real Estate (1.7\%) |  |  |  |
| Otsuka Corp. | 450 | 19,679 | 19,287 | Ascendas Real Estate Investment Trust | 12,833 | 36,222 | 35,543 |
| Rohm Co. Ltd. | 334 | 35,242 | 32,834 | Azrieli Group Ltd. | 139 | 15,300 | 12,510 |
| SAP SE | 4,174 | 658,258 | 583,120 | Capitaland Investment Ltd/Singapore | 9,374 | 30,074 | 35,059 |
| Shimadzu Corp. | 1,051 | 41,850 | 40,601 | CapitaLand Mall Trust | 19,227 | 39,517 | 39,648 |
| STMicroelectronics NV | 2,505 | 112,198 | 119,792 | CK Asset Holdings Ltd. | 7,434 | 60,306 | 61,958 |
| TDK Corp. | 1,485 | 62,111 | 66,405 | CK Hutchison Holdings Ltd. | 10,249 | 93,937 | 83,286 |
| Telefonaktiebolaget LM Ericsson, Series A | 210 | 2,529 | 1,798 | Daito Trust Construction Co. Ltd. | 263 | 37,379 | 36,733 |
| Tokyo Electron Ltd. | 600 | 271,989 | 240,638 | Daiwa House Industry Co. Ltd. | 2,544 | 95,671 | 79,751 |
| Toshiba Corp. | 1,654 | 82,486 | 78,535 | Goodman Group | 6,534 | 114,038 | 104,568 |
| Trend Micro Inc. | 538 | 35,183 | 34,075 | Henderson Land Development Co. Ltd. | 4,991 | 27,111 | 23,590 |
| WiseTech Global Ltd. | 662 | 30,415 | 30,972 | Link REIT/The | 8,048 | 92,992 | 79,988 |
| Yaskawa Electric Corp. | 1,018 | 45,437 | 44,367 | Mitsubishi Estate Co. Ltd. | 5,048 | 102,987 | 89,096 |
|  |  | 6,468,151 | 5,882,200 | Mitsui Fudosan Co. Ltd. | 3,642 | 103,956 | 90,804 |
|  |  |  |  | Nippon Building Fund Inc. | 6 | 37,853 | 36,393 |
| Materials (7.8\%) |  |  |  | Sagax AB | 386 | 1,717 | 1,337 |
| Air Liquide SA | 1,998 | 359,590 | 383,404 | Sagax AB,\%, Series | 716 | 26,743 | 21,973 |
| Anglo American PLC | 5,107 | 245,487 | 270,554 | Scentre Group | 19,820 | 56,502 | 52,622 |
| Antofagasta PLC | 1,317 | 27,788 | 33,317 | Sumitomo Realty \& Development Co. Ltd. | 1,818 | 77,970 | 58,530 |
| ArcelorMittal | 2,179 | 73,335 | 77,611 | Sun Hung Kai Properties Ltd. | 5,754 | 97,816 | 106,591 |
| Asahi Kasei Corp. | 5,323 | 65,218 | 51,691 | Vonovia SE | 3,040 | 182,652 | 97,021 |
| BASF SE | 3,507 | 283,518 | 235,794 | Wharf Real Estate Investment Co. Ltd. | 5,913 | 38,382 | 46,666 |
| BHP Billiton Ltd. | 12,791 | 478,475 | 538,053 |  |  | 1,369,125 | 1,193,667 |
| BHP GROUP LTD | 6,553 | 215,626 | 275,668 |  |  |  |  |
| Boliden AB | 1,044 | 48,269 | 53,098 | Utilities (3.2\%) |  |  |  |
| CRH PLC | 2,933 | 153,244 | 157,327 | APA Group | 4,505 | 41,152 | 44,687 |
| Croda International PLC | 544 | 65,969 | 58,806 | Chubu Electric Power Co. Inc. | 2,894 | 37,764 | 40,660 |
| EMS-Chemie Holding AG | 26 | 27,045 | 23,836 | CK Infrastructure Holdings Ltd. | 2,309 | 17,966 | 16,360 |
| Evraz PLC | 1,624 | 16,895 | 2,153 | CLP Holdings Ltd. | 6,367 | 77,446 | 62,894 |
| Fortescue Metals Group Ltd. | 6,466 | 88,203 | 122,256 | Corp ACCIONA Energias Renovables SA | 214 | 11,505 | 11,209 |
| Givaudan SA | 30 | 141,720 | 124,465 | DONG Energy A/S | 722 | 104,847 | 88,856 |
| Glencore International PLC | 46,224 | 290,690 | 417,959 | E.ONAG | 8,572 | 118,146 | 115,964 |
| Holmen AB | 354 | 19,874 | 19,086 | EDP Renovaveis SA | 808 | 23,509 | 24,101 |
| Israel Chemicals Ltd. | 2,756 | 28,675 | 27,023 | Electricidade de Portugal SA | 11,205 | 70,177 | 75,613 |
| James Hardie Industries SE | 1,702 | 61,127 | 41,422 | Electricite de France | 2,374 | 37,161 | 41,289 |
| Kingspan Group PLC | 590 | 63,072 | 43,269 | Elia Group SA/NV | 137 | 25,391 | 26,369 |
| Koninklijke DSM NV | 667 | 142,025 | 110,496 | Endesa SA | 1,213 | 34,599 | 31,003 |
| LafargeHolcim Ltd. | 2,164 | 129,014 | 151,737 | Enel SPA | 29,501 | 263,213 | 215,283 |
| Mineral Resources Ltd. | 638 | 47,645 | 45,405 | ENGIE | 7,067 | 123,244 | 137,127 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)


## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 3, 2023 | 1.3550 | USD | 131,881 | 178,554 | CAD | 178,693 | 178,693 | 139 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 3, 2023 | 1.0665 | EUR | 22,191 | 32,159 | USD | 23,667 | 32,039 | (120) |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 19 |

## NBI Canadian Bond Private Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Assets <br> Current assets

Investments
Cash
Bond forward contracts, at fair value
Subscriptions receivable
Proceeds from sale of investments receivable Interest receivable

Total assets
Liabilities
Current liabilities
Bond forward contracts, at fair value
Redeemed units payable
Investments payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Advisor Series
Series F/Private Series
Series N
Series NR
Series PW
Series PWO
Series PWO-2

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F/Private Series
Series N
Series NR
Series PW
Series PWO
Series PWO-2
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 147,319 | 118,202 |
| Income from securities lending |  | 26 | - |
| Income from derivatives |  | 169 | - |
| Other income |  | - | 697 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(283,247)$ | $(27,481)$ |
| Net realized gains (losses) on foreign currencies |  | (22) | - |
| Net realized gains (losses) on forwards currency |  | (1) | - |
| Change in net unrealized appreciation/depreciation on investments |  | $(501,193)$ | $(136,891)$ |
| Change in unrealized gains/losses on bond forward contracts |  | 930 | - |
| Total income |  | $(636,019)$ | $(45,473)$ |
| Expenses | 8 |  |  |
| Management fees |  | 7,228 | 6,595 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 3,951 | 3,523 |
| Fees paid by the manager |  | (2) | (2) |
| Total expenses |  | 11,179 | 10,118 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(647,198)$ | $(55,591)$ |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(4,813)$ | 295 |
| Series F/Private Series |  | $(71,557)$ | 11,047 |
| Series N |  | $(232,076)$ | $(36,845)$ |
| Series NR |  | $(4,075)$ | (663) |
| Series PW |  | $(303,728)$ | $(25,625)$ |
| Series PWO |  | $(30,954)$ | $(3,930)$ |
| Series PWO-2 |  | 5 | 130 |
|  |  | $(647,198)$ | $(55,591)$ |
| Average number of units | 2 |  |  |
| Advisor Series |  | 3,802,460 | 2,950,311 |
| Series F/Private Series |  | 55,822,073 | 46,074,661 |
| Series N |  | 208,651,983 | 177,147,588 |
| Series NR |  | 3,615,987 | 3,083,293 |
| Series PW |  | 219,183,451 | 165,377,292 |
| Series PWO |  | 25,675,895 | 22,071,528 |
| Series PWO-2 |  | 4,660 | 68,119 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.27) | 0.10 |
| Series F/Private Series |  | (1.28) | 0.24 |
| Series N |  | (1.11) | (0.21) |
| Series NR |  | (1.13) | (0.22) |
| Series PW |  | (1.39) | (0.16) |
| Series PWO |  | (1.21) | (0.18) |
| Series PWO-2 |  | 1.05 | 1.91 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to
holders of redeemable units
Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Return of capital
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

| Note | Advisor Series |  | Series F/Private Series |  | Series N |  | Series NR |  | Series PW |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  | 42,724 | 10,100 | 601,757 | 101,668 | 1,934,245 | 1,721,458 | 33,206 | 29,707 | 2,433,243 | 1,646,594 |
| 6 | $(4,813)$ | 295 | $(71,557)$ | 11,047 | $(232,076)$ | $(36,845)$ | $(4,075)$ | (663) | $(303,728)$ | $(25,625)$ |
|  | 12,744 | 40,718 | 181,754 | 624,009 | 774,591 | 551,339 | 12,570 | 10,627 | 737,203 | 1,059,330 |
| 2 | $\begin{array}{r} 587 \\ (18,659) \\ \hline \end{array}$ | $\begin{array}{r} 395 \\ (8,332) \\ \hline \end{array}$ | $\begin{array}{r} 5,316 \\ (244,794) \\ \hline \end{array}$ | $\begin{gathered} 4,832 \\ (130,219) \\ \hline \end{gathered}$ | $\begin{array}{r} 52,078 \\ (415,645) \\ \hline \end{array}$ | $\begin{gathered} 44,214 \\ (301,407) \\ \hline \end{gathered}$ | $\begin{gathered} 440 \\ (9,518) \\ \hline \end{gathered}$ | $\begin{array}{r} 427 \\ (5,923) \\ \hline \end{array}$ | $\begin{array}{r} 61,741 \\ (905,053) \\ \hline \end{array}$ | $\begin{gathered} 45,467 \\ (246,513) \\ \hline \end{gathered}$ |
|  | $(5,328)$ | 32,781 | $(57,724)$ | 498,622 | 411,024 | 294,146 | 3,492 | 5,131 | $(106,109)$ | 858,284 |
|  | 660 | 452 | 12,550 | 9,580 | 52,452 | 44,514 | $\begin{aligned} & 881 \\ & 195 \\ & \hline \end{aligned}$ | $\begin{array}{r} 755 \\ 214 \\ \hline \end{array}$ | 62,487 | 46,010 |
|  | 660 | 452 | 12,550 | 9,580 | 52,452 | 44,514 | 1,076 | 969 | 62,487 | 46,010 |
| $(10,801)$ |  | 32,624 | $(141,831)$ | 500,089 | 126,496 | 212,787 | $(1,659)$ | 3,499 | $(472,324)$ | 786,649 |
| 31,923 |  | 42,724 | 459,926 | 601,757 | 2,060,741 | 1,934,245 | 31,547 | 33,206 | 1,960,919 | 2,433,243 |
|  | 4,245,941 | 957,153 | 59,415,939 | 9,576,305 | 189,910,201 | 161,140,730 | 3,362,657 | 2,848,192 | 208,897,193 | 134,820,709 |
|  | 1,474,546 | 4,077,984 | 20,192,517 | 62,296,864 | 86,435,901 | 53,990,161 | 1,429,591 | 1,069,419 | 70,644,561 | 91,331,151 |
|  | $\begin{array}{r} 65,988 \\ (2,080,764) \\ \hline \end{array}$ | $\begin{gathered} 39,427 \\ (828,623) \\ \hline \end{gathered}$ | $\begin{array}{r} 589,776 \\ (27,140,096) \\ \hline \end{array}$ | $\begin{gathered} 479,838 \\ (12,937,068) \\ \hline \end{gathered}$ | $\begin{array}{r} 5,786,794 \\ (45,872,692) \\ \hline \end{array}$ | $\begin{gathered} 4,354,222 \\ (29,574,912) \\ \hline \end{gathered}$ | $\begin{array}{r} 50,494 \\ (1,089,669) \\ \hline \end{array}$ | $\begin{gathered} 43,210 \\ (598,164) \\ \hline \end{gathered}$ | $\begin{array}{r} 5,995,746 \\ (88,823,139) \\ \hline \end{array}$ | $\begin{gathered} 3,918,044 \\ (21,172,711) \\ \hline \end{gathered}$ |
|  | 3,705,711 | 4,245,941 | 53,058,136 | 59,415,939 | 236,260,204 | 189,910,201 | 3,753,073 | 3,362,657 | 196,714,361 | 208,897,193 |


|  | Note | Series PWO |  | Series PWO-2 |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ \text { (283 days) } \end{array}$ |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 251,086 | 213,892 | 1 | . |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(30,954)$ | $(3,930)$ | 5 | 130 |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  | 48,836 | 85,133 | 195 | 13,832 |
| Reinvestments of distributions to holders of redeemable units |  | 6,509 | 5,532 | 1 | 14 |
| Redemption of redeemable units |  | $(98,747)$ | $(43,948)$ |  | $(13,961)$ |
| Total redeemable units transactions |  | $(43,402)$ | 46,717 | 196 | (115) |
| Distributions to investors | 2 |  |  |  |  |
| Net investment income |  | 6,581 | 5,593 | 1 | 14 |
| Total distributions to investors |  | 6,581 | 5,593 | 1 | 14 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(80,937)$ | 37,194 | 200 | 1 |
| Net assets attributable to holders of redeemable units, end of the year |  | 170,149 | 251,086 | 201 | 1 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 25,099,725 | 20,384,806 | 103 | - |
| Redeemable units issued |  | 5,344,079 | 8,560,216 | 22,402 | 1,375,083 |
| Redeemable units issued on reinvestments |  | 735,544 | 554,538 | 117 | 1,349 |
| Redeemable units redeemed |  | $(11,296,635)$ | $(4,399,835)$ |  | $(1,376,329)$ |
| Redeemable units outstanding, end of the year |  | 19,882,713 | 25,099,725 | 22,622 | 103 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on bond forward contracts
Purchases of investments
Proceeds from sale and maturity of investments Amortization
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(647,198)$ | $(55,591)$ |
|  | 283,247 | 27,481 |
|  | 22 | - |
|  | 1 | - |
|  | $\begin{array}{r} 501,193 \\ (930) \end{array}$ | 136,891 |
|  | $(9,016,237)$ | $(5,261,056)$ |
|  | 8,807,060 | 3,699,153 |
|  | $(1,112)$ | (939) |
|  | $(7,882)$ | $(4,938)$ |
|  | (130) | 410 |
|  | $(81,966)$ | $(1,458,589)$ |
| 2 |  |  |
|  | $(9,135)$ | $(6,251)$ |
|  | 1,767,003 | 2,219,424 |
|  | $(1,688,690)$ | $(749,425)$ |
|  | 69,178 | 1,463,748 |
|  | (22) | - |
|  | $(12,788)$ | 5,159 |
|  | 13,544 | 8,385 |
| 734 |  | 13,544 |
|  | 139,437 | 113,264 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Bond Private Portfolio's investment objective is to provide a high level of current income and sustained capital growth. The Fund invests, directly or through investments in securities of other mutual funds, in a portfolio consisting primarily of Canadian government and Canadian corporate bonds.

The portfolio manager's security selection is based on an analysis of economic conditions in Canada and their impact on interest rates. Shorter or longer term issues will be favored depending on whether interest rates are expected to rise or fall. It is expected that investments in debt securities of foreign companies will not exceed approximately $40 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | M | A | 0.85 | 0.05 |
| Series F | May 21, 2015 | M | A | 0.37 | 0.05 |
| Series N | October 30, 2015 | M | A | 0.10 | 0.05 |
| Series NR | October 30, 2015 | M | A | 0.10 | 0.05 |
| Series PW | May 21, 2015 | M | A | * |  |
| Series PWO | May 21, 2015 | M | A | * |  |
| Series PWO-2 | March 23, 2021 | A | A | * |  |
| Private Series | November 28, 2016 | M | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 8.61 |  | 8.61 |
| Series F/Private Series | 8.67 |  | 8.67 |
| Series N | 8.72 | - | 8.72 |
| Series NR | 8.41 |  | 8.41 |
| Series PW | 9.97 | - | 9.97 |
| Series PWO | 8.56 |  | 8.56 |
| Series PWO-2 | 8.90 | - | 8.90 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 10.06 |  | 10.06 |
| Series F/Private Series | 10.13 |  | 10.13 |
| Series N | 10.19 |  | 10.19 |
| Series NR | 9.87 | - | 9.87 |
| Series PW | 11.65 |  | 11.65 |
| Series PWO | 10.00 |  | 10.00 |
| Series PWO-2 | 10.15 | - | 10.15 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

| December 31, |  |
| ---: | ---: |
| 2022 | December 31, <br>  <br>  <br> 23,698 |
| 24,172 | 151,169 |
| 2021 |  |
|  | 154,192 |

## Income from Security Lending (Note 2) <br> (in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending ransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income

## Total Income

Net Income Received by the Fund Net Income Received by

Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |
| :---: | :---: | :---: |
| \$ | \% | \$ \% |
| 52 | 100 | - - |
| 26 | 50 | - - |
| 26 | 50 | - - |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value
December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
| 14,405 | $\$$ |

Asset Backed Commercial Paper


This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net asset and results of the fund would have varied by approximately $\$(80,236)$.

## Credit Risk (Note 5)

|  |  | December 31, | December 31, |
| :--- | ---: | ---: | ---: |
| Debt securities by Credit Rating | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
|  |  | $\%$ | $\%$ |
| Investment Grade - AAA | 16.9 | 26.4 |  |
| Investment Grade - AA | 17.2 | 9.8 |  |
| Investment Grade - A | 40.9 | 36.5 |  |
| Investment Grade - BBB | 17.5 | 15.9 |  |
| Non-investment Grade - BB | 0.6 | 0.4 |  |
| Not rated | 6.3 | 10.3 |  |
|  | 99.4 | 99.3 |  |

If applicable, the counterparties to futures and OTC had a rating of at least $A-1$ or $A$.
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

|  |  | December 31, <br> Debt Securities by Maturity Date | December 31, <br>  <br>  <br> Under one year |
| :--- | ---: | ---: | ---: |
| 2022 |  |  |  |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 89,682,798$ ( $\$ 117,204,819$ as at December 31, 2021).

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Asset Backed Securities | 0.2 | 0.4 |
| Cash, Money Market and Other Net Assets | 0.6 | 0.7 |
| Corporate Bonds | 41.1 | 30.9 |
| Federal Bonds | 15.4 | 25.0 |
| Foreign Bonds | 2.9 | 2.0 |
| Mortgage Backed Securities | 0.1 | 0.4 |
| Municipal Bonds | 9.1 | 13.3 |
| Provincial Bonds | 30.6 | 27.3 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 332,323,251 | 4,354,604,342 | - | 4,686,927,593 |
| Derivatives assets | 149,209,837 | - | - | 149,209,837 |
| Derivatives liabilities | $(148,280,175)$ | - | - | $(148,280,175)$ |
| Total derivatives instruments | 929,662 | - | - | 929,662 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 |  | Level 1 | Level 2 | Level 3 | Total |
| :--- | :--- | :--- | :--- | :--- | :--- |
|  |  | $\$ 4,259,592,032$ |  |  |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |
| Series NR | 102 | - | - | - |

Losses (Note 9)
(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ <br> 126,400 |
| 3,850 |  |


|  | Par Valuen <br> Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds And Debentures (99.4\%) |  |  |  | 2.80\%, due June 18, 2048 | 18,943,000 | 14,054,369 | 14,596,282 |
| Issued and Guaranteed by |  |  |  | 2.95\%, due June 18, 2050 | 31,576,000 | 29,595,592 | 24,945,103 |
| the Government of Canada (15.4\%) |  |  |  | 2.75\%, due June 18, 2052 | 2,636,000 | 2,621,551 | 1,984,652 |
| Government of Canada |  |  |  | Province of Manitoba |  |  |  |
| 0.75\%, due February 1, 2024 | 19,800,000 | 18,978,498 | 19,047,224 | 2.05\%, due June 2, 2030 | 5,480,000 | 5,649,099 | 4,803,658 |
| 1.50\%, due April 1, 2025 | 33,295,000 | 31,334,710 | 31,573,116 | 4.10\%, due March 5, 2041 | 3,156,000 | 3,841,889 | 3,016,985 |
| 0.50\%, due September 1, 2025 | 36,823,000 | 33,590,069 | 33,757,669 | 4.40\%, due March 5, 2042 | 240,000 | 332,822 | 238,359 |
| 1.50\%, due June 1, 2031 | 40,635,000 | 38,402,611 | 35,254,804 | 4.05\%, due September 5, 2045 | 5,135,000 | 6,548,652 | 4,840,164 |
| 1.50\%, due December 1, 2031 | 43,816,000 | 39,484,338 | 37,726,803 | 2.85\%, due September 5, 2046 | 2,529,000 | 2,668,466 | 1,942,558 |
| 2.00\%, due June 1, 2032 | 57,623,000 | 52,660,262 | 51,609,579 | 3.40\%, due September 5, 2048 | 3,257,000 | 3,843,062 | 2,748,318 |
| 5.75\%, due June 1, 2033 | 6,028,000 | 8,605,342 | 7,292,867 | $3.20 \%$, due March 5, 2050 | 15,436,000 | 16,787,635 | 12,527,811 |
| 5.00\%, due June 1, 2037 | 5,594,000 | 7,269,853 | 6,634,221 | 2.05\%, due September 5, 2052 | 3,489,000 | 3,091,765 | 2,152,399 |
| 3.50\%, due December 1, 2045 | 5,945,000 | 6,981,199 | 6,098,654 | Province of New Brunswick |  |  |  |
| 2.75\%, due December 1, 2048 | 2,920,000 | 3,290,241 | 2,639,146 | 3.10\%, due August 14, 2028 | 5,000,000 | 4,983,250 | 4,798,410 |
| 2.00\%, due December 1, 2051 | 38,204,000 | 33,363,473 | 29,047,915 | 4.55\%, due March 26, 2037 | 6,480,000 | 8,129,433 | 6,603,101 |
| 1.75\%, due December 1, 2053 | 101,656,000 | 76,203,813 | 71,641,253 | $3.55 \%$, due June 3, 2043 | 168,000 | 156,075 | 148,042 |
| Canada Housing Trust |  |  |  | 3.80\%, due August 14, 2045 | 5,185,000 | 6,184,024 | 4,715,078 |
| 1.80\%, due December 15, 2024 | 91,500,000 | 86,951,065 | 87,529,998 | 3.10\%, due August 14, 2048 | 1,172,000 | 1,264,620 | 937,122 |
| 1.95\%, due December 15, 2025 | 110,569,000 | 103,920,517 | 104,562,450 | 3.05\%, due August 14, 2050 | 6,039,000 | 7,106,505 | 4,763,032 |
| 1.25\%, due June 15, 2026 | 11,000,000 | 10,005,190 | 10,085,911 | Province of Newfoundland |  |  |  |
| 2.65\%, due December 15, 2028 | 24,330,000 | 22,838,949 | 22,980,464 | 3.00\%, due June 2, 2026 | 1,000,000 | 1,020,770 | 968,171 |
| 1.75\%, due June 15, 2030 | 18,811,000 | 17,576,174 | 16,420,912 | 1.25\%, due June 2, 2027 | 10,637,000 | 10,579,349 | 9,498,767 |
| 1.10\%, due March 15, 2031 | 14,004,000 | 13,312,990 | 11,417,181 | 6.15\%, due April 17, 2028 | 650,000 | 836,882 | 715,419 |
| 1.90\%, due March 15, 2031 | 58,208,000 | 57,436,931 | 50,716,921 | 2.85\%, due June 2, 2029 | 16,507,000 | 17,442,635 | 15,407,271 |
| 3.55\%, due September 15, 2032 | 62,356,000 | 62,442,664 | 61,290,772 | 1.75\%, due June 2, 2030 | 8,776,000 | 8,546,813 | 7,463,365 |
| Royal Office Finance LP |  |  |  | 5.60\%, due October 17, 2033 | 2,063,000 | 2,711,641 | 2,272,397 |
| 5.21\%, due November 12, 2032 | 25,118,359 | 30,323,595 | 25,976,804 | $3.30 \%$, due October 17, 2046 | 378,000 | 387,941 | 303,175 |
|  |  | 754,972,484 | 723,304,664 | 3.70\%, due October 17, 2048 | 4,164,000 | 4,686,161 | 3,561,290 |
|  |  |  |  | 2.65\%, due October 17, 2050 | 18,082,000 | 16,624,558 | 12,503,233 |
| Issued and Guaranteed by |  |  |  | 3.15\%, due December 2, 2052 | 3,601,000 | 3,570,536 | 2,748,741 |
| a Province (30.6\%) |  |  |  | Province of Nova Scotia |  |  |  |
| Alberta Capital Finance Authority |  |  |  | 6.60\%, due December 1, 2031 | 115,000 | 162,076 | 136,568 |
| 4.45\%, due December 15, 2025 | 700,000 | 799,878 | 705,032 | 5.80\%, due June 1, 2033 | 17,000 | 23,174 | 19,300 |
| Hydro-Québec |  |  |  | 4.40\%, due June 1, 2042 | 427,000 | 542,880 | 425,067 |
| Floating, due January 16, 2023 | 50,300,000 | 50,430,780 | 50,380,329 | 3.15\%, due December 1, 2051 | 14,279,000 | 15,896,659 | 11,487,713 |
| 2.00\%, due September 1, 2028 | 43,000,000 | 38,035,650 | 38,956,495 | Province of Ontario |  |  |  |
| 0.00\%, due February 15, 2035 | 2,756,000 | 2,012,572 | 1,648,052 | 2.65\%, due February 5, 2025 | 72,095,000 | 69,612,121 | 69,957,672 |
| 0.00\%, due February 15, 2037 | 2,405,000 | 1,648,008 | 1,304,919 | 2.60\%, due June 2, 2025 | 3,601,000 | 3,563,847 | 3,480,165 |
| 0.00\%, due August 15, 2037 | 11,303,000 | 7,580,674 | 6,004,470 | 2.90\%, due June 2, 2028 | 28,004,000 | 30,225,019 | 26,711,195 |
| 0.00\%, due August 15, 2038 | 6,019,000 | 3,920,420 | 3,051,627 | 2.70\%, due June 2, 2029 | 18,969,000 | 19,743,446 | 17,676,908 |
| 0.00\%, due February 15, 2039 | 3,601,000 | 2,297,667 | 1,778,815 | 1.55\%, due November 1, 2029 | 24,000,000 | 20,349,740 | 20,614,992 |
| 0.00\%, due August 15, 2039 | 1,212,000 | 755,531 | 584,411 | 2.05\%, due June 2, 2030 | 39,258,000 | 36,248,771 | 34,486,465 |
| $5.00 \%$, due February 15, 2050 | 32,200,000 | 35,726,331 | 35,909,021 | 1.35\%, due December 2, 2030 | 70,596,000 | 67,126,098 | 58,070,999 |
| 4.00\%, due February 15, 2055 | 2,000,000 | 2,068,000 | 1,914,460 | 2.15\%, due June 2, 2031 | 101,955,000 | 95,224,105 | 88,469,106 |
| Nouveau-Brunswick Projet FM |  |  |  | 2.25\%, due December 2, 2031 | 6,452,000 | 5,830,006 | 5,598,942 |
| 6.47\%, due November 30, 2027 | 724,940 | 847,137 | 747,996 | 3.75\%, due June 2, 2032 | 22,379,000 | 22,148,851 | 21,872,250 |
| Nova Scotia Power Finance Corp. |  |  |  | $5.85 \%$, due March 8, 2033 | 42,666,000 | 58,124,464 | 48,691,207 |
| 11.00\%, due February 26, 2031 | 177,000 | 262,036 | 260,176 | 5.60\%, due June 2, 2035 | 15,010,000 | 19,185,445 | 16,999,080 |
| Ontario School Boards Financing Corp. |  |  |  | due December 2, 2035 | 2,405,000 | 1,724,589 | 1,383,116 |
| $5.90 \%$, due October 11, 2027 | 216,304 | 250,434 | 222,577 | due December 2, 2036 | 4,942,000 | 3,420,789 | 2,718,678 |
| $5.80 \%$, due November 7, 2028 | 1,143,374 | 1,312,031 | 1,177,039 | due June 2, 2037 | 1,202,000 | 820,609 | 645,776 |
| $5.48 \%$, due November 26, 2029 | 7,729,370 | 8,883,337 | 7,971,036 | 4.70\%, due June 2, 2037 | 28,476,000 | 36,178,730 | 29,704,910 |
| 4.79\%, due August 8, 2030 | 30,441 | 35,164 | 30,425 | due December 2, 2037 | 6,011,000 | 4,044,204 | 3,152,150 |
| 5.07\%, due April 18, 2031 | 7,089,626 | 8,090,397 | 7,199,210 | due June 2, 2039 | 3,607,000 | 2,311,930 | 1,758,416 |
| Province of Alberta |  |  |  | 4.60\%, due June 2, 2039 | 41,668,000 | 53,130,318 | 42,945,291 |
| 2.90\%, due December 1, 2028 | 528,000 | 567,325 | 500,898 | due December 2, 2039 | 3,354,000 | 2,115,985 | 1,597,594 |
| 2.05\%, due June 1, 2030 | 21,818,000 | 21,791,326 | 19,166,546 | 4.65\%, due June 2, 2041 | 110,136,000 | 149,535,748 | 114,289,669 |
| $3.90 \%$, due December 1, 2033 | 5,929,000 | 7,217,782 | 5,790,054 | 3.50\%, due June 2, 2043 | 36,007,000 | 39,870,249 | 31,900,474 |
| 4.50\%, due December 1, 2040 | 1,041,000 | 1,307,394 | 1,061,050 | 3.45\%, due June 2, 2045 | 11,346,000 | 12,031,223 | 9,904,672 |
| 3.45\%, due December 1, 2043 | 2,832,000 | 3,176,068 | 2,485,182 | 2.90\%, due December 2, 2046 | 1,385,000 | 1,417,271 | 1,091,028 |
| 3.30\%, due December 1, 2046 | 6,033,000 | 6,601,068 | 5,107,393 | 2.80\%, due June 2, 2048 | 43,535,000 | 43,964,637 | 33,407,366 |
| 3.05\%, due December 1, 2048 | 7,761,000 | 8,348,560 | 6,235,769 | 2.90\%, due June 2, 2049 | 45,771,000 | 52,236,072 | 35,666,869 |
| $3.10 \%$, due June 1, 2050 | 59,323,000 | 59,261,361 | 48,082,953 | 2.65\%, due December 2, 2050 | 34,121,000 | 32,190,461 | 25,123,463 |
| 2.95\%, due June 1, 2052 | 4,622,000 | 4,733,656 | 3,618,411 | 1.90\%, due December 2, 2051 | 759,000 | 550,570 | 463,058 |
| Province of British Columbia |  |  |  | 2.55\%, due December 2, 2052 | 641,000 | 517,483 | 457,571 |
| 5.70\%, due June 18, 2029 | 1,862,000 | 2,399,322 | 2,052,885 | 3.75\%, due December 2, 2053 | 695,000 | 612,254 | 637,798 |
| 2.20\%, due June 18, 2030 | 9,232,000 | 9,238,277 | 8,207,497 | Province of Quebec |  |  |  |
| 4.70\%, due June 18, 2037 | 367,000 | 472,487 | 384,059 | 2.25\%, due February 22, 2024 | 36,465,000 | 35,494,192 | 35,596,185 |
| 3.20\%, due June 18, 2044 | 15,775,000 | 14,750,010 | 13,323,029 | 2.75\%, due September 1, 2028 | 105,000 | 104,905 | 99,211 |


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1.90\%, due September 1, 2030 | 454,000 | 451,871 | 393,163 | City of Châteauguay |  |  |  |
| 0.00\%, due December 1, 2030 | 400,000 | 291,832 | 292,204 | 3.35\%, due October 7, 2024 | 134,000 | 143,249 | 131,320 |
| 2.10\%, due May 27, 2031 | 1,714,000 | 1,709,872 | 1,489,103 | $3.25 \%$, due November 18, 2025 | 123,000 | 127,411 | 119,052 |
| $3.90 \%$, due November 22, 2032 | 18,355,000 | 18,327,835 | 18,170,918 | City of Coaticook |  |  |  |
| 5.00\%, due December 1, 2038 | 3,992,000 | 5,253,330 | 4,308,590 | 0.80\%, due November 3, 2024 | 194,000 | 191,629 | 180,866 |
| $5.00 \%$, due December 1, 2041 | 16,766,000 | 23,133,539 | 18,205,193 | City of Contrecoeur |  |  |  |
| 4.25\%, due December 1, 2043 | 14,302,000 | 18,049,321 | 14,145,179 | 1.85\%, due December 17, 2026 | 3,527,000 | 3,468,373 | 3,227,910 |
| $3.50 \%$, due December 1, 2045 | 25,271,000 | 28,944,974 | 22,266,556 | City of Côte Saint-Luc |  |  |  |
| 3.50\%, due December 1, 2048 | 25,461,000 | 31,371,989 | 22,294,721 | 1.00\%, due August 25, 2025 | 2,636,000 | 2,590,371 | 2,426,438 |
| 3.10\%, due December 1, 2051 | 44,073,000 | 44,181,998 | 35,724,913 | City of Cowansville |  |  |  |
| 2.85\%, due December 1, 2053 | 3,500,000 | 3,006,530 | 2,677,076 | 1.60\%, due October 28, 2026 | 895,000 | 878,210 | 807,827 |
| Province of Saskatchewan |  |  |  | City of Drummondville |  |  |  |
| 2.55\%, due June 2, 2026 | 300 | 308 | 287 | 1.15\%, due July 16, 2025 | 5,346,000 | 5,277,625 | 4,913,509 |
| 3.05\%, due December 2, 2028 | 3,000,000 | 2,984,280 | 2,867,358 | 3.10\%, due December 18, 2025 | 15,000 | 16,307 | 14,404 |
| 2.20\%, due June 2, 2030 | 10,357,000 | 10,874,091 | 9,192,376 | 1.85\%, due December 14, 2026 | 5,416,000 | 5,360,703 | 4,906,354 |
| 2.75\%, due December 2, 2046 | 900,000 | 874,536 | 686,105 | City of Fossambault Sur Le Lac Canada |  |  |  |
| 3.30\%, due June 2, 2048 | 3,121,000 | 2,833,118 | 2,623,475 | 1.00\%, due November 17, 2025 | 1,125,000 | 1,099,047 | 1,018,350 |
| 3.10\%, due June 2, 2050 | 21,367,000 | 24,168,724 | 17,252,934 | 1.85\%, due November 26, 2026 | 537,000 | 527,629 | 487,166 |
| 2.80\%, due December 2, 2052 | 4,072,000 | 4,208,982 | 3,064,111 | City of Gaspé |  |  |  |
| TCHC Issuer Trust |  |  |  | 3.35\%, due September 30, 2024 | 104,000 | 110,999 | 101,941 |
| 4.88\%, due May 11, 2037 | 779,000 | 982,302 | 795,002 | 0.80\%, due February 16, 2026 | 340,000 | 329,926 | 306,510 |
| $5.40 \%$, due February 22, 2040 | 388,000 | 531,203 | 416,546 | City of Gatineau |  |  |  |
| Translink |  |  |  | 3.10\%, due December 15, 2025 | 150,000 | 146,229 | 144,795 |
| 3.05\%, due June 4, 2025 | 20,995,000 | 20,365,407 | 20,471,847 | 2.90\%, due March 30, 2026 | 11,000 | 10,609 | 10,541 |
| 4.45\%, due June 9, 2044 | 2,122,000 | 2,737,111 | 2,071,064 | $3.25 \%$, due May 3, 2028 | 150,000 | 144,951 | 143,070 |
| 3.15\%, due November 16, 2048 | 475,000 | 486,456 | 371,624 | 2.30\%, due September 11, 2029 | 525,000 | 452,083 | 466,252 |
| 4.15\%, due December 12, 2053 | 19,571,000 | 19,516,788 | 18,253,833 | City of Granby |  |  |  |
|  |  | 1,689,652,098 | 1,442,339,821 | 1.30\%, due October 1, 2026 | 3,550,000 | 3,500,690 | 3,177,960 |
|  |  |  |  | 1.85\%, due December 20, 2026 | 2,957,000 | 2,910,132 | 2,648,304 |
| Municipalities and Subsidized Issuers (9.1\%) |  |  |  | 3.35\%, due December 11, 2028 | 65,000 | 70,449 | 61,854 |
| Brock University |  |  |  | City of Greater Sudbury Canada |  |  |  |
| 3.03\%, due May 17, 2060 | 8,210,000 | 8,004,649 | 5,422,779 | 2.42\%, due March 12, 2050 | 3,265,000 | 3,176,382 | 2,134,167 |
| Calgary Airport Authority |  |  |  | City of Hudson Canada |  |  |  |
| 3.20\%, due October 7, 2036 | 4,723,000 | 4,677,130 | 3,919,339 | 0.90\%, due March 9, 2024 | 200,000 | 199,696 | 190,940 |
| City of Amos |  |  |  | City of Joliette |  |  |  |
| 1.60\%, due October 28, 2026 | 1,081,000 | 1,060,720 | 982,088 | 1.25\%, due May 12, 2024 | 229,000 | 229,275 | 219,107 |
| 2.30\%, due March 14, 2027 | 6,974,000 | 6,865,554 | 6,325,153 | 1.05\%, due September 2, 2025 | 150,000 | 147,848 | 138,075 |
| City of Baie-Comeau |  |  |  | City of Kirkland |  |  |  |
| 1.75\%, due November 4, 2026 | 3,453,000 | 3,387,048 | 3,167,782 | 2.90\%, due February 2, 2026 | 400,000 | 386,624 | 380,160 |
| City of Baie-Saint-Paul |  |  |  | City of L'Assomption |  |  |  |
| 1.85\%, due December 21, 2025 | 367,000 | 365,033 | 336,776 | 1.05\%, due August 25, 2025 | 6,000,000 | 5,910,540 | 5,510,400 |
| 1.95\%, due December 21, 2026 | 9,626,000 | 9,550,532 | 8,654,881 | 3.40\%, due October 10, 2028 | 370,000 | 351,417 | 352,314 |
| City of Beauceville |  |  |  | City of Lavaltrie |  |  |  |
| 1.60\%, due October 28, 2026 | 476,000 | 467,565 | 433,398 | 2.15\%, due January 27, 2025 | 176,000 | 180,699 | 167,781 |
| City of Bécancour |  |  |  | City of Lévis |  |  |  |
| 0.90\%, due March 16, 2024 | 100,000 | 99,696 | 95,550 | 2.30\%, due June 4, 2024 | 250,000 | 259,425 | 242,175 |
| 1.90\%, due December 2, 2026 | 2,076,000 | 2,040,085 | 1,865,178 | 3.25\%, due August 26, 2024 | 1,581,000 | 1,546,076 | 1,535,443 |
| City of Beloeil |  |  |  | 3.00\%, due June 2, 2025 | 294,000 | 313,532 | 284,768 |
| 1.80\%, due December 9, 2026 | 666,000 | 655,637 | 607,725 | 3.00\%, due September 8, 2025 | 48,000 | 51,378 | 46,392 |
| City of Blainville |  |  |  | $3.10 \%$, due November 10, 2025 | 115,000 | 120,515 | 111,320 |
| 1.45\%, due July 16, 2025 | 5,654,000 | 5,672,229 | 5,286,490 | 3.25\%, due June 5, 2028 | 120,000 | 115,841 | 114,948 |
| 1.60\%, due October 29, 2026 | 3,589,000 | 3,493,066 | 3,277,834 | City of Longueuil |  |  |  |
| 4.15\%, due July 29, 2027 | 3,851,000 | 3,794,814 | 3,751,902 | 1.15\%, due July 9, 2025 | 6,446,000 | 6,369,099 | 5,954,815 |
| City of Boisbriand |  |  |  | $3.20 \%$, due July 14, 2025 | 212,000 | 227,319 | 206,022 |
| 3.00\%, due July 21, 2025 | 18,000 | 19,204 | 17,406 | 2.70\%, due May 14, 2029 | 110,000 | 101,468 | 101,090 |
| 1.10\%, due July 22, 2025 | 4,035,000 | 3,973,264 | 3,719,463 | City of Lorraine |  |  |  |
| 0.95\%, due October 20, 2025 | 70,000 | 68,578 | 63,777 | 1.85\%, due December 17, 2026 | 1,877,000 | 1,847,794 | 1,681,141 |
| 1.85\%, due December 9, 2026 | 3,101,000 | 3,061,183 | 2,779,315 | City of Louiseville |  |  |  |
| City of Boucherville |  |  |  | 4.15\%, due July 21, 2027 | 616,000 | 607,992 | 600,248 |
| 1.20\%, due July 8, 2025 | 100,000 | 98,710 | 92,280 | City of Magog |  |  |  |
| 3.00\%, due July 22,2025 | 24,000 | 25,823 | 23,148 | 3.00\%, due September 2, 2025 | 7,000 | 7,480 | 6,766 |
| City of Bromont |  |  |  | City of Maniwaki |  |  |  |
| 1.85\%, due December 16, 2026 | 6,594,000 | 6,509,992 | 5,991,968 | 1.25\%, due October 15, 2025 | 210,000 | 207,541 | 192,507 |
| City of Brossard |  |  |  | $1.35 \%$, due May 28,2026 | 517,000 | 506,039 | 467,523 |
| 1.10\%, due July 21, 2025 | 6,154,000 | 6,064,275 | 5,694,296 | City of Marieville |  |  |  |
| 3.20\%, due July 25, 2028 | 568,000 | 529,453 | 538,862 | 1.85\%, due December 17, 2026 | 3,489,000 | 3,429,687 | 3,124,933 |
| City of Cap-Santé |  |  |  | City of Mascouche |  |  |  |
| 0.90\%, due January 25, 2026 | 221,000 | 215,647 | 198,259 | 3.25\%, due October 2, 2028 | 530,000 | 494,046 | 502,652 |
| City of Chambly |  |  |  | City of Matane |  |  |  |
| 1.75\%, due November 8, 2026 | 6,159,000 | 6,071,357 | 5,589,908 | 1.80\%, due December 10, 2026 | 197,000 | 194,035 | 179,920 |

City of Mirabel
1.20\%, due September 20, 2026
1.85\%, due November 26, 2026

City of Mont-Laurier
1.85\%, due November 25, 2026
3.35\%, due April 22, 2027

City of Montreal
2.75\%, due September 1, 2026 3.00\%, due September 1, 2027 3.15\%, due September 1, 2028
2.30\%, due September 1, 2029
1.75\%, due September 1, 2030
2.00\%, due September 1, 2031 4.10\%, due December 1, 2034 3.15\%, due December 1, 2036
$3.50 \%$, due December 1, 2038
2.40\%, due December 1, 2041

City of Mont-Saint-Hilaire
1.85\%, due November 26, 2026 City of Mont-Tremblant
$3.20 \%$, due December 15, 2025
1.85\%, due December 2, 2026 City of Nicolet Canada
2.05\%, due December 17, 2024
1.85\%, due December 16, 2026
City of Notre-Dame-des-Prairies
1.00\%, due December 1, 2025 City of Ottawa
4.40\%, due October 22, 2033
3.10\%, due July 27, 2048
2.50\%, due May 11, 2051
4.10\%, due December 6, 2052 City of Otterburn Park Canada
$1.00 \%$, due December 1, 2025 City of Paspebiac
3.35\%, due April 22, 2027

City of Perce
2.00\%, due December 3, 2026 City of Plessisville
1.40\%, due October 15, 2026

City of Pointe-Claire
$3.00 \%$, due January 31, 2028
City of Pont-Rouge
0.90\%, due February 17, 2026

City of Prévost
1.85\%, due November 25, 2026
3.35\%, due April 22, 2027

City of Quebec
$3.20 \%$, due November 28, 2028
City of Repentigny
2.50\%, due April 28, 2025
$3.25 \%$, due October 27, 2025
2.70\%, due March 28, 2026
2.75\%, due March 28, 2027

City of Rivière-du-Loup
$1.85 \%$, due November 25, 2026
City of Riviere-du-Loup Canada
1.25\%, due July 2, 2025

City of Rouyn-Noranda
1.40\%, due October 7, 2026

City of Saguenay
3.25\%, due October 14, 2025
2.70\%, due April 27, 2026
3.15\%, due April 26, 2028
$3.50 \%$, due October 18, 2028
2.60\%, due April 23, 2029

City of Saint-Augustin
3.05\%, due September 2, 2025
3.35\%, due October 6, 2025
3.15\%, due February 10, 2026

| Par <br> Value | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ |  |



City of St-Remi
2.00\%, due February 24, 2025

City of Terrebonne
3.40\%, due May 6, 2024
1.80\%, due December 13, 2026
2.95\%, due December 21, 2026
$3.05 \%$, due July 10, 2028
$3.25 \%$, due September 5, 2028
$3.20 \%$, due November 29, 2028
2.75\%, due May 7, 2029

City of Thetford Mines
1.40\%, due October 15, 2026

City of Toronto
3.50\%, due June 2, 2036
5.20\%, due June 1, 2040
$4.70 \%$, due June 10, 2041
$4.40 \%$, due December 14, 2042
4.40\%, due December 14, 2042
$3.25 \%$, due June 24, 2046
2.80\%, due November 22, 2049
4.30\%, due June 1, 2052

City of Trois-Rivières
2.50\%, due April 22, 2025
3.25\%, due October 21, 2025
2.70\%, due April 27, 2026
3.35\%, due October 3, 2028

City of Val-d'Or
3.25\%, due December 1, 2025
4.10\%, due July 28, 2027
$3.40 \%$, due October 30, 2028
City of Varennes
City of Varennes
0.90\%, due October 19, 2025
2.70\%, due March 24, 2027

City of Vaudreuil
$3.20 \%$, due July 21, 2025
$3.25 \%$, due November 3, 2025
3.35\%, due December 4, 2028

City of Victoriaville
0.95\%, due October 21, 2025
$3.40 \%$, due February 12, 2029
City of Waterloo
$3.40 \%$, due November 26, 2025
$1.60 \%$, due October 28, 2026
$1.60 \%$, due October 28, 2026
$3.75 \%$, due May 13, 2033

## City of Wellington

3.35\%, due May 30, 2033

City of Winnipeg
4.30\%, due November 15, 2051

Cookshire-Eaton
0.90\%, due February 17, 2026

Metropolitan Regional Transportation Authority
1.75\%, due November 1, 2026

MUNICIPALE WICKHAM
0.29\%, due March 31, 2027

Municipalite de la Paroisse de Lac-Aux-Sables Canada
1.85\%, due December 17, 2026

Municipalite de Riviere Bleue Canada
2.00\%, due April 21, 2025

Muncipalite de Sainte-Thecle
3.40\%, due April 29, 2027

Municipality of St-Alban Canada
3.35\%, due April 22, 2027

Municipalite De St Antonin
1.25\%, due June 17, 2026

Municipalite de St-Bernard
$1.80 \%$, due December 9, 2026
Municipalite de St-Lambert-de-Lauzon Canada 1.90\%, due December 2, 2026

| Par <br> Value | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ |  |

Municipalite Regionale de Comte des Pays-D'en-
Haut
2.65\%, due March 25, 202
Municipality of Boischatel
$0.90 \%$, due January 25, 2026
Municipality of Chelsea
$3.40 \%$, due October 16, 2028
Municipality of Chertsey
1.05\%, due December 1, 2025

Municipality of Havre-St-Pierre
$2.40 \%$, due February 17, 2027
Municipality of Îles-De-La-Madeleine
1.20\%, due June 25, 2025

Municipality of L'Ange Gardien
$2.50 \%$, due February 25,2027
Municipality of Métabetchouan-Lac-à-la-Croix
2.30\%, due March 17, 2027

Municipality of Morin Heights
3.20\%, due April 26, 2027

Municipality of Rawdon
1.85\%, due December 2, 2026

Municipality of Sacré-Coeur
1.80\%, due November 25, 2026
Municipality of Saint-Adolphe d'Howard
1.95\%, due November 29, 2026

Municipality of Saint-Damien
1.10\%, due October 1, 2025
1.25\%, due October 1, 2026

Municipality of Saint-Honoré
$0.90 \%$, due January 26,2026
Municipality of Saint-Hyppolyte
2.45\%, due March 18, 2027

Municipality of Saint-Isidore
$0.90 \%$, due November 17, 2024
Municipality of Saint-Jacques
Municipality of Saint-Mathias-sur-Richelieu
2.00\%, due January 20, 2027

Municipality of Saint-Paul
2.20\%, due October 2, 2024

Municipality of Saint-Prime
3.35\%, due April 22, 2027

Municipality of Saint-Zotique
2.25\%, due October 29, 2024
1.95\%, due November 26, 2026
2.70\%, due March 25, 2027

Municipality of St Ambroise Canada
$2.40 \%$, due February 17, 2027
Municipality of St-Andre-Avellin Canada
2.00\%, due January 21, 2027

Municipality of St-Cuthbert
1.10\% due October 1.2025
2.40\%, due February 17, 2027

Municipality of Ste-Luce Canada
2.30\%, due March 10, 2026
2.35\%, due March 10, 2027
Municipality of St-Ferreol-Les-Neiges
1.85\%, due December 16, 2026

Municipality of St-Joseph-du-Lac Canada
1.85\%, due December 17, 2026

Municipality of Venise-en-Québec
$0.90 \%$, due October 20, 2025
Municipality of Village de Val-David
3.30\%, due April 25, 2027

Municipality of Yamachiche
$3.55 \%$, due May 12, 2027
Muskrat Falls / Labrador Transmission Assets
Funding
3.86\%, due December 1, 2048
Par

Value \begin{tabular}{r}
Average <br>
Cost

$\quad$

Fair <br>
Value
\end{tabular}

| 1,130,000 | 1,109,592 | 1,039,036 |
| :---: | :---: | :---: |
| 300,000 | 292,734 | 270,990 |
| 687,000 | 729,119 | 654,505 |
| 1,440,000 | 1,409,407 | 1,305,216 |
| 1,767,000 | 1,729,787 | 1,611,709 |
| 3,012,000 | 2,982,121 | 2,782,184 |
| 2,089,000 | 2,051,607 | 1,912,126 |
| 1,046,000 | 1,027,674 | 948,458 |
| 1,500,000 | 1,474,755 | 1,414,638 |
| 1,885,000 | 1,847,074 | 1,730,053 |
| 763,000 | 748,709 | 694,406 |
| 1,598,000 | 1,573,167 | 1,438,836 |
| 172,000 | 157,399 | 158,154 |
| 2,132,000 | 2,096,865 | 1,915,602 |
| 375,000 | 365,880 | 337,350 |
| 3,715,000 | 3,648,576 | 3,389,198 |
| 165,000 | 163,461 | 154,060 |
| 3,637,000 | 3,574,794 | 3,254,751 |
| 2,135,000 | 2,052,568 | 1,919,523 |
| 300,000 | 309,721 | 287,700 |
| 2,000,000 | 1,975,420 | 1,890,166 |
| 250,000 | 258,050 | 239,875 |
| 495,000 | 487,822 | 454,113 |
| 1,071,000 | 1,054,378 | 986,812 |
| 484,000 | 473,584 | 441,464 |
| 1,270,000 | 1,220,940 | 1,141,603 |
| 232,000 | 212,306 | 212,767 |
| 499,000 | 488,262 | 455,146 |
| 324,000 | 320,080 | 299,938 |
| 1,964,000 | 1,929,650 | 1,785,319 |
| 1,326,000 | 1,309,107 | 1,210,108 |
| 3,207,000 | 3,152,481 | 2,872,359 |
| 188,000 | 183,064 | 170,742 |
| 3,002,000 | 2,956,069 | 2,831,261 |
| 900,000 | 884,853 | 856,998 |
| 6,605,000 | 8,718,596 | 6,216,553 |


|  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Newfoundland Power Inc. 3.61\%, due April 20, 2060 | 3,777,000 | 3,777,000 | 2,921,808 | Algonquin Power \& Utilities Corp. 4.09\%, due February 17, 2027 | 1,451,000 | 1,487,992 | 1,377,613 |
| Régie intermunicipale de gestion des déchets de la |  |  |  | 4.60\%, due January 29, 2029 | 805,000 | 839,468 | 771,304 |
| Mauricie |  |  |  | Floating, due January 18, 2082 | 3,892,000 | 3,892,000 | 3,042,579 |
| 3.30\%, due January 29, 2029 | 120,000 | 115,385 | 113,556 | Alimentation Couche-Tard Inc. |  |  |  |
| Regie Intermunicipale de L'Energie du Bas St |  |  |  | 3.06\%, due July 26, 2024 | 167,000 | 171,261 | 161,781 |
| Laurent |  |  |  | 3.60\%, due June 2, 2025 | 2,390,000 | 2,445,687 | 2,317,662 |
| 3.05\%, due July 11, 2028 | 1,445,000 | 1,340,493 | 1,321,731 | Allied Properties Real Estate Investment Trust |  |  |  |
| 3.30\%, due September 19, 2028 | 461,000 | 471,467 | 442,007 | 3.39\%, due August 15, 2029 | 616,000 | 631,671 | 532,390 |
| Régie intermunicipale de l'énergie Gaspésie-Iles-de- |  |  |  | 3.12\%, due February 21, 2030 | 100,000 | 86,571 | 83,729 |
| la-Madeleine |  |  |  | AltaGas Ltd. |  |  |  |
| $3.15 \%$, due July 5, 2028 | 972,000 | 908,259 | 905,807 | 4.40\%, due March 15, 2024 | 637,000 | 680,327 | 629,885 |
| Regional County Municipality of Bellechasse |  |  |  | 2.16\%, due June 10, 2025 | 3,647,000 | 3,657,156 | 3,392,297 |
| 2.50\%, due March 1, 2027 | 999,000 | 980,588 | 914,236 | 4.12\%, due April 7, 2026 | 2,303,000 | 2,369,112 | 2,226,656 |
| Regional County Municipality of Domaine-du-Roy |  |  |  | 3.98\%, due October 4, 2027 | 2,602,000 | 2,611,342 | 2,471,944 |
| 3.30\%, due April 25, 2027 | 2,865,000 | 2,821,166 | 2,702,053 | 2.08\%, due May 30, 2028 | 1,542,000 | 1,512,850 | 1,317,653 |
| Regional County Municipality of Du Granit |  |  |  | 2.48\%, due November 30, 2030 | 1,600,000 | 1,532,388 | 1,299,200 |
| 3.05\%, due June 30, 2025 | 28,000 | 30,251 | 27,023 | $5.16 \%$, due January 13, 2044 | 15,000 | 16,754 | 13,422 |
| Regional County Municipality of Maria-Chapdelaine |  |  |  | 4.50\%, due August 15, 2044 | 1,545,000 | 1,184,860 | 1,265,094 |
| 3.00\%, due March 28, 2028 | 24,000 | 22,230 | 22,202 | Floating, due January 11, 2082 | 5,500,000 | 5,500,000 | 4,486,801 |
| Regional County of Vaudreuil-Soulanges Canada |  |  |  | AltaLink LP |  |  |  |
| 2.10\%, due February 7, 2027 | 1,570,000 | 1,513,998 | 1,415,529 | $5.25 \%$, due September 22, 2036 | 1,000,000 | 1,347,650 | 1,031,807 |
| Regional Municipality of Kativik |  |  |  | $5.38 \%$, due March 26, 2040 | 700,000 | 768,180 | 737,165 |
| 1.25\%, due June 30, 2025 | 2,090,000 | 2,062,624 | 1,926,980 | 4.87\%, due November 15, 2040 | 328,000 | 401,363 | 326,853 |
| Regional Municipality of Niagara |  |  |  | 4.05\%, due November 21, 2044 | 143,000 | 162,212 | 127,151 |
| 2.30\%, due July 6, 2025 | 330,000 | 347,457 | 316,866 | 4.09\%, due June 30, 2045 | 380,000 | 406,724 | 338,863 |
| Regional Municipality of Peel |  |  |  | Bank of Montreal |  |  |  |
| 5.10\%, due June 29, 2040 | 2,567,000 | 3,595,811 | 2,711,448 | 2.85\%, due March 6, 2024 | 1,672,000 | 1,698,854 | 1,627,025 |
| Réseau de transport de la Capitale |  |  |  | 2.28\%, due July 29, 2024 | 41,185,000 | 41,942,090 | 39,440,115 |
| 0.80\%, due November 18, 2023 | 1,450,000 | 1,395,480 | 1,406,355 | 2.37\%, due February 3, 2025 | 7,381,000 | 7,498,779 | 6,987,047 |
| 0.80\%, due March 24, 2024 | 1,555,000 | 1,469,117 | 1,485,958 | 1.76\%, due March 10, 2026 | 7,000,000 | 6,304,570 | 6,348,748 |
| 1.25\%, due March 24, 2026 | 1,100,000 | 1,069,068 | 995,610 | 1.55\%, due May 28, 2026 | 10,000,000 | 8,740,600 | 8,949,040 |
| 1.30\%, due June 14, 2026 | 1,750,000 | 1,571,850 | 1,618,750 | 3.65\%, due April 1, 2027 | 29,000,000 | 27,846,137 | 27,553,103 |
| Reseau de Transport Metropolitain |  |  |  | 4.31\%, due June 1, 2027 | 14,309,000 | 14,309,000 | 13,950,831 |
| 1.35\%, due April 30, 2026 | 1,100,000 | 992,640 | 994,400 | Floating, due November 26, 2027 | 5,215,000 | 5,215,000 | 5,217,920 |
| 2.00\%, due December 3, 2026 | 1,500,000 | 1,368,750 | 1,352,691 | 4.71\%, due December 7, 2027 | 42,067,000 | 42,067,000 | 41,528,332 |
| Ryerson University |  |  |  | 2.88\%, due September 17, 2029 | 2,641,000 | 2,686,412 | 2,520,977 |
| 3.54\%, due May 4, 2061 | 6,935,000 | 6,943,220 | 5,269,206 | $6.53 \%$, due October 27, 2032 | 8,346,000 | 8,346,000 | 8,674,340 |
| Sainte-Martine |  |  |  | Bank of Nova Scotia/The |  |  |  |
| 1.85\%, due December 17, 2026 | 1,136,000 | 1,118,324 | 1,038,179 | 1.95\%, due January 10, 2025 | 26,125,000 | 26,113,766 | 24,564,397 |
| Société de transport de l'Outaouais |  |  |  | $5.50 \%$, due May 8, 2026 | 12,380,000 | 12,379,629 | 12,571,568 |
| $3.25 \%$, due December 2, 2025 | 7,000 | 7,574 | 6,702 | 1.85\%, due November 2, 2026 | 10,351,000 | 10,243,328 | 9,240,824 |
| Town of Temiscouata-sur-le-Lac Canada |  |  |  | 2.95\%, due March 8, 2027 | 7,076,000 | 7,066,518 | 6,541,981 |
| 1.85\%, due November 26, 2026 | 1,946,000 | 1,911,458 | 1,745,476 | Floating, due July 27,2027 | 17,357,000 | 17,357,000 | 16,964,541 |
| Township of Potton Canada |  |  |  | 3.93\%, due May 3, 2032 | 15,723,000 | 15,722,057 | 14,669,229 |
| 0.80\%, due February 16, 2026 | 1,544,000 | 1,513,599 | 1,380,182 | BCI QuadReal Realty |  |  |  |
| VILLE DE STE-ANNE MO |  |  |  | 2.55\%, due June 24, 2026 | 2,000,000 | 1,823,780 | 1,855,062 |
| 1.00\%, due December 1, 2025 | 2,242,000 | 2,183,530 | 2,034,615 | Bell Canada |  |  |  |
| York Region District School Board |  |  |  | 3.35\%, due March 12, 2025 | 9,510,000 | 9,489,260 | 9,188,809 |
| 4.05\%, due May 1, 2034 | 1,500,000 | 1,609,914 | 1,460,826 | 3.55\%, due March 2, 2026 | 6,538,000 | 6,492,882 | 6,279,742 |
| York University |  |  |  | 2.90\%, due August 12, 2026 | 985,000 | 1,036,535 | 920,901 |
| 4.46\%, due February 26, 2054 | 1,454,000 | 1,726,349 | 1,343,932 | 1.65\%, due August 16, 2027 | 1,627,000 | 1,575,019 | 1,416,300 |
|  |  | 476,106,850 | 430,383,448 | 2.20\%, due May 29, 2028 | 7,432,000 | 6,392,937 | 6,501,187 |
|  |  |  |  | 2.90\%, due September 10, 2029 | 8,332,000 | 8,095,444 | 7,366,138 |
| Corporations (41.1\%) |  |  |  | $2.50 \%$, due May 14, 2030 | 5,433,000 | 5,371,746 | 4,596,122 |
| 407 International Inc. |  |  |  | $3.00 \%$, due March 17, 2031 | 3,771,000 | 3,382,983 | 3,248,381 |
| $5.96 \%$, due December 3, 2035 | 600,000 | 683,622 | 657,186 | $5.85 \%$, due November 10, 2032 | 13,497,000 | 13,465,687 | 14,122,667 |
| $3.83 \%$, due May 11, 2046 | 1,661,000 | 1,781,251 | 1,410,589 | 6.10\%, due March 16, 2035 | 2,423,000 | 3,015,727 | 2,529,697 |
| $3.60 \%$, due May 21, 2047 | 218,000 | 225,559 | 177,548 | 4.75\%, due September 29, 2044 | 1,978,000 | 2,228,368 | 1,774,602 |
| 3.72\%, due May 11, 2048 | 160,000 | 170,691 | 132,817 | 4.35\%, due December 18, 2045 | 250,000 | 261,425 | 210,949 |
| 3.67\%, due March 8, 2049 | 1,108,000 | 1,262,553 | 910,955 | 4.45\%, due February 27, 2047 | 155,000 | 178,419 | 132,081 |
| 2.84\%, due March 7, 2050 | 3,260,000 | 3,259,665 | 2,266,163 | Bridging North America GP |  |  |  |
| Access Justice Durham |  |  |  | 4.34\%, due August 31, 2053 | 98,000 | 101,042 | 79,744 |
| 5.02\%, due August 31, 2039 | 3,710,509 | 4,414,727 | 3,678,966 | British Columbia Ferry Services Inc. |  |  |  |
| Aéroports de Montréal |  |  |  | $6.25 \%$, due October 13, 2034 | 1,052,000 | 1,158,489 | 1,189,109 |
| 6.95\%, due April 16, 2032 | 667,361 | 840,970 | 729,136 | Brookfield Asset Management Inc. |  |  |  |
| 5.17\%, due September 17, 2035 | 7,625,000 | 7,852,914 | 7,771,560 | 4.82\%, due January 28, 2026 | 126,000 | 142,720 | 124,578 |
| 3.03\%, due April 21, 2050 | 5,918,000 | 6,036,735 | 4,284,454 | $3.80 \%$, due March 16, 2027 | 400,000 | 405,060 | 380,145 |
| $3.44 \%$, due April 26, 2051 | 2,622,000 | 2,628,173 | 2,056,838 | Brookfield Renewable Energy Partners ULC |  |  |  |
| AGT Limited |  |  |  | 3.75\%, due June 2, 2025 | 300,000 | 324,361 | 290,869 |
| 8.80\%, due September 22, 2025 | 1,941,000 | 2,835,083 | 2,108,188 | 3.63\%, due January 15, 2027 | 259,000 | 283,027 | 245,376 |


|  | Par Value | Average Cost | Fair Value |  | Par Value | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  |  |  |
| 4.25\%, due January 15, 2029 | 512,000 | 581,504 | 492,630 | Concentra Bank |  |  |  |
| $3.38 \%$, due January 15, 2030 | 2,265,000 | 2,305,229 | 2,039,130 | 1.46\%, due May 17, 2024 | 1,966,000 | 1,966,606 | 1,849,711 |
| BRP Finance ULC |  |  |  | Connect 6ix GP |  |  |  |
| 5.84\%, due November 5, 2036 | 1,645,000 | 2,130,043 | 1,683,189 | 6.11\%, due November 30, 2046 | 2,501,000 | 2,501,000 | 2,522,759 |
| Calloway Real Estate Investment Trust |  |  |  | 6.21\%, due November 30, 2060 | 1,722,000 | 1,722,000 | 1,725,788 |
| 3.99\%, due May 30, 2023 | 650,000 | 687,691 | 645,861 | Co-operators Financial Services Ltd. |  |  |  |
| $3.56 \%$, due February 6, 2025 | 1,000,000 | 986,500 | 956,291 | $3.33 \%$, due May 13, 2030 | 1,941,000 | 1,959,785 | 1,660,617 |
| Canada Life Assurance Co. |  |  |  | Crombie Real Estate Investment Trust |  |  |  |
| 6.40\%, due December 11, 2028 | 106,000 | 135,768 | 114,706 | 3.68\%, due August 26, 2026 | 3,402,000 | 3,445,478 | 3,190,120 |
| Canadian Imperial Bank of Commerce |  |  |  | 3.92\%, due June 21, 2027 | 1,620,000 | 1,634,991 | 1,520,514 |
| Floating, due April 4, 2023 | 4,720,000 | 4,750,567 | 4,694,394 | 2.69\%, due March 31, 2028 | 1,360,000 | 1,326,049 | 1,184,408 |
| 2.35\%, due August 28, 2024 | 29,449,000 | 29,747,776 | 28,166,967 | 3.13\%, due August 12, 2031 | 2,420,000 | 2,194,384 | 1,960,703 |
| 2.75\%, due March 7, 2025 | 28,452,000 | 27,948,057 | 27,111,512 | CSS FSCC Partnership |  |  |  |
| 2.00\%, due April 17, 2025 | 1,867,000 | 1,865,600 | 1,745,441 | 6.92\%, due July 31, 2042 | 1,259,826 | 1,650,184 | 1,404,862 |
| 1.10\%, due January 19, 2026 | 2,252,000 | 2,050,694 | 2,005,688 | CT Real Estate Investment Trust |  |  |  |
| 1.70\%, due July 15, 2026 | 1,000,000 | 906,620 | 894,576 | 3.29\%, due June 1, 2026 | 4,952,000 | 4,548,287 | 4,623,930 |
| 2.25\%, due January 7, 2027 | 17,448,000 | 17,118,173 | 15,717,438 | 3.47\%, due June 16, 2027 | 1,557,000 | 1,568,180 | 1,442,827 |
| 4.95\%, due June 29, 2027 | 11,032,000 | 11,015,121 | 11,020,074 | 3.87\%, due December 7, 2027 | 2,324,000 | 2,342,225 | 2,170,302 |
| 5.05\%, due October 7, 2027 | 12,668,000 | 12,632,261 | 12,675,575 | 3.03\%, due February 5, 2029 | 7,614,000 | 6,886,844 | 6,649,611 |
| 2.95\%, due June 19, 2029 | 5,356,000 | 5,366,449 | 5,144,036 | 2.37\%, due January 6, 2031 | 1,828,000 | 1,721,666 | 1,440,161 |
| Floating, due July 21, 2030 | 2,853,000 | 2,854,924 | 2,608,512 | Daimler Canada Finance Inc. |  |  |  |
| Floating, due April 7, 2032 | 4,234,000 | 4,234,000 | 3,988,606 | 1.65\%, due September 22, 2025 | 2,894,000 | 2,890,312 | 2,643,513 |
| 7.15\%, due July 28, 2082 | 12,764,000 | 12,736,106 | 12,530,993 | Daimler Trucks Finance Canada Inc |  |  |  |
| Canadian National Railway Co. |  |  |  | 1.85\%, due December 15, 2023 | 7,434,000 | 7,432,811 | 7,173,505 |
| 3.60\%, due July 31, 2048 | 386,000 | 395,156 | 314,347 | Dollarama Inc. |  |  |  |
| 3.60\%, due February 8, 2049 | 411,000 | 423,062 | 334,275 | 1.87\%, due July 8, 2026 | 4,775,000 | 4,234,725 | 4,303,139 |
| Canadian Paciific Railway Co. |  |  |  | 2.44\%, due July 9, 2029 | 6,904,000 | 6,894,457 | 5,922,921 |
| 2.54\%, due February 28, 2028 | 3,037,000 | 3,022,145 | 2,730,667 | Empire Life Insurance |  |  |  |
| Canadian Utilities Ltd. |  |  |  | Floating, due March 15, 2023 | 836,000 | 852,220 | 832,297 |
| $5.90 \%$, due November 20, 2034 | 1,287,000 | 1,801,697 | 1,391,078 | Floating, due September 24, 2031 | 2,263,000 | 2,260,256 | 1,983,553 |
| $5.56 \%$, due October 30, 2037 | 481,000 | 622,868 | 507,308 | Enbridge Gas Distribution Inc. |  |  |  |
| 4.54\%, due October 24, 2041 | 2,999,000 | 3,616,403 | 2,833,632 | 4.15\%, due August 17, 2032 | 6,761,000 | 6,738,553 | 6,441,211 |
| 3.81\%, due September 10, 2042 | 681,000 | 724,461 | 580,144 | 3.51\%, due November 29, 2047 | 200,000 | 204,819 | 157,036 |
| 4.72\%, due September 9, 2043 | 1,200,000 | 1,330,360 | 1,157,504 | 3.01\%, due August 9, 2049 | 1,853,000 | 1,902,377 | 1,313,349 |
| 3.96\%, due July 27, 2045 | 17,000 | 18,501 | 14,664 | 3.65\%, due April 1, 2050 | 4,660,000 | 4,788,307 | 3,741,486 |
| $3.76 \%$, due November 19, 2046 | 426,000 | 375,385 | 352,899 | 4.95\%, due November 22, 2050 | 2,365,000 | 3,162,844 | 2,349,136 |
| $3.55 \%$, due November 22, 2047 | 1,000,000 | 1,114,120 | 799,817 | $3.20 \%$, due September 15, 2051 | 3,716,000 | 3,634,976 | 2,708,232 |
| 3.95\%, due November 23, 2048 | 637,000 | 708,264 | 544,153 | Enbridge Inc. |  |  |  |
| 2.96\%, due September 7, 2049 | 177,000 | 176,862 | 126,082 | 3.95\%, due November 19, 2024 | 2,880,000 | 3,049,085 | 2,813,723 |
| 3.17\%, due September 5, 2051 | 8,658,000 | 8,071,399 | 6,355,448 | 2.44\%, due June 2, 2025 | 526,000 | 543,576 | 495,453 |
| Canadian Western Bank |  |  |  | $3.20 \%$, due June 8, 2027 | 3,208,000 | 3,152,139 | 2,980,081 |
| 2.61\%, due January 30, 2025 | 6,707,000 | 6,872,864 | 6,337,692 | 2.99\%, due October 3, 2029 | 24,108,000 | 23,658,066 | 21,164,799 |
| 1.93\%, due April 16, 2026 | 5,025,000 | 5,027,857 | 4,515,174 | 6.10\%, due November 9, 2032 | 5,234,000 | 5,232,430 | 5,507,021 |
| Capital City Link GP |  |  |  | $3.10 \%$, due September 21, 2033 | 7,639,000 | 7,616,390 | 6,193,464 |
| 4.39\%, due March 31, 2046 | 1,063,016 | 1,173,547 | 968,398 | 5.75\%, due September 2, 2039 | 198,000 | 238,249 | 195,235 |
| Cenovus Energy Inc. |  |  |  | 4.24\%, due August 27, 2042 | 2,556,000 | 2,621,546 | 2,064,990 |
| 3.50\%, due February 7, 2028 | 997,000 | 1,025,846 | 942,361 | 4.57\%, due March 11, 2044 | 2,713,000 | 2,913,076 | 2,283,453 |
| Central 1 Credit Union |  |  |  | 4.10\%, due September 21, 2051 | 4,807,000 | 4,772,162 | 3,658,271 |
| 2.58\%, due December 6, 2023 | 4,930,000 | 4,872,143 | 4,803,309 | Floating, due September 27, 2077 | 3,074,000 | 3,049,711 | 2,808,167 |
| 1.32\%, due January 29, 2026 | 3,344,000 | 3,329,933 | 2,958,443 | Floating, due April 12, 2078 | 2,186,000 | 2,304,072 | 2,103,398 |
| Chip Mortgage Trust |  |  |  | Enbridge Pipelines Inc. |  |  |  |
| 1.74\%, due December 15, 2025 | 2,301,000 | 2,298,412 | 2,054,745 | $3.52 \%$, due February 22, 2029 | 2,336,000 | 2,345,504 | 2,156,179 |
| Choice Properties Reit |  |  |  | 4.55\%, due August 17, 2043 | 782,000 | 792,452 | 662,465 |
| 4.29\%, due February 8, 2024 | 91,000 | 97,887 | 89,739 | 4.55\%, due September 29, 2045 | 4,898,000 | 4,846,407 | 4,120,825 |
| 3.56\%, due September 9, 2024 | 1,692,000 | 1,689,460 | 1,640,812 | 4.33\%, due February 22, 2049 | 4,495,000 | 4,938,044 | 3,622,363 |
| 3.55\%, due January 10, 2025 | 4,722,000 | 4,835,362 | 4,548,122 | 4.20\%, due May 12, 2051 | 4,992,000 | 5,001,330 | 3,908,876 |
| 4.06\%, due November 24, 2025 | 2,096,000 | 2,170,828 | 2,022,466 | Enbridge Southern Lights LP |  |  |  |
| 2.46\%, due November 30, 2026 | 6,700,000 | 5,951,188 | 6,038,435 | 4.01\%, due June 30, 2040 | 719,303 | 764,957 | 654,330 |
| 2.85\%, due May 21, 2027 | 771,000 | 774,972 | 700,348 | Energir Inc. |  |  |  |
| 4.18\%, due March 8, 2028 | 8,545,000 | 8,761,070 | 8,121,698 | 2.10\%, due April 16, 2027 | 4,000,000 | 3,569,920 | 3,644,328 |
| 3.53\%, due June 11, 2029 | 13,458,000 | 12,535,937 | 12,115,928 | Energir LP |  |  |  |
| 2.98\%, due March 4, 2030 | 607,000 | 542,152 | 519,387 | 3.04\%, due February 9, 2032 | 4,200,000 | 3,610,236 | 3,685,660 |
| 6.00\%, due June 24, 2032 | 12,397,000 | 12,398,681 | 12,758,410 | 4.67\%, due September 27, 2032 | 2,600,000 | 2,518,282 | 2,580,336 |
| Clover LP |  |  |  | Enmax Corp. |  |  |  |
| 4.22\%, due March 31, 2034 | 3,161,803 | 3,184,497 | 3,013,856 | 3.33\%, due June 2, 2025 | 2,892,000 | 2,924,021 | 2,755,217 |
| Coast Capital Savings Credit Union |  |  |  | EPCOR Utilities Inc. |  |  |  |
| Floating, due May 3, 2028 | 5,271,000 | 5,413,896 | 5,249,695 | 6.65\%, due April 15, 2038 | 150,000 | 226,455 | 176,555 |
| $5.25 \%$, due October 29, 2030 | 2,551,000 | 2,751,240 | 2,474,786 | $5.75 \%$, due November 24, 2039 | 277,000 | 369,009 | 301,470 |
| Comber Wind Financial Corp. |  |  |  | Fair Hydro Trust |  |  |  |
| 5.13\%, due November 15, 2030 | 822,096 | 920,957 | 806,639 | 3.36\%, due May 15, 2033 | 264,000 | 291,481 | 241,688 |


|  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | $\begin{gathered} \text { Par } \\ \text { Value } \end{gathered}$ | $\begin{array}{r} \text { Average } \\ \text { Cost } \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \\ \$ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Fairfax Financial Holdings Ltd. |  |  |  | Hydro One Inc. |  |  |  |
| 4.95\%, due March 3, 2025 | 3,000,000 | 2,933,130 | 2,963,586 | 2.77\%, due February 24, 2026 | 8,000,000 | 7,503,690 | 7,589,512 |
| 4.70\%, due December 16, 2026 | 8,000,000 | 7,658,017 | 7,777,184 | 2.23\%, due September 17, 2031 | 9,189,000 | 7,959,472 | 7,633,808 |
| 4.23\%, due June 14, 2029 | 2,175,000 | 1,924,658 | 2,017,036 | 6.93\%, due June 1, 2032 | 2,790,000 | 3,377,884 | 3,207,797 |
| Fédération des caisses Desjardins |  |  |  | $6.35 \%$, due January 31, 2034 | 250,000 | 343,825 | 279,562 |
| Floating, due February 23, 2023 | 20,921,000 | 20,448,376 | 20,363,832 | $5.36 \%$, due May 20, 2036 | 27,000 | 34,477 | 28,082 |
| 2.42\%, due October 4, 2024 | 7,412,000 | 7,493,946 | 7,078,149 | 6.03\%, due March 3, 2039 | 336,000 | 460,974 | 376,632 |
| $5.20 \%$, due October 1, 2025 | 9,436,000 | 9,430,621 | 9,465,912 | $5.49 \%$, due July 16, 2040 | 2,510,000 | 3,383,468 | 2,675,035 |
| Floating, due May 28, 2026 | 6,875,000 | 6,766,387 | 6,084,561 | 4.39\%, due September 26, 2041 | 4,392,000 | 5,429,183 | 4,099,098 |
| 1.59\%, due September 10, 2026 | 9,450,000 | 8,301,886 | 8,390,466 | 3.91\%, due February 23, 2046 | 1,584,000 | 1,465,311 | 1,364,103 |
| $4.41 \%$, due May 19, 2027 | 12,742,000 | 12,746,535 | 12,450,947 | 3.64\%, due April 5, 2050 | 4,129,000 | 4,420,631 | 3,377,452 |
| Floating, due May 26, 2030 | 8,911,000 | 9,024,375 | 8,359,275 | 3.10\%, due September 15, 2051 | 1,911,000 | 1,546,821 | 1,399,618 |
| First Capital Realty Inc. |  |  |  | Hyundai Capital Canada Inc. |  |  |  |
| 3.60\%, due May 6, 2026 | 1,212,000 | 1,229,565 | 1,115,241 | 2.01\%, due May 12, 2026 | 1,615,000 | 1,615,505 | 1,436,906 |
| 3.46\%, due January 22, 2027 | 176,000 | 183,944 | 157,930 | iA Financial Corp Inc. |  |  |  |
| First Nations ETF LP |  |  |  | Floating, due June 30, 2027 | 12,257,000 | 12,257,000 | 11,835,420 |
| 4.14\%, due December 31, 2041 | 2,996,401 | 3,088,378 | 2,713,796 | 3.07\%, due September 24, 2031 | 579,000 | 581,579 | 531,097 |
| Ford Credit Canada Ltd. |  |  |  | IGM Financial Inc. |  |  |  |
| 3.50\%, due November 30, 2023 | 3,600,000 | 3,694,500 | 3,511,199 | 3.44\%, due January 26, 2027 | 1,442,000 | 1,454,868 | 1,350,173 |
| 4.46\%, due November 13, 2024 | 2,069,000 | 2,191,138 | 1,995,929 | 4.12\%, due December 9, 2047 | 175,000 | 186,511 | 144,117 |
| 6.78\%, due September 15, 2025 | 3,642,000 | 3,642,000 | 3,674,246 | Industrial Alliance, Insurance \& Financial Services |  |  |  |
| FortisAlberta Inc. |  |  |  | Inc. |  |  |  |
| 4.11\%, due September 29, 2044 | 14,000 | 15,800 | 12,327 | Floating, due September 15, 2023 | 676,000 | 681,262 | 664,277 |
| 3.67\%, due September 9, 2047 | 399,000 | 323,138 | 325,797 | Intact Financial Corp. |  |  |  |
| 2.63\%, due June 8, 2051 | 442,000 | 379,771 | 287,261 | 1.21\%, due May 21, 2024 | 3,865,000 | 3,865,863 | 3,660,789 |
| 4.62\%, due May 30, 2052 | 3,056,000 | 3,044,848 | 2,902,995 | 3.77\%, due March 2, 2026 | 767,000 | 766,870 | 741,121 |
| FortisBC Energy Inc. |  |  |  | 1.93\%, due December 16, 2030 | 3,900,000 | 3,168,948 | 3,123,155 |
| 3.38\%, due April 13, 2045 | 1,000,000 | 1,125,210 | 789,302 | 2.95\%, due December 16, 2050 | 1,203,000 | 1,183,376 | 815,408 |
| 3.67\%, due April 9, 2046 | 350,000 | 369,689 | 289,022 | 3.77\%, due May 20, 2053 | 2,631,000 | 2,636,710 | 2,068,469 |
| FortisBC Inc. |  |  |  | Integrated Team Solutions PCH Partnership |  |  |  |
| 4.00\%, due October 28, 2044 | 1,000,000 | 815,860 | 847,209 | 4.88\%, due May 31, 2046 | 90,066 | 103,290 | 86,358 |
| Gaz Métropolitain Inc. |  |  |  | Integrated Team Solutions SJHC Partnership |  |  |  |
| 7.05\%, due October 30, 2030 | 3,100,000 | 4,352,369 | 3,530,643 | $5.95 \%$, due November 30, 2042 | 872,110 | 1,142,116 | 911,594 |
| 3.28\%, due October 9, 2046 | 132,000 | 131,388 | 101,966 | Inter Pipeline Ltd. |  |  |  |
| General Motors Financial of Canada Ltd. |  |  |  | 2.73\%, due April 18, 2024 | 2,221,000 | 2,232,579 | 2,147,154 |
| $3.25 \%$, due November 7, 2023 | 225,000 | 223,052 | 220,306 | 3.17\%, due March 24, 2025 | 2,455,000 | 2,509,133 | 2,343,518 |
| $5.95 \%$, due May 14, 2024 | 1,040,000 | 1,159,288 | 1,039,706 | 3.48\%, due December 16, 2026 | 6,494,000 | 6,484,369 | 6,056,129 |
| 1.70\%, due July 9, 2025 | 1,637,000 | 1,634,790 | 1,486,082 | 5.76\%, due February 17, 2028 | 2,044,000 | 2,043,836 | 2,069,932 |
| Gibson Energy Inc. |  |  |  | Floating, due March 26, 2029 | 193,000 | 205,942 | 184,947 |
| 2.45\%, due July 14, 2025 | 1,454,000 | 1,457,901 | 1,354,354 | 3.98\%, due November 25, 2031 | 2,551,000 | 2,551,000 | 2,223,135 |
| $3.60 \%$, due September 17, 2029 | 2,450,000 | 2,480,812 | 2,196,846 | 6.38\%, due February 17, 2033 | 3,349,000 | 3,348,665 | 3,430,984 |
| Grand Renewable Solar LP |  |  |  | 4.64\%, due May 30, 2044 | 1,352,000 | 1,323,121 | 1,076,289 |
| 3.93\%, due January 31, 2035 | 812,603 | 828,768 | 752,138 | $5.09 \%$, due November 27, 2051 | 2,835,000 | 2,835,000 | 2,363,089 |
| Granite Reit Holdings LP |  |  |  | Ivanhoe Cambridge II Inc. |  |  |  |
| 3.87\%, due November 30, 2023 | 1,555,000 | 1,575,473 | 1,531,899 | 2.30\%, due December 12, 2024 | 2,000,000 | 1,885,180 | 1,898,510 |
| 3.06\%, due June 4, 2027 | 7,700,000 | 6,892,039 | 7,018,173 | Keyera Corp. |  |  |  |
| 2.19\%, due August 30, 2028 | 1,577,000 | 1,483,657 | 1,337,261 | 6.88\%, due June 13, 2079 | 316,000 | 343,393 | 299,317 |
| 2.38\%, due December 18, 2030 | 1,769,000 | 1,757,587 | 1,409,895 | Kingston Solar LP |  |  |  |
| Greater Toronto Airports Authority |  |  |  | 3.57\%, due July 31, 2035 | 915,055 | 919,723 | 828,292 |
| 6.45\%, due July 30, 2029 | 155,320 | 186,583 | 162,981 | Laurentian Bank of Canada |  |  |  |
| 7.05\%, due June 12, 2030 | 1,902,000 | 2,662,852 | 2,163,829 | 1.15\%, due June 3, 2024 | 4,257,000 | 4,252,491 | 4,003,564 |
| 7.10\%, due June 4, 2031 | 1,436,000 | 1,959,695 | 1,657,595 | 1.95\%, due March 17, 2025 | 8,209,000 | 8,198,575 | 7,621,063 |
| 6.98\%, due October 15, 2032 | 368,000 | 453,953 | 428,066 | 1.60\%, due May 6, 2026 | 1,793,000 | 1,793,790 | 1,626,940 |
| 6.47\%, due February 2, 2034 | 4,491,000 | 6,147,555 | 5,101,062 | Floating, due June 15, 2032 | 5,447,000 | 5,447,436 | 5,157,225 |
| $3.26 \%$, due June 1, 2037 | 350,000 | 353,952 | 292,196 | Loblaw Companies Ltd. |  |  |  |
| 4.53\%, due December 2, 2041 | 500,000 | 492,515 | 478,311 | 3.92\%, due June 10, 2024 | 3,033,000 | 3,052,809 | 2,986,201 |
| Great-West Lifeco Inc. |  |  |  | 4.49\%, due December 11, 2028 | 1,399,000 | 1,565,067 | 1,378,786 |
| 6.74\%, due November 24, 2031 | 450,000 | 537,818 | 500,900 | $6.50 \%$, due January 22, 2029 | 943,000 | 1,189,216 | 1,010,097 |
| 6.67\%, due March 21, 2033 | 2,982,000 | 4,153,874 | 3,335,072 | 6.85\%, due March 1, 2032 | 164,000 | 213,108 | 180,269 |
| 6.00\%, due November 16, 2039 | 999,000 | 1,339,424 | 1,076,973 | 6.05\%, due June 9, 2034 | 208,000 | 262,134 | 216,869 |
| H\&R Real Estate Investment Trust |  |  |  | 6.15\%, due January 29, 2035 | 6,122,000 | 7,989,387 | 6,465,267 |
| 3.37\%, due January 30, 2024 | 6,214,000 | 6,306,164 | 6,039,585 | $5.90 \%$, due January 18, 2036 | 1,547,000 | 1,954,003 | 1,599,863 |
| Health Montreal Collective LP |  |  |  | $5.34 \%$, due September 13, 2052 | 3,905,000 | 3,905,000 | 3,911,803 |
| 6.72\%, due September 30, 2049 | 8,836,661 | 11,586,944 | 9,503,564 | Lower Mattagami Energy LP |  |  |  |
| Hospital Infrastructure Partners NOH Partnership |  |  |  | 4.85\%, due April 28, 2024 | 14,400,000 | 15,001,388 | 14,566,046 |
| 5.44\%, due January 31, 2045 | 2,758,268 | 3,250,933 | 2,756,036 | 2.31\%, due October 21, 2026 | 3,500,000 | 3,202,010 | 3,235,180 |
| HSBC Bank Canada |  |  |  | 2.43\%, due May 14, 2031 | 3,600,000 | 3,006,792 | 3,075,595 |
| 3.40\%, due March 24, 2025 | 3,372,000 | 3,357,231 | 3,266,136 | Manulife Financial Corp. |  |  |  |
| 1.78\%, due May 20, 2026 | 8,688,000 | 8,692,953 | 7,863,891 | 2.38\%, due November 19, 2024 | 7,220,000 | 7,188,873 | 6,863,354 |
|  |  |  |  | 2.86\%, due February 16, 2027 | 8,822,000 | 8,763,973 | 8,126,191 |


|  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Par Value | $\begin{array}{r}\text { Average } \\ \text { Cost }\end{array}$ $\$ \$$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 3.05\%, due August 20, 2029 | 10,949,000 | 10,989,107 | 10,504,668 | 4.81\%, due March 25, 2044 | 6,221,000 | 6,759,671 | 5,342,501 |
| 2.24\%, due May 12, 2030 | 3,970,000 | 3,987,704 | 3,685,216 | 4.74\%, due January 21, 2047 | 186,000 | 185,458 | 156,579 |
| Floating, due May 13, 2035 | 8,836,000 | 8,821,689 | 7,446,318 | 4.54\%, due April 3, 2049 | 235,000 | 240,901 | 190,148 |
| Floating, due June 19, 2081 | 5,319,000 | 5,311,569 | 4,001,627 | 4.67\%, due May 28, 2050 | 1,540,000 | 1,541,393 | 1,269,225 |
| 7.12\%, due June 19, 2082 | 15,023,000 | 15,023,000 | 14,800,059 | 4.80\%, due January 25,2081 | 423,000 | 412,149 | 346,709 |
| MCAP Commercial LP |  |  |  | Plenary Health Bridgepoint LP |  |  |  |
| 3.74\%, due August 25, 2025 | 241,000 | 250,520 | 226,279 | 7.25\%, due August 31, 2042 | 1,765,969 | 2,542,948 | 2,033,418 |
| 3.38\%, due November 26, 2027 | 2,952,000 | 2,956,518 | 2,600,364 | Plenary Properties LTAP LP |  |  |  |
| Melancthon Wolfe Wind LP |  |  |  | 6.29\%, due January 31, 2044 | 2,720,302 | 3,468,403 | 2,955,031 |
| 3.83\%, due December 31, 2028 | 1,395,827 | 1,443,571 | 1,309,597 | PSP Capital Inc. |  |  |  |
| Metro Inc. |  |  |  | 2.60\%, due March 1, 2032 | 18,000,000 | 16,002,405 | 15,947,298 |
| 3.39\%, due December 6, 2027 | 267,000 | 274,449 | 250,870 | Reliance LP |  |  |  |
| 5.03\%, due December 1, 2044 | 100,000 | 116,586 | 95,704 | 3.75\%, due March 15, 2026 | 1,507,000 | 1,514,734 | 1,425,964 |
| 4.27\%, due December 4, 2047 | 3,338,000 | 3,695,819 | 2,840,010 | 2.68\%, due December 1, 2027 | 1,072,000 | 1,075,681 | 942,392 |
| 3.41\%, due February 28, 2050 | 7,180,000 | 7,180,000 | 5,206,333 | 2.67\%, due August 1, 2028 | 6,016,000 | 5,448,174 | 5,182,381 |
| National Bank of Canada |  |  |  | RioCan Real Estate Investment Trust |  |  |  |
| 2.58\%, due February 3, 2025 | 3,848,000 | 3,752,185 | 3,656,289 | 2.58\%, due February 12, 2025 | 1,253,000 | 1,276,657 | 1,176,707 |
| $5.30 \%$, due November 3, 2025 | 25,574,000 | 25,574,000 | 25,740,052 | Rogers Communications Inc. |  |  |  |
| 1.53\%, due June 15, 2026 | 8,950,000 | 7,861,732 | 7,993,057 | 3.65\%, due March 31, 2027 | 5,682,000 | 5,905,342 | 5,363,978 |
| North Battleford Power LP |  |  |  | $3.25 \%$, due May 1, 2029 | 750,000 | 776,820 | 670,022 |
| 4.96\%, due December 31, 2032 | 1,326,192 | 1,528,781 | 1,317,935 | 4.25\%, due April 15, 2032 | 4,450,000 | 4,449,422 | 4,059,530 |
| North West Redwater Partnership / NWR Financing |  |  |  | 6.11\%, due August 25, 2040 | 5,786,000 | 7,269,155 | 5,820,068 |
| Co. Ltd. |  |  |  | 5.25\%, due April 15, 2052 | 8,915,000 | 8,784,411 | 8,055,015 |
| $3.20 \%$, due July 22, 2024 | 132,000 | 139,553 | 128,265 | 5.00\%, due December 17, 2081 | 8,576,000 | 8,576,000 | 7,748,742 |
| $3.20 \%$, due April 24, 2026 | 728,000 | 739,966 | 692,190 | Royal Bank of Canada |  |  |  |
| 4.25\%, due June 1, 2029 | 2,325,000 | 2,605,475 | 2,251,084 | Floating, due January 28, 2023 | 18,707,000 | 17,139,468 | 15,488,161 |
| 2.80\%, due June 1, 2031 | 10,858,000 | 9,515,071 | 9,254,686 | 2.35\%, due July 2, 2024 | 23,890,000 | 23,786,398 | 22,939,082 |
| 4.15\%, due June 1, 2033 | 864,000 | 937,387 | 797,198 | 2.61\%, due November 1, 2024 | 24,071,000 | 24,456,000 | 23,033,540 |
| 3.65\%, due June 1, 2035 | 3,797,000 | 3,742,820 | 3,264,190 | 3.37\%, due September 29, 2025 | 4,457,000 | 4,447,233 | 4,272,115 |
| $3.70 \%$, due February 23,2043 | 85,000 | 80,815 | 68,262 | 5.24\%, due November 2, 2026 | 34,552,000 | 34,551,654 | 34,848,698 |
| 4.05\%, due July 22, 2044 | 3,056,000 | 3,566,453 | 2,567,663 | 1.83\%, due July 31, 2028 | 6,000,000 | 4,971,180 | 5,101,902 |
| 3.75\%, due June 1, 2051 | 3,083,000 | 3,066,027 | 2,394,076 | Floating, due July 25,2029 | 4,978,000 | 5,063,174 | 4,753,373 |
| Northern Courier Pipeline LP |  |  |  | Floating, due December 23, 2029 | 7,127,000 | 7,183,609 | 6,752,248 |
| 3.37\%, due June 30, 2042 | 3,225,910 | 3,249,892 | 2,806,329 | 2.14\%, due November 3, 2031 | 1,161,000 | 1,137,130 | 1,021,793 |
| Northwestern Hydro Acquisition Co II LP |  |  |  | 2.94\%, due May 3, 2032 | 7,446,000 | 7,393,629 | 6,674,282 |
| 3.88\%, due December 31, 2036 | 3,753,000 | 3,799,187 | 3,228,706 | Scotiabank |  |  |  |
| Nova Scotia Power Inc. |  |  |  | 2.29\%, due June 28, 2024 | 723,000 | 752,444 | 695,658 |
| 5.95\%, due July 27,2039 | 2,845,000 | 3,823,595 | 2,987,563 | Floating, due July 3, 2024 | 7,616,000 | 7,635,541 | 7,297,811 |
| 5.61\%, due June 15, 2040 | 1,110,000 | 1,551,643 | 1,129,223 | 2.49\%, due September 23, 2024 | 3,189,000 | 3,266,643 | 3,052,964 |
| 3.31\%, due April 25, 2050 | 6,146,000 | 6,115,212 | 4,328,677 | 1.40\%, due November 1, 2027 | 19,774,000 | 16,396,952 | 16,833,092 |
| OMERS Finance Trust |  |  |  | Floating, due January 18, 2029 | 3,148,000 | 3,200,836 | 3,090,297 |
| 1.55\%, due April 21, 2027 | 615,000 | 615,640 | 555,958 | SEC LP and Arci Ltd. |  |  |  |
| 2.60\%, due May 14, 2029 | 8,875,000 | 8,911,484 | 8,133,023 | 5.19\%, due August 29, 2033 | 544,558 | 580,158 | 523,839 |
| OMERS Finance Trust Realty Corporation |  |  |  | SGTP Highway Bypass LP |  |  |  |
| 5.38\%, due November 14, 2028 | 15,900,000 | 16,081,284 | 16,348,746 | 4.11\%, due January 31, 2045 | 1,825,927 | 1,987,396 | 1,628,560 |
| Ontario Power Generation Inc. |  |  |  | Shaw Communications Inc. |  |  |  |
| 2.89\%, due April 8, 2025 | 2,000,000 | 1,904,900 | 1,920,138 | 4.35\%, due January 31, 2024 | 1,123,000 | 1,212,172 | 1,108,688 |
| 4.92\%, due July 19, 2032 | 9,581,000 | 9,667,119 | 9,595,017 | 6.75\%, due November 9, 2039 | 2,689,000 | 3,269,888 | 2,873,500 |
| Ontario Teachers' Finance Trust |  |  |  | Sienna Senior Living Inc. |  |  |  |
| 1.10\%, due October 19, 2027 | 6,930,000 | 6,870,408 | 6,056,162 | 3.11\%, due November 4, 2024 | 2,379,000 | 2,392,217 | 2,262,512 |
| 4.45\%, due June 2, 2032 | 29,000,000 | 28,909,230 | 29,468,350 | 3.45\%, due February 27, 2026 | 163,000 | 168,374 | 151,695 |
| OPB Finance Trust |  |  |  | 2.82\%, due March 31, 2027 | 1,335,000 | 1,335,868 | 1,191,721 |
| 2.98\%, due January 25, 2027 | 4,065,000 | 4,162,738 | 3,870,331 | Sinai Health System/Canada |  |  |  |
| Ornge Issuer Trust |  |  |  | 3.53\%, due June 9, 2056 | 337,000 | 341,518 | 266,378 |
| $5.73 \%$, due June 11, 2034 | 2,733,693 | 3,200,306 | 2,824,709 | Smart Real Estate Investment Trust |  |  |  |
| Ottawa University |  |  |  | 2.99\%, due August 28, 2024 | 1,785,000 | 1,816,768 | 1,708,545 |
| 2.64\%, due February 13, 2060 | 6,167,000 | 5,971,362 | 3,837,878 | 3.44\%, due August 28, 2026 | 2,610,000 | 2,597,849 | 2,415,599 |
| Parkland Corp |  |  |  | 3.19\%, due June 11, 2027 | 174,000 | 175,312 | 157,576 |
| 3.88\%, due June 16, 2026 | 1,675,000 | 1,675,000 | 1,539,953 | 3.83\%, due December 21, 2027 | 2,210,000 | 2,214,201 | 2,036,106 |
| Pembina Pipeline Corporation |  |  |  | 2.31\%, due December 18, 2028 | 41,000 | 38,110 | 33,936 |
| 3.54\%, due February 3, 2025 | 1,250,000 | 1,275,357 | 1,205,218 | 3.53\%, due December 20, 2029 | 6,004,000 | 5,993,244 | 5,206,807 |
| 3.71\%, due August 11, 2026 | 2,927,000 | 2,948,542 | 2,787,449 | SNC-Lavalin Innisfree McGill Finance Inc. |  |  |  |
| 4.24\%, due June 15, 2027 | 25,000 | 27,647 | 24,191 | $6.63 \%$, due June 30, 2044 | 6,967,855 | 9,001,844 | 7,754,484 |
| 4.02\%, due March 27, 2028 | 3,914,000 | 3,913,687 | 3,719,513 | Société de transport de la Ville de Laval |  |  |  |
| 3.62\%, due April 3, 2029 | 6,558,000 | 6,641,262 | 6,017,306 | 1.00\%, due December 15, 2025 | 650,000 | 581,718 | 588,705 |
| 3.31\%, due February 1, 2030 | 8,206,000 | 8,261,476 | 7,284,680 | SSL Finance Inc. / SSL Financement Inc. |  |  |  |
| $3.53 \%$, due December 10, 2031 | 3,915,000 | 3,890,173 | 3,405,412 | 4.10\%, due October 31, 2045 | 3,274,347 | 3,722,171 | 2,894,886 |
| 4.75\%, due April 30, 2043 | 4,808,000 | 5,048,774 | 4,098,806 | Summit Industrial Income REIT |  |  |  |
|  |  |  |  | 2.15\%, due September 17, 2025 | 163,000 | 164,389 | 149,492 |

Sun Life Financial Inc.
Floating, due September 19, 2023
2.46\%, due November 18, 2031
2.58\%, due May 10, 2032

Floating, due November 21, 2033 4.78\%, due August 10, 2034
Floating, due October 1, 2035 $3.15 \%$, due November 18, 2036
Floating, due May 29, 2037
Superior Plus Corp.
4.25\%, due May 18, 2028

TELUS Corp.
3.63\%, due March 1, 2028
$3.30 \%$, due May 2, 2029
3.15\%, due February 19, 2030
2.05\%, due October 7, 2030
$5.25 \%$, due November 15, 2032
4.85\%, due April 5, 2044
4.40\%, due January 29,2046
4.70\%, due March 6, 2048
$3.95 \%$, due February 16, 2050
4.10\%, due April 5, 2051

Teranet Holdings LP
3.54\%, due June 11, 2025
$5.75 \%$, due December 17, 2040
Terasen Gas Inc.
$5.90 \%$, due February 26, 2035
$5.55 \%$, due September 25, 2036
Toronto District School Board
$5.07 \%$, due December 17, 2024
Toronto Hydro Corp.
4.95\%, due October 13, 2052

Toronto-Dominion Bank
Floating, due September 14, 2023
$3.23 \%$, due July 24,2024
$2.50 \%$, due December 2, 2024
1.94\%, due March 13, 2025
2.67\%, due September 9, 2025
4.34\%, due January 27, 2026

Floating, due March 4, 2026
2.26\%, due January 7, 2027
4.21\%, due June 1, 2027
5.38\%, due October 21, 2027
1.89\%, due March 8, 2028
1.90\%, due September 11, 2028
$3.22 \%$, due July 25,2029
Floating, due April 22, 2030
3.06\%, due January 26, 2032
Toronto-Dominion Bank/The

Floating, due October 31, 2027
4.68\%, due January 8,2029

Toyota Credit Canada Inc.
2.31\%, due October 23, 2024
2.73\%, due August 25, 2025

TransCanada Pipelines Ltd.
$3.30 \%$, due July 17, 2025
$3.80 \%$, due April 5, 2027
7.90\%, due April 15, 2027
3.39\%, due March 15, 2028
$3.00 \%$, due September 18, 2029
2.97\%, due June 9, 2031
$5.33 \%$, due May 12, 2032
8.05\%, due February 17, 2039
4.55\%, due November 15, 2041
4.35\%, due June 6, 2046
4.34\%, due October 15, 2049

Transcanada Trust
Floating, due March 4, 2081

| Par <br> Value | Average <br> Cost |
| ---: | ---: | | Fair |
| ---: |
| Value |


|  | $\begin{array}{r} \mathrm{Par} \\ \text { Value } \\ \hline \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Trillium Windpower LP |  |  |  |
| 5.80\%, due February 15, 2033 | 1,326,951 | 1,489,067 | 1,353,755 |
| Union Gas Ltd. |  |  |  |
| 5.20\%, due July 23, 2040 | 131,000 | 166,162 | 133,145 |
| 4.20\%, due June 2, 2044 | 120,000 | 136,878 | 106,490 |
| Ventas Canada Finance Ltd. |  |  |  |
| 2.80\%, due April 12, 2024 | 896,000 | 877,704 | 863,140 |
| Verizon Communications Inc. |  |  |  |
| 4.05\%, due March 22, 2051 | 6,566,000 | 6,549,494 | 5,205,853 |
| Videotron Ltée |  |  |  |
| 3.63\%, due June 15, 2028 | 3,299,000 | 3,287,380 | 2,845,044 |
| West Edmonton Mall Property Inc. |  |  |  |
| 4.31\%, due February 13, 2024 | 2,325,000 | 2,407,571 | 2,250,881 |
| Westcoast Energy Inc. |  |  |  |
| 3.77\%, due December 8, 2025 | 578,000 | 576,647 | 556,543 |
| Winnipeg Airport Authority Inc. |  |  |  |
| 5.21\%, due September 28, 2040 | 648,137 | 778,810 | 639,061 |
|  |  | 2,085,278,007 | 1,939,599,134 |
| Foreign Bonds (2.9\%) |  |  |  |
| AT\&T Inc. |  |  |  |
| 2.85\%, due May 25, 2024 | 5,703,000 | 5,764,635 | 5,529,555 |
| 4.00\%, due November 25, 2025 | 3,594,000 | 3,689,490 | 3,501,009 |
| Bank of America Corp. |  |  |  |
| Floating, due April 25, 2024 | 8,910,000 | 9,145,835 | 8,621,975 |
| Floating, due September 20, 2025 | 9,374,000 | 9,675,516 | 9,069,111 |
| Floating, due March 16, 2028 | 7,605,000 | 7,605,000 | 7,142,342 |
| 2.60\%, due April 4, 2029 | 6,329,000 | 6,346,524 | 5,570,912 |
| BNP Paribas SA |  |  |  |
| 2.54\%, due July 13, 2029 | 2,394,000 | 2,390,760 | 2,010,316 |
| CDP Financial Inc. |  |  |  |
| 3.80\%, due June 2, 2027 | 25,500,000 | 25,525,420 | 25,418,400 |
| Citigroup Inc. |  |  |  |
| 4.09\%, due June 9, 2025 | 4,384,000 | 4,529,928 | 4,244,940 |
| Goldman Sachs Group Inc.IThe |  |  |  |
| Floating, due October 31, 2024 | 5,225,000 | 5,289,747 | 5,030,175 |
| Floating, due February 28, 2029 | 5,908,000 | 5,871,276 | 5,046,070 |
| J. P. Morgan Chase \& Co. |  |  |  |
| Floating, due March 5, 2028 | 5,875,000 | 5,869,168 | 5,182,972 |
| Manulife Finance (Delaware) LP |  |  |  |
| Floating, due December 15, 2036 | 6,063,000 | 7,159,341 | 5,663,891 |
| Morgan Stanley 10, 7, |  |  |  |
| 3.00\%, due February 7, 2024 | 4,780,000 | 4,797,568 | 4,656,298 |
| Floating, due August 4, 2027 | 3,598,000 | 3,598,000 | 3,185,608 |
| National Australia Bank Ltd. |  |  |  |
| $3.52 \%$, due June 12, 2030 | 857,000 | 900,539 | 795,683 |
| Wells Fargo \& Co. |  |  |  |
| 3.18\%, due February 8, 2024 | 3,437,000 | 3,531,733 | 3,352,457 |
| Floating, due April 28, 2025 | 12,197,000 | 12,184,794 | 11,865,364 |
| 3.87\%, due May 21, 2025 | 10,918,000 | 11,162,751 | 10,532,889 |
| 2.57\%, due May 1, 2026 | 4,863,000 | 4,896,629 | 4,562,685 |
| 2.98\%, due May 19, 2026 | 2,070,000 | 2,072,200 | 1,929,238 |
| 2.49\%, due February 18, 2027 | 4,426,000 | 4,479,197 | 3,983,789 |
|  |  | 146,486,051 | 136,895,679 |
| Mortgage Backed Securities (0.1\%) |  |  |  |
| Canadian Mortgage Pools |  |  |  |
| 2.04\%, due February 1, 2023 | 53,446 | 52,715 | 53,268 |
| Classic RMBS Trust |  |  |  |
| 1.43\%, due November 15, 2051 | 996,006 | 996,006 | 950,442 |
| 1.53\%, due March 15, 2052 | 1,244,497 | 1,243,902 | 1,174,867 |
| Real Estate Asset Liquidity Trust |  |  |  |
| 3.64\%, due June 12, 2027 | 685,748 | 690,036 | 654,569 |
|  |  | 2,982,659 | 2,833,146 |
| Asset Backed Securities (0.2\%) |  |  |  |
| Eagle Credit Card Trust |  |  |  |
| 2.22\%, due July 17, 2024 | 1,658,000 | 1,679,578 | 1,583,043 |
| 1.27\%, due July 17, 2025 | 1,791,000 | 1,789,691 | 1,625,954 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | $\begin{array}{r} \mathrm{Par} \\ \text { Value } \\ \hline \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Ford Auto Securitization Trust 1.15\%, due November 15, 2025 | 2,420,000 | 2,421,189 | 2,297,439 |
| Glacier Credit Card Trust <br> $1.39 \%$, due September 22, 2025 | 6,709,000 | 6,703,981 | 6,065,265 |
|  |  | 12,594,439 | 11,571,701 |
| Total Bonds and Debentures |  | 5,168,072,588 | 4,686,927,593 |
| Total Investments (99.4\%) |  | 5,168,072,588 * | 4,686,927,593 |
| Bond Forward Contracts (0.0\%) |  |  | 929,662 |
| Cash and Other Net Assets (0.6\%) |  |  | 27,549,166 |
| Net Assets (100\%) |  |  | 4,715,406,421 |

*Average cost of Investments as of December 31, 2021 is $\$ 5,239,544,652$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Bond Forward Contracts (0.0\%) | Position | Number of Contracts | Maturity Date | Unitary Cost | Current Value ${ }^{(1)}$ | Fair Value Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  | \$CA | \$ CA |
| T-Bills (0.0\%) |  |  |  |  |  |  |
| US Treasury Bill, 2,75\% | Long | 56,000,000 | 44,999 | 97.878 \$ USD | 32,493,600 | $(1,608,563)$ |
| Government of Canada, 2,00\% | Short | 75,000,000 | 44,999 | 96.616 \$ CAD | 74,209,868 | 2,538,225 |
|  |  |  |  |  |  | 929,662 |
| Total Bond Forward Contracts |  |  |  |  |  | 929,662 |

## Financial Statements

## Statements of Financial Position <br> (in thousands American dollars, except per unit amounts)



Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands American dollars, except per unit amounts)

| Income | 2 | USD | USD |
| :---: | :---: | :---: | :---: |
|  |  |  |  |
| Interest income for distribution purposes |  | 3,408 | 1,402 |
| Other income |  |  | 12 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(7,481)$ | (350) |
| Net realized gains (losses) on foreign currencies |  | 18 |  |
| Change in net unrealized appreciation/depreciation on investments |  | $(14,131)$ | $(2,365)$ |
| Change in unrealized gains/losses on foreign currencies |  | (20) | 2 |
| Total income |  | $(18,206)$ | $(1,299)$ |
| Expenses | 8 |  |  |
| Management fees |  | 149 | 100 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 131 | 84 |
| Fees paid by the manager |  | (2) | (2) |
| Total expenses |  | 280 | 184 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(18,486)$ | $(1,483)$ |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Series F |  | (24) | - |
| Series N/Private Series |  | $(4,809)$ | (562) |
| Series NR |  | (112) | (22) |
| Series PW |  | $(11,228)$ | (765) |
| Series PWO |  | $(2,313)$ | (134) |
|  |  | $(18,486)$ | $(1,483)$ |
| Average number of units | 2 |  |  |
| Series F |  | 37,447 |  |
| Series N/Private Series |  | 3,618,751 | 2,876,980 |
| Series NR |  | 89,085 | 85,603 |
| Series PW |  | 8,033,499 | 3,832,107 |
| Series PWO |  | 1,691,232 | 762,001 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Series F |  | (0.65) | - |
| Series N/Private Series |  | (1.33) | (0.20) |
| Series NR |  | (1.25) | (0.25) |
| Series PW |  | (1.40) | (0.20) |
| Series PWO |  | (1.37) | (0.18) |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands American dollars, except per unit amounts)

|  | Note | Series F | Series N/Private Series |  | Series NR |  | Series PW |  | Series PWO |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | $\begin{array}{r} 2022 \\ \text { (225 days) } \end{array}$ | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | USD | USD | USD | USD | USD | USD | USD | USD | USD |
|  |  |  |  | . | 37,008 | 24,952 | 989 | 466 | 87,217 | 32,102 | 18,384 | 6,206 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (24) | $(4,809)$ | (562) | (112) | (22) | $(11,228)$ | (765) | $(2,313)$ | (134) |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 2,272 | 10,448 | 17,003 | 96 | 729 | 7,282 | 63,988 | 696 | 12,978 |
| Reinvestments of distributions to holders of redeemable units |  | 6 | 801 | 446 |  | 13 |  |  | 398 |  |
| Redemption of redeemable units |  | $(1,134)$ | $(8,998)$ | $(4,380)$ | (687) | (171) | $(26,021)$ | $(8,106)$ | $(3,945)$ | (666) |
| Total redeemable units transactions |  | 1,144 | 2,251 | 13,069 | (579) | 571 | $(16,938)$ | 56,469 | $(2,851)$ | 12,436 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 6 | 817 | 451 | 18 | 12 | 1,829 | 589 | 402 | 124 |
| Return of capital |  |  | - | - | 7 | 14 |  | - |  | - |
| Total distributions to investors |  | 6 | 817 | 451 | 25 | 26 | 1,829 | 589 | 402 | 124 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 1,114 | $(3,375)$ | 12,056 | (716) | 523 | $(29,995)$ | 55,115 | $(5,566)$ | 12,178 |
| Net assets attributable to holders of redeemable units, end of the year |  | 1,114 | 33,633 | 37,008 | 273 | 989 | 57,222 | 87,217 | 12,818 | 18,384 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  |  | 3,495,495 | 2,266,571 | 99,903 | 44,541 | 8,455,855 | 2,995,735 | 1,786,720 | 580,731 |
| Redeemable units issued |  | 233,416 | 1,114,995 | 1,598,946 | 11,230 | 71,120 | 769,491 | 6,184,450 | 76,053 | 1,258,427 |
| Redeemable units issued on reinvestments |  | 612 | 85,743 | 42,045 | 1,324 | 1,305 | 201,069 | 57,019 | 44,528 | 12,119 |
| Redeemable units redeemed |  | $(117,064)$ | $(956,364)$ | $(412,067)$ | $(79,657)$ | $(17,063)$ | $(2,882,688)$ | $(781,349)$ | $(438,263)$ | $(64,557)$ |
| Redeemable units outstanding, end of the year |  | 116,964 | 3,739,869 | 3,495,495 | 32,800 | 99,903 | 6,543,727 | 8,455,855 | 1,469,038 | 1,786,720 |

Statements of Cash Flows for the Years Ended December 31
(in thousands American dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Accrued expenses

## Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

| 2022 |  |
| :--- | :--- |
| USD | 2021 |
| USD |  |

2
$(18,486) \quad(1,483)$
$7,481 \quad 350$
(18)

14,131 2,365
$\begin{array}{rr}20 & (2) \\ (120,310) & (97,997)\end{array}$
137,590 9,063
(326) $(341)$
15

20,075

2

| (61) | (20) |
| :---: | :---: |
| 20,796 | 94,674 |
| $(40,798)$ | $(13,305)$ |
| $(20,063)$ | 81,349 |
| 18 |  |
| (20) | 2 |
| 12 | $(6,681)$ |
| 797 | 7,476 |
| 807 | 797 |
| 3,082 | 1,061 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI U.S. Bond Private Portfolio's investment objective is to provide current income and sustained capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of Canadian or U.S. government or corporate bonds denominated in U.S. dollars.

The portfolio manager's security selection is based on an analysis of economic conditions in the United States and their impact on interest rates. Shorter or longer term issues will be favored depending on whether interest rates are expected to rise or fall.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Series F | May 20, 2022 | M | A | 0.40 | 0.10 |
| Series N | October 30, 2015 | M | A | 0.15 | 0.10 |
| Series NR | October 30, 2015 | M | A | 0.15 | 0.10 |
| Series PW | October 30, 2015 | Q | A | * | * |
| Series PWO | October 30, 2015 | Q | A | * |  |
| Private Series | November 28, 2016 | M | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | USD | USD | USD |
| Series F | 9.53 | - | 9.53 |
| Series N/Private Series | 8.99 | - | 8.99 |
| Series NR | 8.33 | - | 8.33 |
| Series PW | 8.74 | - | 8.74 |
| Series PWO | 8.73 | - | 8.73 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | USD | USD | USD |
| Series N/Private Series | 10.59 | - | 10.59 |
| Series NR | 9.90 | - | 9.90 |
| Series PW | 10.31 | - | 10.31 |
| Series PWO | 10.29 | - | 10.29 |

## Structured Entities (Note 2) <br> (in thousands American dollars)

Asset Backed Commercial Pape

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net exposure | Net assets attributable to holders of redeemable units | Net exposure | Net assets attributable to holders of redeemable units |
|  | USD | \% | USD | \% |
| Canadian Dollar | 3,713 | - | 304,447 | 0.2 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the American Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately USD 186 (USD 15,222 as at December 31, 2021).

Credit Risk (Note 5)

| Debt securities by Credit Rating | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - AAA | 57.2 | 76.4 |
| Investment Grade - AA | - | 1.5 |
| Investment Grade - A | 9.4 | 7.3 |
| Investment Grade - BBB | 29.7 | 9.5 |
| Non-investment Grade - BB | 2.0 | 2.0 |
|  | 98.3 | 96.7 |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A .
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December } 31 \\ 202 \\ \hline \end{array}$ |
| :---: | :---: | :---: |
|  | USD | USD |
| Under one year | 2,593,804 | 2,586,875 |
| From 1 year to 3 years | 15,297,650 | 15,641,555 |
| From 3 years to 5 years | 18,775,953 | 20,034,392 |
| From 5 years to 10 years | 44,871,054 | 84,904,749 |
| More than 10 years | 21,721,068 | 15,671,568 |
|  | 103,259,529 | 138,839,139 |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately USD 1,783,790 (USD $2,534,025$ as at December 31, 2021).

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Asset Backed Securities | 0.4 | 0.4 |
| Cash, Money Market and Other Net Assets | 1.7 | 3.3 |
| Corporate Bonds | 13.8 | 6.2 |
| Foreign Bonds | 84.1 | 89.4 |
| Provincial Bonds |  | 0.7 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | USD | USD | USD | USD |
| Bonds and debentures | 59,704,629 | 43,554,900 | . | 103,259,529 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
| Bonds and debentures | $\begin{array}{r} \hline \text { USD } \\ 109.260 .590 \end{array}$ | $\begin{array}{r} \text { USD } \\ 29.578 .549 \end{array}$ | USD | $\begin{array}{r} \text { USD } \\ 138.839 .139 \end{array}$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |  |
|  | 101 | - | - |  |  |
| Series F | 173 | 1 | - |  |  |
| Series NR | - | - | 155 | - |  |
| Series PW |  |  |  |  |  |

## Losses (Note 9)

(in thousands American dollars)

Capital Losses

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| 2021 <br> 2,967 | USD |
|  | 133 |


|  | Par Value | Average Cost | Fair Value |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | USD | USD |  |  | USD | USD |
| Bonds And Debentures (98.3\%) |  |  |  | 2.75\%, due July 31, 2027 | 2,000,000 | 1,989,609 | 1,894,000 |
| Corporations (13.8\%) |  |  |  | 3.88\%, due November 30, 2027 | 4,300,000 | 4,329,551 | 4,278,930 |
| Bank of Montreal |  |  |  | 1.88\%, due February 28, 2029 | 2,025,000 | 2,030,854 | 1,795,162 |
| Floating, due December 15, 2027 | 1,250,000 | 1,240,350 | 1,103,625 | 1.63\%, due August 15, 2029 | 16,350,000 | 16,500,652 | 14,196,705 |
| Bank of Nova Scotia/The |  |  |  | 1.13\%, due February 15, 2031 | 840,000 | 724,463 | 685,104 |
| Floating, due May 4, 2032 | 1,400,000 | 1,341,430 | 1,202,320 | 4.13\%, due November 15, 2032 | 8,015,000 | 8,391,998 | 8,210,366 |
| Brookfield Finance Inc. |  |  |  | 2.88\%, due May 15, 2043 | 1,305,000 | 1,491,013 | 1,071,144 |
| $3.90 \%$, due January 25, 2028 | 911,000 | 855,338 | 839,304 | 2.00\%, due February 15, 2050 | 3,141,000 | 3,698,492 | 2,089,393 |
| CDP Financial Inc. |  |  |  | 1.63\%, due November 15, 2050 | 3,000,000 | 2,945,625 | 1,801,200 |
| 5.60\%, due November 25, 2039 | 318,000 | 421,325 | 334,981 | 2.00\%, due August 15, 2051 | 1,500,000 | 1,506,621 | 989,550 |
| Enbridge Inc. |  |  |  | 2.25\%, due February 15, 2052 | 5,263,000 | 4,514,290 | 3,697,258 |
| Floating, due July 15, 2027 | 613,000 | 609,169 | 543,892 | Halliburton Co. |  |  |  |
| Floating, due March 1, 2028 | 1,000,000 | 1,079,750 | 911,698 | 7.45\%, due September 15, 2039 | 500,000 | 637,935 | 572,400 |
| Great-West Lifeco Inc. |  |  |  | JBS USA LUX SA / JBS USA Food Co / JBS USA |  |  |  |
| 4.15\%, due June 3, 2047 | 750,000 | 744,135 | 585,075 | Finance Inc. |  |  |  |
| Rogers Communications Inc. |  |  |  | $5.50 \%$, due January 15, 2030 | 2,400,000 | 2,460,387 | 2,283,360 |
| Floating, due March 15, 2027 | 1,500,000 | 1,500,000 | 1,325,651 | JPMorgan Chase \& Co. |  |  |  |
| 5.45\%, due October 1, 2043 | 300,000 | 370,134 | 273,548 | Floating, due February 24, 2023 | 2,000,000 | 2,000,000 | 1,816,200 |
| Royal Bank of Canada |  |  |  | Floating, due December 5, 2028 | 1,500,000 | 1,353,570 | 1,417,350 |
| 6.00\%, due November 1, 2027 | 1,500,000 | 1,497,030 | 1,564,536 | Kinder Morgan Energy Partners LP |  |  |  |
| 2.30\%, due November 3, 2031 | 2,000,000 | 2,030,000 | 1,613,608 | $6.95 \%$, due January 15, 2038 | 333,000 | 408,847 | 357,342 |
| Scotiabank |  |  |  | Kohl's Corp. |  |  |  |
| Floating, due October 27, 2027 | 1,000,000 | 1,002,930 | 1,042,875 | 3.63\%, due May 1, 2031 | 3,000,000 | 2,125,000 | 2,113,800 |
| Suncor Energy Inc. |  |  |  | Lloyds TSB Group PLC |  |  |  |
| 5.95\%, due December 1, 2034 | 1,514,000 | 1,888,215 | 1,516,597 | Floating, due November 15, 2033 | 500,000 | 500,000 | 532,624 |
| Toronto-Dominion Bank |  |  |  | Lockheed Martin Corp. |  |  |  |
| Floating, due October 31, 2027 | 1,000,000 | 1,005,550 | 1,042,500 | 6.15\%, due September 1, 2036 | 450,000 | 594,945 | 488,070 |
| TransCanada PipeLines Ltd. |  |  |  | Magallanes Inc. |  |  |  |
| 4.25\%, due May 15, 2028 | 500,000 | 497,950 | 474,350 | 4.05\%, due March 15, 2029 | 1,000,000 | 934,393 | 868,704 |
| Transcanada Trust |  |  |  | Mexico City Airport Trust |  |  |  |
| Floating, due March 7, 2032 | 100,000 | 100,063 | 85,625 | 4.25\%, due October 31, 2026 | 500,000 | 471,875 | 476,350 |
|  |  | 16,183,369 | 14,460,185 | Morgan Stanley |  |  |  |
|  |  |  |  | Floating, due September 16, 2036 | 1,575,000 | 1,422,666 | 1,146,443 |
| Foreign Bonds (84.1\%) |  |  |  | Pilgrim's Pride Corp. |  |  |  |
| AT\&T Inc. |  |  |  | $5.88 \%$, due September 30, 2027 | 500,000 | 479,375 | 489,650 |
| 4.50\%, due May 15, 2035 | 625,000 | 684,631 | 573,625 | Southwestern Electric Power Co. |  |  |  |
| Australia \& New Zealand Banking Group Ltd. |  |  |  | $3.85 \%$, due February 1, 2048 | 350,000 | 349,254 | 257,670 |
| Floating, due November 25, 2035 | 500,000 | 481,135 | 364,850 | Sunoco Logistics Partners Operations LP |  |  |  |
| BANCO SANTANDER SA |  |  |  | 5.40\%, due October 1, 2047 | 600,000 | 566,286 | 513,180 |
| 3.89\%, due May 24, 2024 | 1,000,000 | 1,000,000 | 979,847 | Verizon Communications Inc. |  |  |  |
| Floating, due November 22, 2032 | 1,000,000 | 964,110 | 759,800 | 4.40\%, due November 1, 2034 | 1,500,000 | 1,684,588 | 1,383,600 |
| Bank of America Corp. |  |  |  | Viacom Inc. |  |  |  |
| Floating, due March 8, 2023 | 700,000 | 700,000 | 583,271 | 5.85\%, due September 1, 2043 | 1,151,000 | 1,005,249 | 970,408 |
| Floating, due September 21, 2036 | 1,000,000 | 936,560 | 735,700 |  |  | 99,778,964 | 88,329,729 |
| Barclays PLC |  |  |  |  |  |  |  |
| Floating, due February 9, 2023 | 200,000 | 200,000 | 194,333 | Asset Backed Securities (0.4\%) |  |  |  |
| BNP Paribas |  |  |  | United Airlines 2018-1 Class AA Pass Through Trust |  |  |  |
| 4.38\%, due May 12, 2026 | 350,000 | 381,168 | 335,930 | $3.45 \%$, due January 7, 2030 | 555,811 | 562,063 | 469,615 |
| BNP Paribas SA |  |  |  |  |  |  |  |
| Floating, due August 12, 2035 | 1,000,000 | 927,780 | 733,500 | Total Bonds and Debentures |  | 116,524,396 | 103,259,529 |
| ELECTRICIDAD COM FED |  |  |  |  |  |  |  |
| 4.69\%, due May 15, 2029 | 1,000,000 | 999,800 | 888,849 |  |  |  |  |
| 3.88\%, due July 26, 2033 | 500,000 | 493,000 | 380,400 | Total Investments (98.3\%) |  | 116,524,396 * | 103,259,529 |
| Empresa de los Ferrocarriles del Estado |  |  |  |  |  |  |  |
| 3.83\%, due September 14, 2061 | 500,000 | 484,500 | 352,510 | Cash and Other Net Assets (1.7\%) |  |  | 1,800,821 |
| Enel Finance International NV |  |  |  | Cash and Other Net Assets (1.7\%) |  |  |  |
| 1.88\%, due July 12, 2028 | 1,000,000 | 943,760 | 798,100 | Net Assets (100\%) |  |  | 105,060,350 |
| 2.25\%, due July 12, 2031 | 1,250,000 | 990,162 | 922,750 | Net Assets (100\%) |  |  | 105,000,350 |
| $7.50 \%$, due October 14, 2032 | 1,000,000 | 1,094,960 | 1,066,600 |  |  |  |  |
| Enersis Chile SA |  |  |  | *Average cost of Investments as of December 31, 2021 |  |  |  |
| 4.88\%, due June 12, 2028 | 500,000 | 480,000 | 488,040 | is USD 137,972,989. |  |  |  |
| Goldman Sachs Group Inc./The |  |  |  |  |  |  |  |
| Floating, due March 15, 2028 | 1,500,000 | 1,500,000 | 1,398,162 |  |  |  |  |
| Floating, due May 1, 2029 | 645,000 | 682,997 | 602,882 |  |  |  |  |
| Floating, due July 21, 2032 | 1,000,000 | 950,990 | 778,800 |  |  |  |  |
| Government of the United States |  |  |  |  |  |  |  |
| 3.00\%, due July 31, 2024 | 14,672,000 | 14,541,742 | 14,317,803 |  |  |  |  |
| 1.13\%, due October 31, 2026 | 2,850,000 | 2,850,891 | 2,550,465 |  |  |  |  |
| 1.25\%, due November 30, 2026 | 2,370,000 | 2,373,240 | 2,127,549 |  |  |  |  |

## NBI Corporate Bond Private Portfolio

Financial Statements

| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 1,421,485 | 1,355,079 |
| Cash |  |  | 2,923 |
| Margin deposited on futures contracts |  | 985 |  |
| Subscriptions receivable |  | 1,240 | 734 |
| Proceeds from sale of investments receivable |  | 201 |  |
| Interest receivable |  | 13,458 | 10,194 |
| Total assets |  | 1,437,369 | 1,368,930 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 164 | - |
| Redeemed units payable |  | 1,311 | 730 |
| Investments payable |  |  | 950 |
| Accrued expenses |  | 317 | 323 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 1,792 | 2,003 |
| Net assets atributable to holders of redeemable units |  | 1,435,577 | 1,366,927 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 16,672 | 19,139 |
| Series F/Private Series |  | 307,830 | 328,013 |
| Series N |  | 1,090,400 | 975,947 |
| Series NR |  | 16,105 | 16,704 |
| Series PW |  | 4,544 | 25,543 |
| Series PWO |  | 26 | 1,581 |
|  |  | 1,435,577 | 1,366,927 |
| Net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Advisor Series |  | 9.06 | 10.41 |
| Series F/Private Series |  | 9.11 | 10.47 |
| Series N |  | 9.20 | 10.56 |
| Series NR |  | 8.66 | 10.03 |
| Series PW |  | 9.11 | 10.50 |
| Series PWO |  | 8.58 | 9.89 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |


| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 49,326 | 42,395 |
| Income from derivatives |  | 249 | - |
| Other income |  |  | 58 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(16,054)$ | (422) |
| Change in net unrealized appreciation/depreciation on investments |  | $(161,336)$ | $(52,535)$ |
| Total income |  | $(127,815)$ | $(10,504)$ |
| Expenses | 8 |  |  |
| Management fees |  | 2,833 | 2,854 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 748 | 755 |
| Fees paid by the manager |  | (2) | (2) |
| Transaction costs on purchase and sale of investments | 8 | 4 | - |
| Total expenses |  | 3,585 | 3,609 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(131,400)$ | $\stackrel{(14,113)}{ }$ |
| Increase (decrease) in net assets attributable to holders of redeemable units per series |  |  |  |
| Advisor Series |  | $(1,867)$ | (464) |
| Series F/Private Series |  | $(33,726)$ | $(2,976)$ |
| Series N |  | $(92,390)$ | $(9,616)$ |
| Series NR |  | $(1,632)$ | (176) |
| Series PW |  | $(1,710)$ | (769) |
| Series PWO |  | (75) | (112) |
|  |  | $(131,400)$ | $\stackrel{(14,113)}{ }$ |
| Average number of units | 2 |  |  |
| Advisor Series |  | 1,805,863 | 1,899,881 |
| Series F/Private Series |  | 32,402,592 | 28,883,886 |
| Series N |  | 100,699,271 | 86,189,960 |
| Series NR |  | 1,735,964 | 1,526,627 |
| Series PW |  | 1,017,201 | 3,200,699 |
| Series PWO |  | 28,777 | 315,140 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.03) | (0.24) |
| Series F/Private Series |  | (1.04) | (0.10) |
| Series N |  | (0.92) | (0.11) |
| Series NR |  | (0.94) | (0.12) |
| Series PW |  | (1.68) | (0.24) |
| Series PWO |  | (2.57) | (0.36) |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | eries | Series F/Pri | ate Series | Seri |  | Serie |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 19,139 | 20,369 | 328,013 | 254,270 | 975,947 | 866,728 | 16,704 | 14,939 | 25,543 | 43,270 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,867)$ | (464) | $(33,726)$ | $(2,976)$ | $(92,390)$ | $(9,616)$ | $(1,632)$ | (176) | (1,710) | (769) |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 5,824 | 3,162 | 108,448 | 140,175 | 439,218 | 270,000 | 6,692 | 5,265 | 9,871 | 42,091 |
| Reinvestments of distributions to holders of redeemable units Redemption of redeemable units |  | $\begin{gathered} 338 \\ (6,318) \\ \hline \end{gathered}$ | $\begin{array}{r} 325 \\ (3,822) \\ \hline \end{array}$ | $\begin{gathered} 3,540 \\ (88,689) \\ \hline \end{gathered}$ | $\begin{gathered} 4,010 \\ (59,293) \\ \hline \end{gathered}$ | $\begin{array}{r} 33,789 \\ (232,143) \\ \hline \end{array}$ | $\begin{gathered} 28,110 \\ (150,985) \\ \hline \end{gathered}$ | $\begin{array}{r} 286 \\ (5,245) \\ \hline \end{array}$ | $\begin{gathered} 290 \\ (2,965) \\ \hline \end{gathered}$ | $\begin{array}{r} 334 \\ (29,130) \\ \hline \end{array}$ | $\begin{array}{r} 975 \\ (58,964) \\ \hline \end{array}$ |
| Total redeemable units transactions |  | (156) | (335) | 23,299 | 84,892 | 240,864 | 147,125 | 1,733 | 2,590 | $(18,925)$ | $(15,898)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 444 | 431 | 9,756 | 8,173 | 34,021 | 28,290 | 558 | 479 | 364 | 1,060 |
| Return of capital |  |  | - |  |  |  |  | 142 | 170 |  |  |
| Total distributions to investors |  | 444 | 431 | 9,756 | 8,173 | 34,021 | 28,290 | 700 | 649 | 364 | 1,060 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,467)$ | $(1,230)$ | $(20,183)$ | 73,743 | 114,453 | 109,219 | (599) | 1,765 | $(20,999)$ | $(17,727)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 16,672 | 19,139 | 307,830 | 328,013 | 1,090,400 | 975,947 | 16,105 | 16,704 | 4,544 | 25,543 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,839,241 | 1,874,439 | 31,339,968 | 23,273,541 | 92,428,203 | 78,625,785 | 1,665,161 | 1,410,914 | 2,432,295 | 3,946,473 |
| Redeemable units issued |  | 643,658 | 298,564 | 11,546,811 | 13,335,063 | 47,075,059 | 25,353,129 | 749,086 | 517,941 | 1,031,320 | 3,973,803 |
| Redeemable units issued on reinvestments |  | 36,320 | 31,153 | 375,815 | 382,354 | 3,580,954 | 2,655,325 | 31,953 | 28,661 | 34,999 | 92,457 |
| Redeemable units redeemed |  | $(679,008)$ | (364,915) | $(9,479,747)$ | $(5,650,990)$ | $(24,512,307)$ | $(14,206,036)$ | $(585,983)$ | $(292,355)$ | $(2,999,865)$ | $(5,580,438)$ |
| Redeemable units outstanding, end of the year |  | 1,840,211 | 1,839,241 | 33,782,847 | 31,339,968 | 118,571,909 | 92,428,203 | 1,860,217 | 1,665,161 | 498,749 | 2,432,295 |


|  | Note | Series PWO |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 1,581 | 5,341 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (75) | (112) |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 5 | 182 |
| Reinvestments of distributions to holders of redeemable units |  | 11 | 105 |
| Redemption of redeemable units |  | $(1,485)$ | $(3,830)$ |
| Total redeemable units transactions |  | $(1,469)$ | $(3,543)$ |
| Distributions to investors | 2 |  |  |
| Net investment income |  | 11 | 105 |
| Total distributions to investors |  | 11 | 105 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,555)$ | $(3,760)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 26 | 1,581 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 159,766 | 516,704 |
| Redeemable units issued |  | 540 | 18,132 |
| Redeemable units issued on reinvestments |  | 1,204 | 10,552 |
| Redeemable units redeemed |  | $(158,425)$ | $(385,622)$ |
| Redeemable units outstanding, end of the year |  | 3,085 | 159,766 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Margin deposited on futures contracts
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of
reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(131,400)$ | $(14,113)$ |
| 16,054 | 422 |
| $\begin{gathered} 161,336 \\ (772,200) \end{gathered}$ | $\begin{gathered} 52,535 \\ (548,051) \end{gathered}$ |
| 527,253 | 331,964 |
| (985) | - |
| $(3,264)$ | $(1,309)$ |
| (6) | 49 |
| $(203,212)$ | $(178,503)$ |
| $(6,998)$ | $(4,893)$ |
| 569,552 | 461,533 |
| $(362,429)$ | $(279,448)$ |
| 200,125 | 177,192 |
| $(3,087)$ | $(1,311)$ |
| 2,923 | 4,234 |
| (164) | 2,923 |

46,062 41,086

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Corporate Bond Private Portfolio's investment objective is to provide long-term capital growth and to generate high current income. The Fund invests, directly or through investments in securities of other mutual funds, in a portfolio consisting primarily of investment grade debt securities of Canadian companies.

The portfolio manager carefully analyzes the credit standing of every security and evaluates risk, relative return and the economic situation when confirming the selection and relative weighting of each holding in the portfolio. This is carried out to identify bonds with attractive return potential. The portfolio manager also takes economic considerations and their impact on interest rates into account. Shorter or longer term issues are favoured, depending on whether interest rates are expected to rise or fall. The Fund may invest approximately $40 \%$ of its assets in foreign debt securities.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | M | A | 0.93 | 0.05 |
| Series F | May 21, 2015 | M | A | 0.45 | 0.05 |
| Series N | October 30, 2015 | M | A | 0.10 | 0.05 |
| Series NR | October 30, 2015 | M | A | 0.10 | 0.05 |
| Series PW | May 21, 2015 | M | A | * | * |
| Series PWO | May 21, 2015 | M | A | * | * |
| Private Series | November 28, 2016 | M | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


Securities Lending (Note 2)
(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral


| 2022 | 2021 |
| ---: | ---: |
| $\$$ | $\$$ |
| 97 | - |
| 99 | - |

Structured Entities (Note 2)
(in thousands Canadian dollars)

Asset Backed Commercial Paper

Fair Value


Credit Risk (Note 5)

| Debt securities by Credit Rating | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - AAA | 1.3 | 1.4 |
| Investment Grade - AA | 5.6 | 2.4 |
| Investment Grade - A | 44.5 | 39.6 |
| Investment Grade - BBB | 44.9 | 52.3 |
| Non-investment Grade - BB | 2.7 | 3.2 |
| Not rated | - | 0.2 |
|  | 99.0 | 99.1 |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A .
This fund has no investments in other mutual funds or exchange traded funds.
Credit ratings are obtained from recognized rating companies.

## Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | December 31, 2022 | December 31 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Under one year | 19,757,601 | 58,534,697 |
| From 1 year to 3 years | 301,787,292 | 263,498,978 |
| From 3 years to 5 years | 306,494,559 | 204,448,049 |
| From 5 years to 10 years | 372,445,340 | 350,289,177 |
| More than 10 years | 421,000,375 | 478,307,719 |
|  | 1,421,485,167 | 1,355,078,620 |

This fund has no investments in other mutual funds or exchange traded funds.
Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 23,841,953$ ( $\$ 25,314,994$ as at December 31, 2021).

## Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |  |
| :--- | ---: | ---: | ---: |
|  |  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
|  | 0.7 | 0.7 |  |
| Asset Backed Securities | 1.0 | 0.9 |  |
| Cash, Money Market and Other Net Assets | 88.8 | 90.1 |  |
| Corporate Bonds | 0.2 | - |  |
| Federal Bonds | 6.1 | 5.9 |  |
| Foreign Bonds | 0.2 | 0.4 |  |
| Mortgage Backed Securities | 1.1 | 1.0 |  |
| Municipal Bonds | 1.9 | 1.0 |  |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | 2,809,102 | 1,418,676,065 | - | 1,421,485,167 |
| Derivatives assets | 12,956,040 | - | - | 12,956,040 |
| Derivatives liabilities | $(12,930,520)$ | - | - | $(12,930,520)$ |
| Total derivatives instruments | 25,520 | - | - | 25,520 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | - | 1,355,078,620 | - | 1,355,078,620 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Losses (Note 9)
(in thousands Canadian dollars)


|  | $\begin{array}{r} \mathrm{Par} \\ \text { Value } \\ \hline \end{array}$ | Average <br> Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \hline \$ \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \\ \hline \end{array}$ | $\begin{array}{r} \text { Average } \\ \text { Cost } \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds And Debentures (99.0\%) |  |  |  | 5.16\%, due January 13, 2044 | 1,026,000 | 1,156,743 | 918,044 |
| Issued and Guaranteed by |  |  |  | 4.50\%, due August 15, 2044 | 3,512,000 | 3,237,659 | 2,875,734 |
| the Government of Canada (0.2\%) |  |  |  | 4.99\%, due October 4, 2047 | 2,000,000 | 2,090,860 | 1,747,386 |
| Government of Canada |  |  |  | Floating, due January 11, 2082 | 5,707,000 | 5,707,000 | 4,655,668 |
| 1.75\%, due December 1, 2053 | 3,986,000 | 3,065,464 | 2,809,102 | AltaLink LP |  |  |  |
|  |  | 3,065,464 | 2,809,102 | $5.25 \%$, due September 22, 2036 | 3,000,000 | 3,709,800 | 3,095,421 |
|  |  |  |  | 5.38\%, due March 26, 2040 | 275,000 | 361,831 | 289,601 |
| Issued and Guaranteed by |  |  |  | 4.46\%, due November 8, 2041 | 1,500,000 | 1,721,520 | 1,416,981 |
| a Province (1.9\%) |  |  |  | 3.99\%, due June 30, 2042 | 1,250,000 | 1,268,912 | 1,108,392 |
| Hydro One Inc. |  |  |  | 4.92\%, due September 17, 2043 | 1,200,000 | 1,557,038 | 1,204,171 |
| 6.93\%, due June 1, 2032 | 1,307,000 | 1,886,061 | 1,502,721 | 3.72\%, due December 3, 2046 | 815,000 | 887,485 | 682,192 |
| 5.49\%, due July 16, 2040 | 75,000 | 99,508 | 79,931 | Arrow Lakes Power |  |  |  |
| 4.39\%, due September 26, 2041 | 1,400,000 | 1,618,148 | 1,306,634 | 5.52\%, due April 5, 2041 | 1,621,762 | 1,823,186 | 1,694,566 |
| $6.59 \%$, due April 22, 2043 | 1,500,000 | 2,279,580 | 1,804,574 | Bank of America Corp. |  |  |  |
| 4.59\%, due October 9, 2043 | 1,664,000 | 1,943,379 | 1,590,217 | Floating, due April 25, 2024 | 3,900,000 | 3,900,000 | 3,773,929 |
| 4.17\%, due June 6, 2044 | 2,000,000 | 2,187,180 | 1,803,608 | Floating, due September 15, 2027 | 6,390,000 | 6,131,184 | 5,691,081 |
| $5.00 \%$, due October 19, 2046 | 2,317,000 | 2,910,838 | 2,345,810 | Bank of Montreal |  |  |  |
| $3.72 \%$, due November 18, 2047 | 5,500,000 | 5,753,233 | 4,572,194 | 2.37\%, due February 3, 2025 | 27,922,000 | 26,719,166 | 26,431,691 |
| $3.63 \%$, due June 25, 2049 | 9,685,000 | 7,364,071 | 7,918,204 | 1.55\%, due May 28, 2026 | 19,700,000 | 19,152,425 | 17,629,609 |
| 3.64\%, due April 5, 2050 | 137,000 | 148,360 | 112,064 | 4.31\%, due June 1, 2027 | 7,381,000 | 7,381,000 | 7,196,246 |
| 3.10\%, due September 15, 2051 | 1,600,000 | 1,062,384 | 1,171,842 | Floating, due November 26, 2027 | 2,648,000 | 2,648,000 | 2,649,483 |
| Province of Ontario |  |  |  | 4.71\%, due December 7, 2027 | 14,561,000 | 14,561,000 | 14,374,546 |
| 3.75\%, due June 2, 2032 | 2,500,000 | 2,519,975 | 2,443,390 | 2.88\%, due September 17, 2029 | 7,307,000 | 7,267,023 | 6,974,926 |
|  |  | 29,772,717 | 26,651,189 | $6.53 \%$, due October 27, 2032 | 6,112,000 | 6,144,640 | 6,352,452 |
|  |  |  |  | Bank of Nova Scotia/The |  |  |  |
| Municipalities and Subsidized Issuers (1.1\%) |  |  |  | 1.95\%, due January 10, 2025 | 10,164,000 | 10,159,629 | 9,556,843 |
| Aéroports de Montréal |  |  |  | 1.85\%, due November 2, 2026 | 10,413,000 | 10,410,397 | 9,296,175 |
| 6.95\%, due April 16, 2032 | 1,072,492 | 1,392,202 | 1,171,768 | 2.95\%, due March 8, 2027 | 6,540,000 | 6,330,751 | 6,046,433 |
| $3.36 \%$, due April 24, 2047 | 1,100,000 | 1,225,840 | 862,463 | Floating, due July 27, 2027 | 4,453,000 | 4,453,000 | 4,352,313 |
| $3.03 \%$, due April 21, 2050 | 4,371,000 | 3,747,022 | 3,164,473 | $3.93 \%$, due May 3, 2032 | 5,980,000 | 5,979,641 | 5,579,214 |
| 3.44\%, due April 26, 2051 | 5,311,000 | 5,331,000 | 4,181,924 | Bell Canada |  |  |  |
| Calgary Airport Authority |  |  |  | 2.90\%, due August 12, 2026 | 387,000 | 407,248 | 361,816 |
| 3.20\%, due October 7, 2036 | 1,205,000 | 1,205,000 | 999,958 | $3.60 \%$, due September 29, 2027 | 696,000 | 725,543 | 659,713 |
| 3.34\%, due October 7, 2038 | 4,217,000 | 4,217,000 | 3,486,067 | 2.90\%, due September 10, 2029 | 2,841,000 | 2,847,794 | 2,511,666 |
| Toronto Hydro Corp. |  |  |  | 2.50\%, due May 14, 2030 | 3,500,000 | 3,492,488 | 2,960,874 |
| 4.08\%, due September 16, 2044 | 1,000,000 | 1,119,140 | 899,563 | 7.30\%, due February 23, 2032 | 1,850,000 | 2,477,557 | 2,082,460 |
| 3.55\%, due July 28, 2045 | 430,000 | 444,319 | 356,337 | 6.10\%, due March 16, 2035 | 1,405,000 | 1,533,435 | 1,466,869 |
|  |  | 18,681,523 | 15,122,553 | 4.75\%, due September 29, 2044 | 8,662,000 | 9,552,476 | 7,771,287 |
|  |  | 18,681,523 |  | 4.35\%, due December 18, 2045 | 4,550,000 | 4,894,682 | 3,839,272 |
| Corporations (88.8\%) |  |  |  | 4.45\%, due February 27, 2047 | 4,650,000 | 4,249,536 | 3,962,428 |
| 407 International Inc. |  |  |  | $3.50 \%$, due September 30, 2050 | 4,320,000 | 3,436,342 | 3,091,422 |
| 4.45\%, due November 15, 2041 | 520,000 | 589,961 | 487,530 | Bridging North America GP |  |  |  |
| 4.19\%, due April 25, 2042 | 200,000 | 247,724 | 181,038 | 4.34\%, due August 31, 2053 | 1,083,000 | 1,144,534 | 881,250 |
| 3.65\%, due September 8, 2044 | 6,500,000 | 6,643,805 | 5,387,402 | British Columbia Ferry Services Inc. |  |  |  |
| 3.30\%, due March 27, 2045 | 400,000 | 437,252 | 312,215 | $5.58 \%$, due January 11, 2038 | 400,000 | 526,032 | 430,719 |
| $3.83 \%$, due May 11, 2046 | 5,100,000 | 5,230,437 | 4,331,129 | 4.70\%, due October 23, 2043 | 500,000 | 603,950 | 489,910 |
| 3.60\%, due May 21, 2047 | 1,000,000 | 957,810 | 814,441 | Brookfield Asset Management Inc. |  |  |  |
| $3.72 \%$, due May 11, 2048 | 47,000 | 50,962 | 39,015 | 4.82\%, due January 28, 2026 $3.80 \%$, due March 16, 2027 | $3,747,000$ $3,063,000$ | 4,125,195 $3,083,145$ | $3,704,711$ $\mathbf{2 , 9 1 0 , 9 5 9}$ |
| 4.68\%, due October 7, 2053 | 250,000 | 308,300 | 241,133 | 3.80\%, due March 16, 2027 Brookfield Renewable Energy Partners ULC | 3,063,000 | 3,083,145 | 2,910,959 |
| Access Justice Durham |  |  |  | Brooktield Renewable Energy Partners ULC |  |  |  |
| 5.02\%, due August 31, 2039 | 1,955,991 | 2,248,161 | 1,939,363 | 3.63\%, due January 15, 2027 4.25\%, due January 15, 2029 | $\begin{array}{r} 4,650,000 \\ 142,000 \end{array}$ | $\begin{array}{r} 4,717,408 \\ 161,169 \end{array}$ | $\begin{array}{r} 4,405,396 \\ 136,628 \end{array}$ |
| AGT Limited |  |  |  | 4.25\%, due January 15, 2029 $3.38 \%$, due January 15, 2030 | 142,000 $1,076,000$ | 161,169 $1,084,291$ | $\begin{aligned} & 136,628 \\ & 068699 \end{aligned}$ |
| 8.80\%, due September 22, 2025 | 1,913,000 | 2,798,391 | 2,077,776 | 3.38\%, due January 15, 2030 | 1,076,000 | 1,084,291 | -968,699 |
| Algonquin Power \& Utilities Corp. |  |  |  | 5.88\%, due November 9, 2032 $3.33 \%$, due August 13, 2050 | 2,443,000 | 2,441,534 $1,405,945$ | $2,543,341$ 979,786 |
| 4.60\%, due January 29, 2029 | 746,000 | 745,642 | 714,774 | 3.33\%, due August 13, 2050 | 1,407,000 | 1,405,945 | 979,786 |
| 2.85\%, due July 15, 2031 | 2,143,000 | 2,142,829 | 1,744,265 | Canada Life Assurance Co. |  |  |  |
| Floating, due January 18, 2082 | 3,371,000 | 3,371,000 | 2,635,286 | 6.40\%, due December 11, 2028 Canadian Imperial Bank of Commerce | 1,487,000 | 1,948,337 | 1,609,132 |
| Alimentation Couche-Tard Inc. |  |  |  | 2.35\%, due August 28, 2024 |  |  |  |
| $3.60 \%$, due June 2, 2025 Aliod Properties Real Esta Investment Trust | 8,654,000 | 8,997,506 | 8,392,069 | 2.35\%, due August 28, 2024 <br> $2.75 \%$, due March 7, 2025 | $13,060,000$ $17,585,000$ | 12,551,401 | $\begin{aligned} & 12,491,446 \\ & 16,756,500 \end{aligned}$ |
| Allied Properties Real Estate Investment Trust |  |  |  | 2.75\%, due March 7, 2025 1.70\%, due July 15, 2026 | $13,585,000$ $6,55,000$ | 17,191,252 6,426,858 | $16,756,500$ $5,837,108$ |
| 3.11\%, due April 8, 2027 | 3,611,000 | 3,580,206 | 3,265,630 | 1.70\%, due July 15, 2026 , | 6,525,000 | $6,426,858$ $11,263,097$ | 5,837,108 $10,428,747$ |
| 3.39\%, due August 15, 2029 | 3,048,000 | 3,122,607 | 2,634,292 | 4.95\%, due June 29, 2027 | 5,635,000 | $1,262,37$ $5,626,378$ | $10,428,44$ $5,628,909$ |
| 3.12\%, due February 21, 2030 | 71,000 | 70,896 | 59,448 | 5.05\%, due October 7, 2027 | 5,268,000 | 5,259,940 | 5,771,150 |
| AltaGas Ltd. |  |  |  | 2.95\%, due June 19, 2029 | 4,893,000 | 4,911,575 | 4,699,360 |
| $3.84 \%$, due January 15, 2025 | 1,780,000 | 1,920,851 | 1,727,504 | Floating, due July 21,2030 | 7,689,000 | 7,582,198 | 7,030,091 |
| 2.16\%, due June 10, 2025 | 3,300,000 | 3,300,000 | 3,069,531 | 1.96\%, due April 21, 2031 | 4,674,000 | 4,672,458 | 4,147,198 |
| 4.12\%, due April 7, 2026 | 2,000,000 | 2,177,760 | 1,933,700 | Floating, due April 7,2032 | 3,136,000 | 3,058,060 | 2,954,244 |
| 2.08\%, due May 30, 2028 | 370,000 | 358,031 | 316,168 | 7.15\%, due July 28, 2082 | 2,130,000 | 2,124,136 |  |
| 2.48\%, due November 30, 2030 | 1,678,000 | 1,674,612 | 1,362,536 | 7.15\%, due July 28, 2082 | 2,130,000 | 2,124,136 | 2,091,117 |


|  | Par Value <br> Value | Average Cost | $\begin{gathered} \text { Fair } \\ \text { Value } \end{gathered}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | Average <br> Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Canadian National Railway Co. |  |  |  | 4.00\%, due August 22, 2044 | 2,000,000 | 2,007,780 | 1,723,576 |
| 3.60\%, due July 31, 2048 | 1,701,000 | 1,675,485 | 1,385,245 | 3.65\%, due April 1, 2050 | 953,000 | 922,218 | 765,158 |
| $3.60 \%$, due February 8, 2049 | 1,024,000 | 1,071,073 | 832,841 | Enbridge Inc. |  |  |  |
| Canadian Utilities Ltd. |  |  |  | 3.20\%, due June 8, 2027 | 11,139,000 | 10,832,817 | 10,347,607 |
| 4.54\%, due October 24, 2041 | 6,850,000 | 7,917,984 | 6,472,284 | 2.99\%, due October 3, 2029 | 4,582,000 | 4,581,079 | 4,022,611 |
| 3.81\%, due September 10, 2042 | 1,050,000 | 1,085,690 | 894,495 | 6.10\%, due November 9, 2032 | 5,116,000 | 5,114,465 | 5,382,866 |
| 4.72\%, due September 9, 2043 | 1,487,000 | 1,885,143 | 1,434,341 | $3.10 \%$, due September 21, 2033 | 5,138,000 | 5,129,317 | 4,165,731 |
| 4.09\%, due September 2, 2044 | 250,000 | 308,862 | 220,185 | 5.75\%, due September 2, 2039 | 4,602,000 | 5,449,528 | 4,537,728 |
| $3.96 \%$, due July 27, 2045 | 467,000 | 568,035 | 402,816 | 4.24\%, due August 27, 2042 | 3,848,000 | 3,742,027 | 3,108,795 |
| $3.76 \%$, due November 19, 2046 | 5,825,000 | 5,858,140 | 4,825,442 | 4.57\%, due March 11, 2044 | 613,000 | 647,917 | 515,944 |
| 3.55\%, due November 22, 2047 | 500,000 | 518,430 | 399,908 | 4.87\%, due November 21, 2044 | 2,675,000 | 2,837,036 | 2,344,271 |
| 3.95\%, due November 23, 2048 | 1,850,000 | 2,175,906 | 1,580,351 | Floating, due April 12, 2078 | 6,752,000 | 6,942,037 | 6,496,862 |
| 2.96\%, due September 7, 2049 | 2,500,000 | 2,500,000 | 1,780,817 | Enbridge Pipelines Inc. |  |  |  |
| Canadian Western Bank |  |  |  | $3.52 \%$, due February 22, 2029 | 3,420,000 | 3,513,298 | 3,156,735 |
| 1.93\%, due April 16, 2026 | 5,692,000 | 5,692,000 | 5,114,501 | 2.82\%, due May 12, 2031 | 6,700,000 | 5,411,019 | 5,621,548 |
| Capital City Link GP |  |  |  | 4.55\%, due August 17, 2043 | 189,000 | 205,645 | 160,110 |
| 4.39\%, due March 31, 2046 | 2,321,898 | 2,551,721 | 2,115,228 | 4.55\%, due September 29, 2045 | 1,750,000 | 1,910,615 | 1,472,324 |
| Cenovus Energy Inc. |  |  |  | 4.13\%, due August 9, 2046 | 2,120,000 | 2,169,880 | 1,671,105 |
| $3.60 \%$, due March 10, 2027 | 1,550,000 | 1,557,964 | 1,487,166 | Enmax Corp. |  |  |  |
| $3.50 \%$, due February 7, 2028 | 4,962,000 | 4,890,402 | 4,690,068 | 3.33\%, due June 2, 2025 | 410,000 | 435,957 | 390,608 |
| Central 1 Credit Union |  |  |  | $3.88 \%$, due October 18, 2029 | 3,573,000 | 3,580,270 | 3,262,492 |
| 2.58\%, due December 6, 2023 | 2,304,000 | 2,316,686 | 2,244,792 | EPCOR Utilities Inc. |  |  |  |
| 1.32\%, due January 29, 2026 | 3,462,000 | 3,462,000 | 3,062,838 | 6.65\%, due April 15, 2038 | 636,000 | 915,290 | 748,594 |
| Chip Mortgage Trust |  |  |  | 5.75\%, due November 24, 2039 | 110,000 | 145,627 | 119,717 |
| 1.74\%, due December 15, 2025 | 2,452,000 | 2,452,000 | 2,189,585 | 3.55\%, due November 27, 2047 | 3,000,000 | 3,000,000 | 2,412,033 |
| Choice Properties Reit |  |  |  | 3.95\%, due November 26, 2048 | 1,981,000 | 1,996,770 | 1,703,313 |
| 4.29\%, due February 8, 2024 | 500,000 | 520,195 | 493,073 | Fédération des caisses Desjardins |  |  |  |
| $3.55 \%$, due January 10, 2025 | 6,522,000 | 6,519,062 | 6,281,840 | Floating, due February 23, 2023 | 6,400,000 | 6,400,000 | 6,229,555 |
| 4.06\%, due November 24, 2025 | 1,222,000 | 1,252,089 | 1,179,129 | 2.42\%, due October 4, 2024 | 8,097,000 | 8,137,851 | 7,732,295 |
| 4.18\%, due March 8, 2028 | 4,863,000 | 4,858,224 | 4,622,097 | 5.20\%, due October 1, 2025 | 5,392,000 | 5,388,927 | 5,409,093 |
| 3.53\%, due June 11, 2029 | 3,025,000 | 2,905,477 | 2,723,338 | Floating, due May 28, 2026 | 6,024,000 | 5,887,480 | 5,331,403 |
| 2.98\%, due March 4, 2030 | 1,298,000 | 1,299,536 | 1,110,649 | 4.41\%, due May 19, 2027 | 10,389,000 | 10,394,025 | 10,151,694 |
| 6.00\%, due June 24, 2032 | 7,444,000 | 7,444,000 | 7,661,015 | Floating, due May 26, 2030 | 13,239,000 | 13,205,009 | 12,419,307 |
| Clover LP |  |  |  | First Capital Realty Inc. |  |  |  |
| 4.22\%, due June 30, 2034 | 2,883,473 | 2,883,473 | 2,748,650 | $3.60 \%$, due May 6, 2026 | 2,275,000 | 2,290,699 | 2,093,378 |
| Coast Capital Savings Credit Union |  |  |  | 3.46\%, due January 22, 2027 | 340,000 | 340,000 | 305,092 |
| Floating, due May 3, 2028 | 4,526,000 | 4,582,888 | 4,507,706 | First Nations ETF LP |  |  |  |
| $5.25 \%$, due October 29, 2030 | 955,000 | 968,451 | 926,468 | 4.14\%, due December 31, 2041 | 2,280,830 | 2,280,830 | 2,065,714 |
| Comber Wind Financial Corp. |  |  |  | Ford Credit Canada Ltd. |  |  |  |
| 5.13\%, due November 15, 2030 | 481,357 | 546,255 | 472,306 | 3.74\%, due May 8, 2023 | 3,397,000 | 3,397,000 | 3,367,650 |
| Concentra Bank |  |  |  | 3.50\%, due November 30, 2023 | 3,059,000 | 3,074,295 | 2,983,544 |
| 1.46\%, due May 17, 2024 | 2,239,000 | 2,239,000 | 2,106,563 | 4.46\%, due November 13, 2024 | 2,818,000 | 2,984,393 | 2,718,477 |
| Connect 6ix GP |  |  |  | 6.78\%, due September 15, 2025 | 600,000 | 600,000 | 605,312 |
| 6.11\%, due November 30, 2046 | 3,335,000 | 3,335,000 | 3,364,014 | FortisAlberta Inc. |  |  |  |
| 6.21\%, due November 30, 2060 | 2,396,000 | 2,396,000 | 2,401,271 | $5.37 \%$, due October 30, 2039 | 1,500,000 | 1,875,330 | 1,554,969 |
| Co-operators Financial Services Ltd. |  |  |  | 4.11\%, due September 29, 2044 | 2,000,000 | 2,137,840 | 1,760,944 |
| 3.33\%, due May 13, 2030 | 3,688,000 | 3,696,951 | 3,155,257 | 3.67\%, due September 9, 2047 | 4,000,000 | 4,068,000 | 3,266,132 |
| Crombie Real Estate Investment Trust |  |  |  | 4.80\%, due October 27, 2050 | 1,500,000 | 1,826,415 | 1,464,906 |
| 3.68\%, due August 26, 2026 | 4,203,000 | 4,306,081 | 3,941,233 | 2.63\%, due June 8, 2051 | 1,239,000 | 1,239,000 | 805,240 |
| 3.92\%, due June 21, 2027 | 2,928,000 | 2,928,000 | 2,748,189 | FortisBC Energy Inc. |  |  |  |
| 2.69\%, due March 31, 2028 | 1,000,000 | 1,000,000 | 870,888 | 3.67\%, due April 9, 2046 | 700,000 | 733,911 | 578,045 |
| $3.13 \%$, due August 12, 2031 | 928,000 | 928,000 | 751,873 | Gaz Métropolitain Inc. |  |  |  |
| CT Real Estate Investment Trust |  |  |  | 3.30\%, due March 31, 2045 | 260,000 | 256,090 | 203,602 |
| 3.29\%, due June 1, 2026 | 440,000 | 435,399 | 410,850 | General Motors Financial of Canada Ltd. |  |  |  |
| $3.47 \%$, due June 16, 2027 | 1,705,000 | 1,705,000 | 1,579,974 | 5.95\%, due May 14, 2024 | 1,980,000 | 2,207,106 | 1,979,440 |
| 3.87\%, due December 7, 2027 | 1,745,000 | 1,750,889 | 1,629,594 | 1.70\%, due July 9, 2025 | 1,800,000 | 1,797,570 | 1,634,054 |
| 3.03\%, due February 5, 2029 | 3,394,000 | 3,318,345 | 2,964,116 | Gibson Energy Inc. |  |  |  |
| 2.37\%, due January 6, 2031 | 1,829,000 | 1,795,804 | 1,440,948 | 2.45\%, due July 14, 2025 | 150,000 | 154,209 | 139,720 |
| Daimler Canada Finance Inc. |  |  |  | 2.85\%, due July 14, 2027 | 1,325,000 | 1,324,669 | 1,200,608 |
| 1.65\%, due September 22, 2025 | 3,175,000 | 3,169,285 | 2,900,191 | $3.60 \%$, due September 17, 2029 | 2,485,000 | 2,481,350 | 2,228,230 |
| Daimler Trucks Finance Canada Inc |  |  |  | Goldman Sachs Group Inc.IThe |  |  |  |
| 1.85\%, due December 15, 2023 | 2,599,000 | 2,583,698 | 2,507,928 | Floating, due February 28, 2029 | 5,311,000 | 5,311,000 | 4,536,168 |
| Electra Inc. |  |  |  | Grand Renewable Solar LP |  |  |  |
| $5.23 \%$, due November 14, 2052 | 2,857,000 | 2,857,000 | 3,023,349 | 3.93\%, due January 31, 2035 | 1,843,274 | 1,850,671 | 1,706,118 |
| Enbridge Gas Distribution Inc. |  |  |  | Granite Reit Holdings LP |  |  |  |
| 2.35\%, due September 15, 2031 | 5,000,000 | 3,998,750 | 4,162,065 | 2.38\%, due December 18, 2030 | 2,003,000 | 2,001,297 | 1,596,393 |
| 4.15\%, due August 17, 2032 | 1,405,000 | 1,325,126 | 1,338,545 | Greater Toronto Airports Authority |  |  |  |
| 6.90\%, due November 15, 2032 | 460,000 | 656,833 | 525,405 | 7.10\%, due June 4, 2031 | 5,104,000 | 7,334,992 | 5,891,619 |
| 4.50\%, due November 23, 2043 | 300,000 | 390,462 | 278,656 | 6.47\%, due February 2, 2034 | 5,524,000 | 6,785,977 | 6,274,386 |


|  | $\begin{array}{r} \mathrm{Par} \\ \text { Value } \end{array}$ | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | $\begin{array}{r} \text { Par } \\ \text { Value } \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \$ \end{array}$ | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 3.26\%, due June 1, 2037 | 75,000 | 76,553 | 62,613 | MCAP Commercial LP |  |  |  |
| 2.75\%, due October 17, 2039 | 3,532,000 | 3,527,126 | 2,677,238 | 3.74\%, due August 25, 2025 | 1,699,000 | 1,699,000 | 1,595,223 |
| $5.30 \%$, due February 25, 2041 | 200,000 | 256,028 | 209,871 | 3.38\%, due November 26, 2027 | 2,773,000 | 2,773,000 | 2,442,686 |
| 4.53\%, due December 2, 2041 | 121,000 | 145,329 | 115,751 | Metro Inc. |  |  |  |
| Great-West Lifeco Inc. |  |  |  | 4.27\%, due December 4, 2047 | 3,575,000 | 3,560,374 | 3,041,653 |
| $3.34 \%$, due February 28, 2028 | 3,661,000 | 3,661,590 | 3,420,882 | 3.41\%, due February 28, 2050 | 1,800,000 | 1,777,145 | 1,305,209 |
| 6.74\%, due November 24, 2031 | 1,827,000 | 2,486,301 | 2,033,652 | National Bank of Canada |  |  |  |
| 6.67\%, due March 21, 2033 | 2,331,000 | 3,232,968 | 2,606,993 | 2.58\%, due February 3, 2025 | 5,132,000 | 4,835,563 | 4,876,319 |
| 6.00\%, due November 16, 2039 | 2,367,000 | 3,140,100 | 2,551,747 | 5.30\%, due November 3, 2025 | 11,442,000 | 11,442,000 | 11,516,293 |
| H\&R Real Estate Investment Trust |  |  |  | North Battleford Power LP |  |  |  |
| 3.37\%, due January 30, 2024 | 9,441,000 | 9,532,339 | 9,176,010 | 4.96\%, due December 31, 2032 | 3,202,934 | 3,692,934 | 3,182,992 |
| 2.63\%, due February 19, 2027 | 849,000 | 849,000 | 753,171 | North West Redwater Partnership / NWR Financing |  |  |  |
| Health Montreal Collective LP |  |  |  | Co. Ltd. |  |  |  |
| 6.72\%, due September 30, 2049 | 8,563,416 | 11,030,369 | 9,209,698 | 4.25\%, due June 1, 2029 | 1,209,000 | 1,182,171 | 1,170,563 |
| Hospital Infrastructure Partners NOH Partnership |  |  |  | 4.15\%, due June 1, 2033 | 2,390,000 | 2,438,144 | 2,205,212 |
| 5.44\%, due January 31, 2045 | 6,457,216 | 7,211,901 | 6,451,992 | 3.65\%, due June 1, 2035 | 6,150,000 | 6,263,120 | 5,287,007 |
| Hyundai Capital Canada Inc. |  |  |  | 3.70\%, due February 23, 2043 | 2,600,000 | 2,584,360 | 2,088,016 |
| 2.01\%, due May 12, 2026 | 1,980,000 | 1,980,000 | 1,761,656 | 4.05\%, due July 22, 2044 | 3,300,000 | 3,548,439 | 2,772,673 |
| iA Financial Corp Inc. |  |  |  | 3.75\%, due June 1, 2051 | 3,387,000 | 3,372,571 | 2,630,144 |
| Floating, due June 30, 2027 | 1,716,000 | 1,716,000 | 1,656,978 | Northern Courier Pipeline LP |  |  |  |
| 3.07\%, due September 24, 2031 | 4,050,000 | 4,065,098 | 3,714,927 | 3.37\%, due June 30, 2042 | 3,322,439 | 3,322,439 | 2,890,302 |
| IGM Financial Inc. |  |  |  | Northwestern Hydro Acquisition Co II LP |  |  |  |
| 6.00\%, due December 10, 2040 | 946,000 | 1,256,335 | 1,007,321 | 3.88\%, due December 31, 2036 | 4,126,000 | 4,126,000 | 3,549,598 |
| Independent Order Of Foresters/The |  |  |  | Nova Scotia Power Inc. |  |  |  |
| Floating, due October 15, 2035 | 3,283,000 | 3,281,833 | 2,696,046 | 8.85\%, due May 19, 2025 | 1,490,000 | 1,897,828 | 1,596,045 |
| Intact Financial Corp. |  |  |  | 4.15\%, due March 6, 2042 | 3,000,000 | 3,253,680 | 2,538,504 |
| 2.18\%, due May 18, 2028 | 3,244,000 | 3,244,000 | 2,837,890 | 4.50\%, due July 20, 2043 | 1,050,000 | 1,286,782 | 929,085 |
| 6.40\%, due November 23, 2039 | 450,000 | 626,175 | 500,004 | Ottawa Macdonald-Cartier International Airport |  |  |  |
| Integrated Team Solutions PCH Partnership |  |  |  | 6.97\%, due May 25, 2032 | 1,126,158 | 1,442,834 | 1,203,467 |
| 4.88\%, due May 31, 2046 | 818,703 | 1,015,750 | 785,001 | 3.93\%, due June 9, 2045 | 272,002 | 304,055 | 235,285 |
| Integrated Team Solutions SJHC Partnership |  |  |  | Parkland Corp |  |  |  |
| 5.95\%, due November 30, 2042 | 817,347 | 969,600 | 854,352 | 3.88\%, due June 16, 2026 | 1,753,000 | 1,753,000 | 1,611,664 |
| Inter Pipeline Ltd. |  |  |  | Pembina Pipeline Corporation |  |  |  |
| $3.48 \%$, due December 16, 2026 | 8,469,000 | 8,429,926 | 7,897,961 | 2.99\%, due January 22, 2024 | 265,000 | 257,182 | 258,616 |
| $5.76 \%$, due February 17, 2028 | 3,155,000 | 3,154,748 | 3,195,027 | 3.54\%, due February 3, 2025 | 440,000 | 465,590 | 424,237 |
| Floating, due March 26, 2029 | 3,693,000 | 3,738,375 | 3,538,913 | 3.71\%, due August 11, 2026 | 5,369,000 | 5,492,309 | 5,113,022 |
| 3.98\%, due November 25, 2031 | 3,736,000 | 3,736,000 | 3,255,834 | 4.02\%, due March 27, 2028 | 400,000 | 430,799 | 380,124 |
| 6.38\%, due February 17, 2033 | 2,262,000 | 2,261,774 | 2,317,374 | 3.31\%, due February 1, 2030 | 3,178,000 | 3,207,983 | 2,821,193 |
| 4.64\%, due May 30, 2044 | 2,809,000 | 2,871,668 | 2,236,166 | $3.53 \%$, due December 10, 2031 | 3,670,000 | 3,438,996 | 3,192,302 |
| 5.09\%, due November 27, 2051 | 3,787,000 | 3,604,753 | 3,156,620 | 4.75\%, due April 30, 2043 | 3,600,000 | 3,630,096 | 3,068,989 |
| Investors Group Inc. |  |  |  | 4.81\%, due March 25, 2044 | 878,000 | 983,183 | 754,013 |
| 7.00\%, due December 31, 2032 | 880,000 | 1,208,139 | 986,775 | 4.74\%, due January 21, 2047 | 104,000 | 103,479 | 87,549 |
| 7.11\%, due March 7, 2033 | 1,325,000 | 1,832,011 | 1,497,947 | 4.75\%, due March 26, 2048 | 5,061,000 | 5,272,604 | 4,249,408 |
| Keyera Corp. |  |  |  | 4.54\%, due April 3, 2049 | 2,862,000 | 2,905,727 | 2,315,764 |
| 6.88\%, due June 13, 2079 | 2,522,000 | 2,584,503 | 2,388,851 | 4.67\%, due May 28, 2050 | 3,481,000 | 3,504,126 | 2,868,943 |
| Kingston Solar LP |  |  |  | 4.49\%, due December 10, 2051 | 1,500,000 | 1,075,410 | 1,193,613 |
| 3.57\%, due July 31, 2035 | 1,225,705 | 1,225,705 | 1,109,487 | 4.80\%, due January 25, 2081 | 1,662,000 | 1,662,000 | 1,362,247 |
| Laurentian Bank of Canada |  |  |  | Plenary Health Bridgepoint LP |  |  |  |
| 1.15\%, due June 3, 2024 | 8,298,000 | 8,305,069 | 7,803,987 | 7.25\%, due August 31, 2042 | 3,461,508 | 4,914,970 | 3,985,740 |
| 1.95\%, due March 17, 2025 | 2,167,000 | 2,164,248 | 2,011,797 | Plenary Health Hamilton LP |  |  |  |
| 4.60\%, due September 2, 2025 | 2,454,000 | 2,454,736 | 2,404,132 | 5.80\%, due May 31, 2043 | 15,333 | 19,525 | 15,858 |
| Floating, due June 15, 2032 | 5,503,000 | 5,503,440 | 5,210,246 | Plenary Properties LTAP LP |  |  |  |
| Loblaw Companies Ltd. |  |  |  | 6.29\%, due January 31, 2044 | 284,803 | 383,089 | 309,378 |
| 4.49\%, due December 11, 2028 | 3,199,000 | 3,472,942 | 3,152,778 | Power Corporation of Canada |  |  |  |
| $6.50 \%$, due January 22, 2029 | 3,098,000 | 3,727,827 | 3,318,432 | 4.81\%, due January 31, 2047 | 1,850,000 | 2,072,388 | 1,714,336 |
| 2.28\%, due May 7, 2030 | 1,022,000 | 1,022,000 | 856,071 | Power Financial Corp. |  |  |  |
| 5.01\%, due September 13, 2032 | 2,535,000 | 2,535,000 | 2,517,815 | 6.90\%, due March 11, 2033 | 1,172,000 | 1,592,184 | 1,310,384 |
| $6.54 \%$, due February 17, 2033 | 70,000 | 90,677 | 75,564 | Reliance LP |  |  |  |
| $6.15 \%$, due January 29, 2035 | 2,684,000 | 3,333,433 | 2,834,495 | 3.84\%, due March 15, 2025 | 240,000 | 247,118 | 230,660 |
| $5.90 \%$, due January 18, 2036 | 1,054,000 | 1,333,458 | 1,090,016 | 3.75\%, due March 15, 2026 | 1,990,000 | 2,018,737 | 1,882,992 |
| $6.45 \%$, due March 1, 2039 | 2,254,000 | 3,075,283 | 2,468,626 | 2.68\%, due December 1, 2027 | 2,025,000 | 2,042,854 | 1,780,171 |
| $5.34 \%$, due September 13, 2052 | 3,299,000 | 3,299,000 | 3,304,747 | 2.67\%, due August 1, 2028 | 3,383,000 | 3,388,935 | 2,914,228 |
| Manulife Financial Corp. |  |  |  | RioCan Real Estate Investment Trust |  |  |  |
| 1.50\%, due June 25, 2025 | 97,000 | 97,603 | 89,079 | 3.21\%, due September 29, 2023 | 5,000 | 5,024 | 4,909 |
| 2.86\%, due February 16, 2027 | 7,207,000 | 7,207,000 | 6,638,569 | 2.83\%, due November 8, 2028 | 6,142,000 | 5,616,935 | 5,240,195 |
| 3.05\%, due August 20, 2029 | 5,000,000 | 5,018,900 | 4,797,090 | Rogers Communications Inc. |  |  |  |
| 2.24\%, due May 12, 2030 | 4,968,000 | 4,987,379 | 4,611,625 | 3.65\%, due March 31, 2027 | 7,336,000 | 7,757,460 | 6,925,404 |
| Floating, due May 13, 2035 | 145,000 | 146,311 | 122,195 | $3.25 \%$, due May 1, 2029 | 750,000 | 748,095 | 670,022 |
| 7.12\%, due June 19, 2082 | 3,305,000 | 3,305,000 | 3,255,954 | 4.25\%, due April 15, 2032 | 6,885,000 | 6,889,092 | 6,280,869 |
|  |  |  |  | 6.68\%, due November 4, 2039 | 2,200,000 | 3,017,724 | 2,344,839 |


|  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \$ \end{array}$ |  | Par Value | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 6.11\%, due August 25, 2040 | 5,527,000 | 6,593,665 | 5,559,543 | Terasen Gas Inc. |  |  |  |
| 6.56\%, due March 22, 2041 | 3,391,000 | 4,205,870 | 3,576,206 | 6.50\%, due May 1, 2034 | 365,000 | 477,092 | 412,299 |
| 5.25\%, due April 15, 2052 | 2,585,000 | 2,478,766 | 2,335,638 | $5.90 \%$, due February 26, 2035 | 47,000 | 62,089 | 50,608 |
| 5.00\%, due December 17, 2081 | 10,610,000 | 10,452,750 | 9,586,538 | Toronto-Dominion Bank |  |  |  |
| Royal Bank of Canada |  |  |  | 1.94\%, due March 13, 2025 | 2,844,000 | 2,839,160 | 2,663,807 |
| Floating, due January 28, 2023 | 2,922,000 | 2,922,000 | 2,419,223 | 9.15\%, due May 26, 2025 | 182,000 | 238,094 | 196,745 |
| 1.94\%, due May 1, 2025 | 21,750,000 | 20,285,932 | 20,296,012 | 2.26\%, due January 7, 2027 | 8,426,000 | 8,360,960 | 7,605,299 |
| 5.24\%, due November 2, 2026 | 8,000,000 | 7,999,920 | 8,068,696 | 4.21\%, due June 1, 2027 | 7,532,000 | 7,532,000 | 7,318,061 |
| 2.33\%, due January 28, 2027 | 9,071,000 | 9,281,205 | 8,193,481 | $5.38 \%$, due October 21, 2027 | 32,080,000 | 31,993,180 | 32,628,023 |
| 4.61\%, due July 26,2027 | 12,500,000 | 12,164,970 | 12,338,900 | 1.89\%, due March 8, 2028 | 5,000,000 | 5,000,000 | 4,308,835 |
| Floating, due July 25,2029 | 10,749,000 | 10,695,099 | 10,263,962 | 3.22\%, due July 25,2029 | 6,507,000 | 6,590,518 | 6,262,213 |
| Floating, due December 23, 2029 | 12,936,000 | 12,694,367 | 12,255,799 | 3.06\%, due January 26, 2032 | 7,098,000 | 7,102,431 | 6,455,205 |
| 2.14\%, due November 3, 2031 | 11,017,000 | 11,014,246 | 9,696,029 | Toronto-Dominion Bank/The |  |  |  |
| 2.94\%, due May 3, 2032 | 5,602,000 | 5,343,148 | 5,021,398 | Floating, due October 31, 2027 | 2,231,000 | 2,231,000 | 2,217,578 |
| Scotiabank |  |  |  | 4.68\%, due January 8, 2029 | 15,416,000 | 15,416,000 | 15,184,729 |
| Floating, due July 3, 2024 | 11,373,000 | 11,380,632 | 10,897,847 | TransCanada Pipelines Ltd. |  |  |  |
| 2.49\%, due September 23, 2024 | 17,574,000 | 16,736,706 | 16,824,328 | 7.31\%, due January 15, 2027 | 1,754,000 | 2,199,060 | 1,867,700 |
| 2.16\%, due February 3, 2025 | 20,333,000 | 19,516,177 | 19,159,664 | 3.80\%, due April 5, 2027 | 4,286,000 | 4,279,185 | 4,089,967 |
| Floating, due January 18, 2029 | 5,342,000 | 5,436,177 | 5,244,081 | 7.90\%, due April 15, 2027 | 542,000 | 702,486 | 592,022 |
| Scotiabank Capital Trust |  |  |  | 6.28\%, due May 26, 2028 | 2,350,000 | 2,866,554 | 2,441,363 |
| Floating, due December 31, 2036 | 500,000 | 612,550 | 494,290 | 3.00\%, due September 18, 2029 | 74,000 | 76,082 | 65,177 |
| SEC LP and Arci Ltd. |  |  |  | 6.50\%, due December 9, 2030 | 1,354,000 | 1,754,849 | 1,399,599 |
| 5.19\%, due August 29, 2033 | 451,604 | 476,600 | 434,422 | 2.97\%, due June 9, 2031 | 5,000,000 | 4,091,400 | 4,210,705 |
| SGTP Highway Bypass LP |  |  |  | 5.33\%, due May 12, 2032 | 3,241,000 | 3,240,514 | 3,233,792 |
| 4.11\%, due January 31, 2045 | 429,796 | 469,015 | 383,339 | 8.05\%, due February 17, 2039 | 321,000 | 464,567 | 393,980 |
| Shaw Communications Inc. |  |  |  | 4.55\%, due November 15, 2041 | 8,793,000 | 8,582,416 | 7,495,901 |
| 3.30\%, due December 10, 2029 | 1,772,000 | 1,767,679 | 1,562,573 | 4.33\%, due September 16, 2047 | 7,046,000 | 7,381,117 | 5,676,546 |
| 6.75\%, due November 9, 2039 | 3,499,000 | 4,594,546 | 3,739,077 | 4.34\%, due October 15, 2049 | 9,792,000 | 9,977,374 | 7,844,352 |
| 4.25\%, due December 9, 2049 | 166,000 | 165,135 | 127,843 | 5.92\%, due May 12, 2052 | 675,000 | 674,156 | 684,807 |
| Sienna Senior Living Inc. |  |  |  | Trillium Windpower LP |  |  |  |
| 3.11\%, due November 4, 2024 | 3,008,000 | 3,014,343 | 2,860,713 | $5.80 \%$, due February 15, 2033 | 3,864,689 | 4,473,537 | 3,942,756 |
| 3.45\%, due February 27, 2026 | 1,153,000 | 1,152,862 | 1,073,033 | Union Gas Ltd. |  |  |  |
| 2.82\%, due March 31, 2027 | 1,524,000 | 1,523,299 | 1,360,437 | 6.05\%, due September 2, 2038 | 500,000 | 738,835 | 553,172 |
| Smart Real Estate Investment Trust |  |  |  | $5.20 \%$, due July 23, 2040 | 1,000,000 | 1,252,800 | 1,016,371 |
| 2.99\%, due August 28, 2024 | 4,327,000 | 4,270,934 | 4,141,666 | 4.88\%, due June 21, 2041 | 4,500,000 | 4,900,100 | 4,397,206 |
| 1.74\%, due December 16, 2025 | 3,618,000 | 3,618,000 | 3,229,948 | 4.20\%, due June 2, 2044 | 375,000 | 469,984 | 332,781 |
| 3.44\%, due August 28, 2026 | 1,500,000 | 1,487,850 | 1,388,276 | Vancouver Airport Authority |  |  |  |
| 3.19\%, due June 11, 2027 | 955,000 | 955,000 | 864,859 | 3.66\%, due November 23, 2048 | 500,000 | 408,320 | 415,422 |
| $3.83 \%$, due December 21, 2027 | 2,275,000 | 2,234,621 | 2,095,992 | 2.80\%, due September 21, 2050 | 3,006,000 | 3,006,000 | 2,096,451 |
| 2.31\%, due December 18, 2028 | 2,100,000 | 2,101,113 | 1,738,199 | Ventas Canada Finance Ltd. |  |  |  |
| $3.53 \%$, due December 20, 2029 | 4,426,000 | 4,460,946 | 3,838,329 | 3.30\%, due December 1, 2031 | 4,575,000 | 4,559,170 | 3,782,702 |
| SNC-Lavalin Innisfree McGill Finance Inc. |  |  |  | Videotron Ltée |  |  |  |
| 6.63\%, due June 30, 2044 | 6,282,152 | 8,244,726 | 6,991,369 | 3.63\%, due June 15, 2028 | 3,965,000 | 3,950,560 | 3,419,400 |
| SSL Finance Inc. / SSL Financement Inc. |  |  |  | West Edmonton Mall Property Inc. |  |  |  |
| 4.10\%, due October 31, 2045 | 2,072,360 | 2,110,180 | 1,832,196 | 4.31\%, due February 13, 2024 | 1,956,000 | 2,053,177 | 1,893,645 |
| Summit Industrial Income REIT |  |  |  | Winnipeg Airport Authority Inc. |  |  |  |
| 2.15\%, due September 17, 2025 | 1,327,000 | 1,326,496 | 1,217,029 | 5.21\%, due September 28, 2040 | 347,706 | 422,386 | 342,837 |
| Sun Life Financial Inc. |  |  |  |  |  | 1,397,377,822 | 1,275,561,467 |
| 2.58\%, due May 10, 2032 | 6,287,000 | 6,426,979 | 5,630,876 |  |  |  |  |
| Floating, due November 21, 2033 | 13,237,000 | 12,838,810 | 11,565,577 | Foreign Bonds (6.1\%) |  |  |  |
| 4.78\%, due August 10, 2034 | 5,142,000 | 5,140,766 | 4,966,884 | AT\&T Inc. |  |  |  |
| Floating, due October 1, 2035 | 7,312,000 | 6,290,817 | 5,758,763 | 4.00\%, due November 25, 2025 | 4,700,000 | 4,769,169 | 4,578,392 |
| Floating, due May 29, 2037 | 2,052,000 | 2,584,923 | 1,991,111 | Bank of America Corp. |  |  |  |
| Superior Plus Corp. |  |  |  | Floating, due September 20, 2025 | 3,066,000 | 3,174,063 | 2,966,278 |
| 4.25\%, due May 18, 2028 | 4,222,000 | 4,222,000 | 3,679,473 | Floating, due March 16, 2028 | 7,603,000 | 7,603,000 | 7,140,464 |
| TELUS Corp. |  |  |  | 2.60\%, due April 4, 2029 | 6,307,000 | 6,307,000 | 5,551,548 |
| 2.35\%, due January 27, 2028 | 2,400,000 | 2,512,368 | 2,124,125 | Citigroup Inc. |  |  |  |
| $3.63 \%$, due March 1, 2028 | 1,392,000 | 1,512,672 | 1,307,398 | 4.09\%, due June 9, 2025 | 5,773,000 | 6,038,448 | 5,589,880 |
| $3.30 \%$, due May 2, 2029 | 1,339,000 | 1,339,015 | 1,216,116 | Goldman Sachs Group Inc.IThe |  |  |  |
| $3.15 \%$, due February 19, 2030 | 4,588,000 | 4,571,896 | 4,059,297 | Floating, due October 31, 2024 | 2,870,000 | 2,892,882 | 2,762,986 |
| $5.25 \%$, due November 15, 2032 | 8,500,000 | 8,111,825 | 8,456,973 | 2.60\%, due November 30, 2027 | 3,555,000 | 3,555,000 | 3,215,526 |
| $5.15 \%$, due November 26, 2043 | 2,770,000 | 3,061,621 | 2,577,396 | J. P. Morgan Chase \& Co. |  |  |  |
| 4.85\%, due April 5, 2044 | 311,000 | 383,730 | 277,626 | Floating, due March 5, 2028 | 7,656,000 | 7,651,921 | 6,754,184 |
| 4.75\%, due January 17, 2045 | 1,400,000 | 1,591,534 | 1,231,349 | Manulife Finance (Delaware) LP |  |  |  |
| 4.40\%, due January 29, 2046 | 6,904,000 | 6,719,363 | 5,747,849 | Floating, due December 15, 2036 | 7,055,000 | 8,154,534 | 6,590,591 |
| 4.70\%, due March 6, 2048 | 4,886,000 | 5,274,961 | 4,228,022 | Morgan Stanley |  |  |  |
| 3.95\%, due February 16, 2050 | 161,000 | 159,926 | 122,597 | 3.00\%, due February 7, 2024 | 4,502,000 | 4,518,306 | 4,385,493 |
| 4.10\%, due April 5, 2051 | 998,000 | 992,711 | 777,587 | Floating, due August 4, 2027 | 5,293,000 | 5,027,960 | 4,686,332 |
| Teranet Holdings LP |  |  |  | National Australia Bank Ltd. |  |  |  |
| 3.54\%, due June 11, 2025 | 1,988,000 | 1,988,000 | 1,899,967 | $3.52 \%$, due June 12, 2030 | 3,518,000 | 3,672,686 | 3,266,291 |
| 6.10\%, due June 17, 2041 | 1,077,000 | 1,168,922 | 1,057,130 |  |  |  |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | $\begin{array}{r} \text { Par } \\ \text { Value } \\ \hline \end{array}$ | Average $\begin{array}{r} \text { Cost } \\ \hline \$ \end{array}$ |  |
| :---: | :---: | :---: | :---: |
| Wells Fargo \& Co. |  |  |  |
| 3.18\%, due February 8, 2024 | 5,666,000 | 5,576,930 | 5,526,628 |
| Floating, due April 28, 2025 | 11,797,000 | 11,797,000 | 11,476,240 |
| 3.87\%, due May 21, 2025 | 7,203,000 | 7,505,639 | 6,948,929 |
| 2.57\%, due May 1, 2026 | 2,822,000 | 2,830,744 | 2,647,727 |
| 2.49\%, due February 18, 2027 | 4,731,000 | 4,767,904 | 4,258,316 |
|  |  | 95,843,186 | 88,345,805 |


| Mortgage Backed Securities (0.2\%) |  |  |  |
| :--- | ---: | ---: | ---: |
| Classic RMBS Trust |  |  |  |
| 1.43\%, due November 15, 2051 | 996,791 | 996,791 | 951,192 |
| 1.53\%, due March 15, 2052 | $1,397,833$ | $1,397,409$ | $1,319,623$ |
| Real Estate Asse Liquidity Trust | 494,700 | 494,693 | 472,208 |
| 3.64\%, due June 12, 2027 |  | $2,888,893$ | $2,743,023$ |
|  |  |  |  |


| Asset Backed Securities (0.7\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| Cards Trust |  |  |  |
| 4.33\%, due May 15, 2025 | 3,057,000 | 3,057,000 | 2,999,590 |
| Eagle Credit Card Trust |  |  |  |
| 1.27\%, due July 17, 2025 | 1,114,000 | 1,112,620 | 1,011,342 |
| Ford Auto Securitization Trust |  |  |  |
| 1.15\%, due November 15, 2025 | 2,564,000 | 2,564,000 | 2,434,146 |
| Glacier Credit Card Trust |  |  |  |
| 1.39\%, due September 22, 2025 | 4,211,000 | 4,207,315 | 3,806,950 |
|  |  | 10,940,935 | 10,252,028 |
| Total Bonds and Debentures |  | 1,558,570,540 | 1,421,485,167 |
| Total Investments (99.0\%) |  | 1,558,570,540 * | 1,421,485,167 |
| Margin Deposited on Futures Contracts (0.1\%) |  |  | 985,082 |
| Cash and Other Net Assets (0.9\%) |  |  | 13,106,407 |
| Net Assets (100\%) |  |  | 1,435,576,656 |

*Average cost of Investments as of December 31, 2021 is $\$ 1,330,827,989$.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

| Interest Rate Futures (2.6\%) | Position | $\begin{aligned} & \text { Number } \\ & \text { of Futures } \end{aligned}$ | $\begin{array}{r} \text { Maturity } \\ \text { Date } \end{array}$ | Unitary Cost | Current <br> Value (1) | Fair Value Positive (Negative) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
|  |  |  |  |  | CAD | CAD |
| Canada (2.6\%) |  |  |  |  |  |  |
| Five years Government of Canada Bond | Short | 116 | March 2023 | 111.470 CAD | $(12,930,520)$ | 25,520 |
| Assets Placed in Collateral (97.4\%) |  |  |  |  |  | 959,562 |
| Margin Deposited on Futures Contracts (100\%) |  |  |  |  |  | 985,082 |
| (1) Current value represents the portfolio's exposure | ations resulit | investments in |  |  |  |  |

## NBI Non-Traditional Fixed Income Private Portfolio

Financial Statements
Statements of Financial Position
(in thousands Canadian dollars, except per unit am
Assets
Current assets
Investments
Cash
Subscriptions receivable
Total assets
Liabilities
Current liabilities
Bank overdraft
Distributions payable
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders
of redeemable units)
Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per
series
Series F
Series N/Private Series
Series NR
Éric-Olivier Saved on behalf of the board of directors of National Bank
President and Chief Executive Officer
The Giang Diep
Director
Ner assets attributable to holders of redeemable units per
unit, per series
Series F
Series N/Private Series
Ser
Ser
Ser

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 74,066 | 39,583 |
| Other income |  | 112 | 162 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(14,328)$ | 2,955 |
| Change in net unrealized appreciation/depreciation on investments |  | $(209,134)$ | 1,237 |
| Total income |  | $(149,284)$ | 43,937 |
| Expenses | 8 |  |  |
| Management fees |  | 10,425 | 10,727 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 88 | 1 |
| Fixed-administration fees |  | 2,606 | 2,683 |
| Fees paid by the manager |  | (2) | (2) |
| Total expenses |  | 13,119 | 13,411 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(162,403)$ | 30,526 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Series F |  | 107 |  |
| Series N/Private Series |  | $(160,418)$ | 30,113 |
| Series NR |  | $(2,092)$ | 413 |
|  |  | $(162,403)$ | 30,526 |
| Average number of units | 2 |  |  |
| Series F |  | 842,577 | - |
| Series N/Private Series |  | 154,543,656 | 147,303,929 |
| Series NR |  | 2,442,285 | 2,227,510 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Series F |  | 0.13 | - |
| Series N/Private Series |  | (1.04) | 0.20 |
| Series NR |  | (0.86) | 0.19 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Series F | Series N/Private Series |  | Series NR |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | $\begin{array}{r} 2022 \\ (225 \text { days }) \\ \hline \end{array}$ | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  |  | 1,640,055 | 1,406,502 | 21,840 | 19,339 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 107 | $(160,418)$ | 30,113 | $(2,092)$ | 413 |
| Redeemable units transactions | 6 |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 34,266 | 389,912 | 492,974 | 7,437 | 6,536 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 603 \\ (20,521) \\ \hline \end{array}$ | $\begin{array}{r} 58,890 \\ (619,943) \\ \hline \end{array}$ | $\begin{array}{r} 24,398 \\ (289,381) \\ \hline \end{array}$ | $\begin{array}{r} 567 \\ (8,589) \\ \hline \end{array}$ | $\begin{gathered} 428 \\ (3,942) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | 14,348 | $(171,141)$ | 227,991 | (585) | 3,022 |
| Distributions to investors | 2 |  |  |  |  |  |
| Net investment income |  | 627 | 59,306 | 22,778 | 846 | 303 |
| Net realized gain |  |  |  | 1,773 |  | 23 |
| Return of capital |  |  |  |  | 569 | 608 |
| Total distributions to investors |  | 627 | 59,306 | 24,551 | 1,415 | 934 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 13,828 | $(390,865)$ | 233,553 | $(4,092)$ | 2,501 |
| Net assets attributable to holders of redeemable units, end of the year |  | 13,828 | 1,249,190 | 1,640,055 | 17,748 | 21,840 |
| Redeemable unit transactions |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  |  | 158,185,878 | 136,333,339 | 2,412,485 | 2,084,086 |
| Redeemable units issued |  | 3,512,111 | 40,401,386 | 47,261,770 | 897,184 | 708,786 |
| Redeemable units issued on reinvestments |  | 64,101 | 6,451,324 | 2,345,847 | 71,190 | 46,608 |
| Redeemable units redeemed |  | $(2,101,767)$ | $(65,926,119)$ | $(27,755,078)$ | $(1,052,687)$ | $(426,995)$ |
| Redeemable units outstanding, end of the year |  | 1,474,445 | 139,112,469 | 158,185,878 | 2,328,172 | 2,412,485 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(162,403)$ | 30,526 |
|  | 14,328 | $(2,955)$ |
|  | 209,134 | $(1,237)$ |
|  | $(138,267)$ | $(451,329)$ |
|  | 287,456 | 225,700 |
|  | (286) | 176 |
|  | 209,962 | $(199,119)$ |
| 2 |  |  |
|  | $(1,289)$ | (658) |
|  | 431,654 | 499,729 |
|  | $(648,093)$ | (292,874) |
|  | $(217,728)$ | 206,197 |
|  | $(7,766)$ | 7,078 |
|  | 5,332 | $(1,746)$ |
|  | $(2,434)$ | 5,332 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI Non-Traditional Fixed Income Private Portfolio's investment objective is to provide current income while focusing on capital preservation. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of fixed income securities of issuers around the world selected using different nontraditional investment strategies

The Fund's investment process is based on selecting mutual funds that offer exposure to the different asset classes mentioned above and to a combination of non-traditional investment strategies aimed at obtaining a low correlation with the main market indices. The portfolio manager selects mutual funds by applying risk management strategies, including tactical global diversification strategies and rotation among various asset classes.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Series F | May 20, 2022 | M | A | 0.60 | 0.15 |
| Series N | October 28, 2015 | M | A | 0.60 | 0.15 |
| Series NR | October 28, 2015 | M | A | 0.60 | 0.15 |
| Private Series | November 28, 2016 | M | A | * |  |

* This series is private series

Net Assets/Equitv Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Structured Entities (Note 2)

(in thousands Canadian dollars)

Manulife Strategic Income Fund
NBI Floating Rate Income Fund
NBI Global Tactical Bond Fund
NBI Unconstrained Fixed Income Fund
Purpose Structured Equity Yield Portfolio II
RP Strategic Income Plus Fund

Fair Value
December 31, December 31,

| December 31, | December 31, <br> $\mathbf{2 0 2 2}$ |
| ---: | ---: |
| \$ | $\mathbf{2 0 2 1}$ |
| 129,084 | $\mathbf{1 5 4 , 7 1 8}$ |
| 34,309 | 39,556 |
| 97,233 | 112,980 |
| 492,442 | 619,989 |
| 403,231 | 534,124 |
| 128,930 | 196,513 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Bloomberg Barclays Global Aggregate |  |  |  |  |
| Bond Index \$CA hedged (100\%) | $\pm 82,737,486$ | $6.5 \pm$ | 128,630,697 | 7.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | (0.3) | 0.2 |
| Mutual Funds | 100.3 | 99.8 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 1,285,228,966 | - | - | 1,285,228,966 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 1,657,879,628 | - | - | 1,657,879,628 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Capital Losses | 7,279 |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Mutual Funds (100.3\%) |  |  |  |
| Manulife Strategic Income Fund, Series I | 12,016,963 | 144,949,490 | 129,083,810 |
| Purpose Structured Equity Yield Portfolio II | 24,921,543 | 438,074,321 | 403,230,562 |
| RP Strategic Income Plus Fund, Class 0 | 13,365,882 | 136,548,213 | 128,929,971 |
| NBI Floating Rate Income Fund, Series O | 3,673,364 | 36,428,169 | 34,309,221 |
| NBI Global Tactical Bond Fund, Series O US | 12,644,085 | 110,284,948 | 97,233,016 |
| NBI Unconstrained Fixed Income Fund, Series O | 61,401,794 | 590,301,596 | 492,442,386 |
|  |  | 1,456,586,737 | 1,285,228,966 |
| Total Investments (100.3\%) |  | 1,456,586,737 * | 1,285,228,966 |
| Cash and Other Net Assets (-0.3\%) |  |  | $(4,462,929)$ |
| Net Assets (100\%) |  |  | 1,280,766,037 |

## NBI Canadian Preferred Equity Private Portfolio

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 172,753 | 452,089 |
| Unrealized appreciation on foreign exchange contracts |  | 7 | 19 |
| Cash |  | 2,619 | 1,995 |
| Subscriptions receivable |  | 79 | 141 |
| Proceeds from sale of investments receivable |  | - | 1,298 |
| Interest receivable |  | 53 | 44 |
| Dividends receivable |  | 485 | 467 |
| Total assets |  | 175,996 | 456,053 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 199 | 163 |
| Investments payable |  | 8 | - |
| Accrued expenses |  | 43 | 102 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) $\qquad$ |  |  |  |
| Net assets attributable to holders of redeemable units |  | 175,746 | 455,788 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Series F |  | 1,723 | - |
| Series N |  | 159,299 | 305,102 |
| Series NR |  | 2,460 | 4,838 |
| Series PW |  | 9,863 | 129,238 |
| Series PWO |  | 92 | 13,867 |
| Private Series |  | 2,309 | 2,743 |
|  |  | 175,746 | 455,788 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Series F |  | 8.80 | - |
| Series N |  | 8.56 | 11.15 |
| Series NR |  | 8.44 | 11.03 |
| Series PW |  | 5.99 | 7.79 |
| Series PWO |  | 7.09 | 9.09 |
| Private Series |  | 8.39 | 10.89 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Series F | Series N |  | Series NR |  | Series PW |  | Series PWO |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | $\begin{array}{r} 2022 \\ \text { (225 days) } \\ \hline \end{array}$ | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  |  | - | 305,102 | 238,659 | 4,838 | 3,859 | 129,238 | 290,364 | 13,867 | 42,416 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (125) | (51,761) | 41,134 | (840) | 659 | $(6,796)$ | 43,293 | (515) | 5,659 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 4,466 | 44,630 | 70,124 | 1,027 | 1,283 | 4,156 | 64,091 | 64 | 2,733 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 18 \\ (2,617) \\ \hline \end{array}$ | $\begin{array}{r} 9,817 \\ (138,620) \\ \hline \end{array}$ | $\begin{gathered} 10,852 \\ (44,761) \end{gathered}$ | $\begin{array}{r} 70 \\ (2,463) \\ \hline \end{array}$ | $\begin{array}{r} 80 \\ (863) \\ \hline \end{array}$ | $\begin{array}{r} 1,534 \\ (116,694) \\ \hline \end{array}$ | $\begin{array}{r} 9,467 \\ (268,377) \\ \hline \end{array}$ | $\begin{array}{r} 127 \\ (13,322) \\ \hline \end{array}$ | $\begin{gathered} 1,267 \\ (36,929) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | 1,867 | $(84,173)$ | 36,215 | $(1,366)$ | 500 | $(111,004)$ | $(194,819)$ | $(13,131)$ | $(32,929)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 19 | 9,869 | 10,906 | 160 | 173 | 1,575 | 9,600 | 129 | 1,279 |
| Return of capital |  |  |  | - | 12 | 7 |  | - |  | - |
| Total distributions to investors |  | 19 | 9,869 | 10,906 | 172 | 180 | 1,575 | 9,600 | 129 | 1,279 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 1,723 | $(145,803)$ | 66,443 | $(2,378)$ | 979 | (119,375) | (161,126) | $(13,775)$ | $(28,549)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 1,723 | 159,299 | 305,102 | 2,460 | 4,838 | 9,863 | 129,238 | 92 | $\underline{13,867}$ |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  |  | 27,364,916 | 23,985,663 | 438,447 | 391,327 | 16,593,359 | 41,786,622 | 1,525,977 | 5,221,603 |
| Redeemable units issued |  | 477,184 | 4,372,760 | 6,536,231 | 101,598 | 120,301 | 572,701 | 8,675,324 | 7,028 | 316,628 |
| Redeemable units issued on reinvestments |  | 2,002 | 1,025,375 | 1,009,227 | 7,410 | 7,509 | 216,053 | 1,255,252 | 14,652 | 144,134 |
| Redeemable units redeemed |  | $(283,233)$ | $(14,150,462)$ | $(4,166,205)$ | $(256,127)$ | $(80,690)$ | $(15,736,114)$ | $(35,123,839)$ | $(1,534,681)$ | $(4,156,388)$ |
| Redeemable units outstanding, end of the year |  | 195,953 | 18,612,589 | 27,364,916 | 291,328 | 438,447 | 1,645,999 | 16,593,359 | 12,976 | 1,525,977 |


|  | Note | Private Series |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 2,743 | 2,878 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (590) | 423 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 2,398 | 276 |
| Reinvestments of distributions to holders of redeemable units |  | 106 | 102 |
| Redemption of redeemable units |  | $(2,242)$ | (834) |
| Total redeemable units transactions |  | 262 | (456) |
| Distributions to investors | 2 |  |  |
| Net investment income |  | 106 | 102 |
| Total distributions to investors |  | 106 | 102 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (434) | (135) |
| Net assets attributable to holders of redeemable units, end of the year |  | 2,309 | 2,743 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 251,791 | 295,604 |
| Redeemable units issued |  | 240,303 | 25,697 |
| Redeemable units issued on reinvestments |  | 11,426 | 9,729 |
| Redeemable units redeemed |  | $(228,201)$ | $(79,239)$ |
| Redeemable units outstanding, end of the year |  | 275,319 | 251,791 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

|  |  |  |
| :---: | ---: | ---: |
| Note | 2022 | 2021 |
| 2 | $\$$ | $\$$ |
|  |  |  |
|  | $(60,627)$ | 91,168 |
|  | 16,171 | 11,063 |
|  | $(11)$ | 1 |
|  | 121 | $(23)$ |
|  | 55,317 | $(81,552)$ |
|  | $(1)$ | $(-$ |
|  | 12 | $(15)$ |
|  | $(121,345)$ | $(292,372)$ |
| 330,378 | 481,176 |  |
| $(9)$ | 49 |  |
|  | $(18)$ | 313 |
| $(59)$ | $(17)$ |  |
|  | 219,929 | 209,791 |

2

| (198) | (299) |
| :---: | :---: |
| 56,803 | 138,709 |
| $(275,922)$ | $(351,677)$ |
| $(219,317)$ | $(213,267)$ |
| 11 | (1) |
| 1 |  |
| 612 | $(3,476)$ |
| 1,995 | 5,472 |
| 2,619 | 1,995 |
| 289 | 302 |
| 10,568 | 18,407 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Preferred Equity Private Portfolio's investment objective is to provide dividend income while focusing on capital preservation. This Fund invests directly, or through investments in securities of other mutual funds, in a portfolio mainly composed of preferred shares of Canadian companies and other income generating Canadian equities

The portfolio manager conducts fundamental research, but will also consider quantitative and technical factors. The portfolio securities selection is based on knowledge of the company, its industry and its growth prospects. An extensive credit analysis for each security and an assessment of the risk profiles, the relative performance and the general conditions are completed in order to confirm the selection and the relative weight of each portfolio security. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Series F | May 20, 2022 | M | A | 0.55 | 0.10 |
| Series N | October 30, 2015 | M | A | 0.15 | 0.10 |
| Series NR | October 30, 2015 | M | A | 0.15 | 0.10 |
| Series PW | October 30, 2015 | Q | A | * |  |
| Series PWO | October 30, 2015 | Q | A | * |  |
| Private Series | December 5, 2016 | M | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| $\$$ | $\mathbf{2 0 2 1}$ |
| 1,732 | $\mathbf{\$}$ |
| 1,767 | - |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 24 | 100 | 4 | 100 |
| Net Income Received by the Fund | 12 | 50 | 2 | 50 |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 12 | 50 | 2 | 50 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value
December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
| 14,842 | 141,430 |

Currency Risk (Note 5)


The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 2,846 (\$ 2,969 as at December 31, 2021).

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Debt securities by Credit Rating | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \% | \% |
| Investment Grade - A | 15.4 | 10.9 |
| Investment Grade - BBB | 53.3 | 40.9 |
| Non-investment Grade - BB | 20.6 | 15.9 |
| Non-investment Grade - B | 0.6 | 0.4 |
| Not rated | - | 0.1 |
|  | 89.9 | 68.2 |

If applicable, the counterparties to futures and OTC had a rating of at least $\mathrm{A}-1$ or A .
The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Credit ratings are obtained from recognized rating companies

Interest Rate Risk (Note 5)

| Debt Securities by Maturity Date | December 31, 2022 | December 31, $2021$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| From 5 years to 10 years | 1,198,803 | 1,350,658 |
| More than 10 years | 3,448,252 | 3,128,471 |
|  | 4,647,055 | 4,479,129 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Based on the assumption that prevailing interest rates would vary of $0.25 \%$, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 155,880$ ( $\$ 169,096$ as at December 31, 2021).

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 1.7 | 0.8 |
| Communication Services | 8.0 | 5.1 |
| Consumer Staples | 0.5 | 0.7 |
| Corporate Bonds | 2.6 | 1.0 |
| Energy | 23.0 | 17.5 |
| Financials | 39.8 | 32.6 |
| Mutual Funds | 8.4 | 31.0 |
| Real Estate | 2.5 | 2.1 |
| Utilities | 13.5 | 9.2 |

## Fair Value of Financial Instruments Table (Note 5)

\left.| December 31, 2022 | Level 1 | Level 2 |  |  | Level 3 |
| :--- | ---: | ---: | ---: | ---: | ---: |$\right)$

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Bonds and debentures | - | 4,479,129 | - | 4,479,129 |
| Preferred shares | 306,180,232 | - | - | 306,180,232 |
| Mutual funds | 141,430,028 | - | - | 141,430,028 |
| Total investments | 447,610,260 | 4,479,129 | - | 452,089,389 |
| Derivatives assets | - | 3,674,535 | - | 3,674,535 |
| Derivatives liabilities | - | $(3,655,956)$ | - | $(3,655,956)$ |
| Total derivatives instruments | $\cdot$ | 18,579 | - | 18,579 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8) (in thousands Canadian dollars)

|  | December 31, | December 31, |
| :--- | ---: | ---: |
|  | 2022 | 2021 |
|  | $\$$ | $\$$ |
| Total Commissions | 58 | 131 |
| Soft Dollars | 6 | 11 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |
| Private Series | 130 | - | 124 |  |

## Losses (Note 9)

(in thousands Canadian dollars)


|  | Par Value | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average Cost | Fair Value $\$$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Bonds And Debentures (2.6\%) |  |  |  | TC Energy Corp. |  |  |  |
| Corporations (2.6\%) |  |  |  | 2.26\%, Series 5 | 123,898 | 2,176,364 | 1,413,676 |
| Enbridge Inc. |  |  |  | $3.27 \%$, Series 1 | 63,276 | 1,375,354 | 861,186 |
| Floating, due April 12, 2078 | 315,000 | 315,000 | 303,097 | $3.76 \%$, Series 9 | 129,318 | 2,801,430 | 1,939,770 |
| Inter Pipeline Ltd. |  |  |  | 3.80\%, Series 11 | 135,525 | 3,234,025 | 2,186,018 |
| Floating, due March 26, 2029 | 1,251,000 | 1,251,000 | 1,198,803 | 3.90\%, Series 7 | 96,847 | 2,127,054 | 1,485,633 |
| Manulife Financial Corp. |  |  |  |  |  | 53,324,703 | 40,451,744 |
| 7.12\%, due June 19, 2082 | 872,000 | 872,000 | 859,060 |  |  |  |  |
| Rogers Communications Inc. |  |  |  | Financials (39.8\%) |  |  |  |
| 5.00\%, due December 17, 2081 | 1,085,000 | 1,085,000 | 980,339 | Bank of Montreal |  |  |  |
| Royal Bank of Canada |  |  |  | $3.62 \%$, Series 29 | 127,420 | 2,675,032 | 2,229,850 |
| 4.20\%, due February 24, 2070 | 1,106,000 | 1,106,000 | 858,983 | $3.80 \%$, Class B, Series 33 | 44,040 | 1,074,495 | 782,591 |
| Toronto-Dominion Bank |  |  |  | $3.80 \%$, Series 31 | 34,332 | 778,768 | 605,273 |
| $5.75 \%$, Series 27 | 503,000 | 503,000 | 446,773 | 4.00\%, Series 27 | 92,910 | 1,798,718 | 1,658,444 |
|  |  | 5,132,000 | 4,647,055 | Brookfield Corp. |  |  |  |
|  |  |  |  | $3.24 \%$, Series 24 | 43,172 | 791,638 | 630,311 |
|  | Number |  |  | $3.25 \%$, Series 42 | 88,936 | 2,117,438 | 1,399,853 |
|  | of shares |  |  | $3.57 \%$, Series 38 | 62,972 | 1,439,295 | 913,724 |
|  |  |  |  | 3.85\%, Series 26 | 30,739 | 592,201 | 441,412 |
| Preferred Shares (87.3\%) |  |  |  | 4.03\%, Series 40 | 78,002 | 1,883,020 | 1,345,534 |
| Communication Services (8.0\%) |  |  |  | 4.44\%, Series 34 | 23,574 | 545,473 | 382,370 |
| BCE Inc. |  |  |  | 4.69\%, Series 30 | 35,001 | 786,874 | 749,021 |
| 2.75\%, Series AI | 145,272 | 2,668,119 | 2,208,134 | 4.75\%, Series 18 | 12,255 | 242,283 | 220,713 |
| 2.76\%, Series AM | 57,415 | 1,066,830 | 835,962 | 4.90\%, Series 37 | 11,500 | 248,704 | 212,175 |
| 2.80\%, Series AG | 121,030 | 2,161,355 | 1,828,763 | 5.06\%, Series 32 | 13,875 | 327,944 | 254,884 |
| 2.95\%, Series AK | 106,870 | 1,783,722 | 1,500,455 | $6.45 \%$, Series 4 | 17,761 | 338,856 | 228,229 |
| $3.02 \%$, Series T | 53,084 | 1,092,038 | 931,093 | $6.45 \%$, Series 51 | 32,835 | 493,933 | 546,374 |
| 3.11\%, Series AF | 112,732 | 2,185,155 | 1,885,443 | Canadian Imperial Bank of Commerce |  |  |  |
| $3.20 \%$, Series Y | 14,800 | 287,860 | 268,028 | 3.60\%, Series 43 | 150,412 | 3,562,439 | 2,802,176 |
| $3.45 \%$, Series AB | 43,957 | 801,326 | 798,259 | $3.75 \%$, Series 41 | 56,393 | 1,239,407 | 972,779 |
| 3.61\%, Series AA | 115,687 | 2,057,920 | 2,023,366 | 3.90\%, Series 39 | 131,008 | 2,663,412 | 2,293,950 |
| $3.90 \%$, Series Z | 46,720 | 889,882 | 864,320 | Element Financial Corp. |  |  |  |
| 4.13\%, Series R | 56,791 | 1,184,245 | 871,742 | $6.40 \%$, Series E | 38,103 | 959,377 | 916,758 |
|  |  | 16,178,452 | 14,015,565 | Fairfax Financial Holdings Ltd. |  |  |  |
|  |  |  |  | $3.71 \%$, Series I | 84,922 | 1,680,180 | 1,239,861 |
| Consumer Staples (0.5\%) |  |  |  | $4.58 \%$, Series C | 2,419 | 54,385 | 42,163 |
| George Weston Ltd. |  |  |  | 4.67\%, Series K | 25,892 | 566,334 | 479,002 |
| $5.20 \%$, Series III | 18,965 | 423,957 |  | $4.75 \%$, Series M | 19,724 | 396,345 | 392,508 |
| $5.20 \%$, Series IV | 20,182 | 502,356 | $406,264$ | Great-West Lifeco Inc. |  |  |  |
|  |  | 926,313 | 784,236 | $2.18 \%$, Series N | 3,405 | 59,870 | 41,269 |
|  |  |  |  | 4.85\%, Series H | 126,283 | 3,063,055 | 2,340,024 |
| Energy (23.0\%) |  |  |  | $5.15 \%$, Series Q | 49,033 | 1,193,929 | 972,324 |
| AltaGas Ltd. |  |  |  | $5.15 \%$, Series T | 2,684 | 62,881 | 53,210 |
| 3.38\%, Series A | 118,978 | 2,695,057 | 1,737,079 | $5.20 \%$, Series G | 100,454 | 2,431,893 | 2,001,044 |
| 4.75\%, Series G | 87,924 | 2,134,918 | 1,547,462 | $5.25 \%$, Series S | 48,053 | 1,183,343 | 970,671 |
| Cenovus Energy Inc. |  | 2,134,018 |  | $5.40 \%$, Series P | 59,715 | 1,503,049 | 1,233,712 |
| 2.40\%, Series 1 | 35,652 | 599,669 | 498,771 | $5.65 \%$, Series L | 46,271 | 1,164,612 | 1,006,394 |
| 3.94\%, Series 7 | 60,533 | 1,438,573 | 1,210,660 | $5.80 \%$, Series M | 17,081 | 442,141 | 389,447 |
| 4.59\%, Series 5 | 101,914 | 2,481,569 | 2,065,797 | Intact Financial Corp. |  |  |  |
| $4.69 \%$, Series 3 | 73,173 | 1,651,013 | 1,456,874 | $3.33 \%$, Class A, Series 3 | 89,990 | 2,082,225 | 1,486,635 |
| Enbridge Inc. |  | 1,61,013 | 1,456,874 | 4.90\%, Series 7 | 22,043 | 543,310 | 434,468 |
| $3.42 \%$, Series B | 45,027 | 797,073 | 775,815 | $5.20 \%$, Class A, Series 5 | 10,000 | 249,612 | 205,000 |
| 4.00\%, Series 3 | 280,847 | 5,876,853 | 4,125,642 | $5.30 \%$, Series 6 | 15,283 | 381,637 | 325,146 |
| 4.00\%, Series P | 80,027 | 1,712,360 | 1,248,421 | Manulife Financial Corp. |  |  |  |
| 4.00\%, Series R | 110,270 | 2,337,835 | 1,683,823 | $3.80 \%$, Series 19 | 64,071 | 1,521,762 | 1,094,012 |
| $4.40 \%$, Series 11 | 169,449 | 3,580,952 | 2,545,124 | $3.90 \%$, Series 15 | 96,491 | 2,144,651 | 1,589,207 |
| $4.40 \%$, Series 13 | 62,183 | 1,204,278 | 917,199 | $3.90 \%$, Series 17 | 99,493 | 2,139,838 | 1,693,371 |
| $4.40 \%$, Series 15 | 22,136 | 409,220 | 321,525 | 4.35\%, Series 9 | 17,028 | 390,750 | 382,108 |
| $4.40 \%$, Series 7 | 18,791 | 290,448 | 295,770 | 4.65\%, Series 2 | 117,016 | 2,735,585 | 2,202,241 |
| $4.40 \%$, Series 9 | 41,596 | 823,220 | 645,570 | 4.73\%, Series 11 | 64,954 | 1,369,880 | 1,288,038 |
| $4.46 \%$, Series D | 40,004 | 791,368 | 694,869 | National Bank of Canada |  |  |  |
| 4.69\%, Series F | 42,907 | 888,682 | 737,571 | $3.90 \%$, Series 32 | 72,797 | 1,422,388 | 1,226,629 |
| $4.96 \%$, Series L | 32,432 | 805,268 | 845,701 | 4.10\%, Series 30 | 45,238 | 842,267 | 812,474 |
| $5.50 \%$, Series A | 7,456 | 175,313 | 158,962 | $4.45 \%$, Series 38 | 34,834 | 873,289 | 893,492 |
| Pembina Pipeline Corporation |  |  |  | Power Corporation of Canada | 11,970 | 285,090 | 242,871 |
| $4.46 \%$, Series 0 | 56,324 | 1,155,012 | 1,111,273 | Power Corporation of Canada |  |  |  |
| $4.50 \%$, Series 7 | 157,473 | 3,568,974 | 2,669,167 | $5.35 \%$, Series B $5.60 \%$, Series G | 32,993 17,233 | 691,197 441,698 | $\begin{aligned} & 678,006 \\ & 371543 \end{aligned}$ |
| $4.70 \%$, Series 3 | 34,556 | 601,924 | 566,718 | $5.60 \%$, Series G | 17,233 | 441,698 | 371,543 |
| 4.75\%, Series 9 | 142,468 | 3,438,488 | 2,762,455 |  |  |  |  |
| $5.00 \%$, Series Q | 20,086 | 470,596 | 351,003 |  |  |  |  |
| $5.00 \%$, Series S | 32,900 | 835,660 | 718,536 |  |  |  |  |
| $5.20 \%$, Series 25 | 35,821 | 846,153 | 873,674 |  |  |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)


| Utilities (13.5\%) |  |  |  |
| :---: | :---: | :---: | :---: |
| Algonquin Power \& Utilities Corp. 4.50\%, Series A | 28,446 | 681,270 | 526,251 |
| Brookfield Infrastructure Partners LP |  |  |  |
| 4.50\%, Series 1 | 83,363 | 1,953,156 | 1,417,171 |
| Brookfield Renewable Energy Partners LP |  |  |  |
| $5.50 \%$, Series 7 | 19,455 | 493,236 | 450,967 |
| Brookfield Renewable Power Inc. |  |  |  |
| 3.14\%, Series 1 | 136,099 | 3,049,561 | 1,918,996 |
| 4.35\%, Series | 110,092 | 2,542,497 | 1,770,279 |
| 5.00\%, Series 6 | 95,839 | 1,903,722 | 1,748,103 |
| Canadian Utilities Ltd. |  |  |  |
| $3.40 \%$, Series Y | 71,895 | 1,469,653 | 1,378,587 |
| 4.50\%, Series CC | 14,517 | 284,559 | 262,032 |
| 4.50\%, Series DD | 81,861 | 1,839,932 | 1,469,405 |
| 4.60\%, Series 1 | 60,890 | 1,483,286 | 1,104,240 |
| 4.90\%, Series AA | 75,005 | 1,789,354 | 1,458,097 |
| 4.90\%, Series BB | 25,717 | 616,943 | 496,338 |
| 5.25\%, Series EE | 40,775 | 957,375 | 855,867 |
| Capital Power Corp. |  |  |  |
| 3.06\%, Series 1 | 4,531 | 77,127 | 59,492 |
| 4.50\%, Series 5 | 16,413 | 209,266 | 341,390 |
| 4.60\%, Series 3 | 17,728 | 389,158 | 379,379 |
| Emera Inc. |  |  |  |
| 2.56\%, Series A | 87,077 | 1,611,251 | 1,165,090 |
| 4.10\%, Series C | 43,826 | 1,001,723 | 821,738 |
| 4.25\%, Series F | 37,555 | 836,485 | 647,824 |

*Average cost of Investments as of December 31, 2021 is $\$ 437,863,145$

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 15, 2023 | 1.3649 | USD | 589,000 | 796,963 | CAD | 803,926 | 803,926 | 6,963 |

## NBI Multiple Asset Class Private Portfolio

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \$ \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \$ \end{array}$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 177,040 | 210,729 |
| Cash |  | 3,867 | 3,441 |
| Subscriptions receivable |  | 95 | 114 |
| Proceeds from sale of investments receivable |  | 1,836 | - |
| Interest receivable |  | 312 | 458 |
| Dividends receivable |  | 266 | 217 |
| Total assets |  | 183,416 | 214,959 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 154 | 57 |
| Accrued expenses |  | 140 | 162 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 294 | 219 |
| Net assets attributable to holders of redeemable units |  | 183,122 | 214,740 |
| Net assets attributable to holders of redeemable units per series |  |  |  |
| Advisor Series |  | 69,246 | 77,884 |
| Series F |  | 110,448 | 132,783 |
| Series F5 |  | 2,137 | 2,384 |
| Series T5 |  | 1,291 | 1,689 |
|  |  | 183,122 | 214,740 |
| Net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Advisor Series |  | 10.57 | 12.31 |
| Series F |  | 10.41 | 12.18 |
| Series F5 |  | 7.81 | 9.47 |
| Series T5 |  | 7.38 | 9.06 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 2,008 | 2,041 |
| Dividends income |  | 2,194 | 2,258 |
| Income from securities lending |  | 10 | 55 |
| Other income |  | 129 | 147 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 6,990 | 8,228 |
| Net realized gains (losses) on foreign currencies |  | 129 | 17 |
| Net realized gains (losses) on forwards currency |  | (98) | (26) |
| Change in net unrealized appreciation/depreciation on investments |  | $(31,627)$ | 9,864 |
| Change in unrealized gains/losses on foreign currencies |  | , | , |
| Total income |  | $(20,263)$ | 22,587 |
| Expenses | 8 |  |  |
| Management fees |  | 1,583 | 1,623 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 228 | 223 |
| Fees paid by the manager |  | (4) | (2) |
| Withholding taxes | 2 | 223 | 245 |
| Transaction costs on purchase and sale of investments | 8 | 22 | 11 |
| Total expenses |  | 2,054 | 2,102 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(22,317)$ | 20,485 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(8,744)$ | 7,126 |
| Series F |  | $(13,174)$ | 12,933 |
| Series F5 |  | (227) | 275 |
| Series T5 |  | (172) | 151 |
|  |  | $(22,317)$ | 20,485 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 6,627,962 | 6,249,037 |
| Series F |  | 11,061,543 | 10,225,331 |
| Series F5 |  | 257,363 | 272,144 |
| Series T5 |  | 172,060 | 174,452 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.32) | 1.14 |
| Series F |  | (1.19) | 1.26 |
| Series F5 |  | (0.88) | 1.01 |
| Series T5 |  | (1.00) | 0.86 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Total distributions to investors

Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Multiple Asset Class Private Portfolio's investment objective is to produce long-term capital appreciation by investing primarily in Exchange-Traded Funds ("ETF") that invest in Canadian or foreign fixed income and equity securities.
The portfolio manager conducts fundamental research based on a top-down investment approach. The portfolio manager selects securities by considering the economic outlook and analyzing the real risks of the various asset classes and their degree of correlation.

General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{aligned} & \text { Distribution } \\ & \text { of Gains } \\ & \text { (Note 2) } \end{aligned}$ | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | Q | A | 1.32 | 0.10 |
| Series F | May 21,2015 | Q | A | 0.32 | 0.10 |
| Series F5 | May 21, 2015 | M | A | 0.32 | 0.10 |
| Series T5 | July 14, 2015 | M | A | 1.32 | 0.10 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :--- | ---: | ---: | ---: |


| As at December 31, 2021 |  |  |
| ---: | ---: | ---: |
| Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ | $\$$ |
| 12.31 | - | 12.31 |
| 12.18 | - | 12.18 |
| 9.47 | - | 9.47 |
| 9.06 | - | 9.06 |

Income from Security Lending (Note 2)
(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Exchange Traded Fund

| December 31, 2022 |  | December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\%$ | $\$$ | $\%$ |
| 20 | 100 |  | 110 | 100 |
| 10 | 50 |  |  |  |
|  |  |  | 50 |  |
| 10 | 50 | 55 | 50 |  |

Fair Value
December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
| $\$$ | $\$ 177,040$ |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 40,881,847 | 22.3 | 65,850,485 | 30.7 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 2,044,092$ ( $\$ 3,292,524$ as at December 31,2021 ).


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31 <br> 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 3.3 | 1.9 |
| Exchange Traded Funds | 96.7 | 98.1 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 177,040,174 |  | - | 177,040,174 |
| Derivatives assets | - | 426,881 | - | 426,881 |
| Derivatives liabilities |  | $(426,437)$ | - | $(426,437)$ |
| Total derivatives instruments | - | 444 | - | 444 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 210,728,986 |  |  | 210,728,986 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions
Related Entities

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
| $\$$ | 11 |
| 22 | 11 |
| 22 |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | Fair Value |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Exchange Traded Funds (96.7\%) |  |  |  |
| BMO Corporate Bond Index ETF | 335,203 | 17,663,979 | 14,832,733 |
| BMO DISCOUNT BOND | 837,067 | 12,405,333 | 11,978,429 |
| BMO Low Volatility Canadian Equity ETF | 186,410 | 7,309,903 | 7,350,146 |
| BMO MSCI USA HIGH QUAL INDX | 143,837 | 7,289,275 | 7,276,714 |
| BMO S\&P 500 Index ETF | 317,133 | 16,098,218 | 18,029,011 |
| BMO S\&P/TSX Capped Composite Index ETF | 565,274 | 14,133,252 | 14,674,513 |
| Horizons S\&P/TSX 60 Index ETF | 364,088 | 11,465,572 | 17,356,075 |
| iShares, Canadian Universe Bond Index ETF | 1,440,499 | 43,796,641 | 39,325,623 |
| iShares, Core MSCI Emerging Markets ETF | 56,450 | 3,935,896 | 3,569,171 |
| iShares Core MSCI EAFE ETF | 245,650 | 20,075,608 | 20,500,572 |
| ISHARES MSCI USA QUALITY FAC | 35,267 | 5,152,144 | 5,442,316 |
| NBI Liquid Alternatives ETF | 234,677 | 5,524,124 | 5,559,498 |
| ProShares S\&P 500 Dividend Aristocrats ETF | 59,460 | 6,216,964 | 7,244,455 |
| Schwab | 116,273 | 4,497,262 | 3,900,918 |
|  |  | 175,564,171 | 177,040,174 |
| Total Investments (96.7\%) |  | 175,564,171 * | 177,040,174 |
| Unrealized Appreciation on Foreign Exchange | (0.0\%) |  | 444 |
| Cash and Other Net Assets (3.3\%) |  |  | 6,081,287 |
| Net Assets (100\%) |  |  | 183,121,905 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 3, 2023 | 1.3553 | USD | 314,969 | 426,437 | CAD | 426,881 | 426,881 | 444 |

## NBI Equity Income Private Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, <br> 2022 | December 31, <br> 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |

## Investments

Current assets
Unrealized appreciation on foreign exchange contracts Cash
Subscriptions receivable
Proceeds from sale of investments receivable
Interest receivable
Dividends receivable
Total assets
Liabilities
Current liabilities
Unrealized depreciation on foreign exchange contracts
Redeemed units payable
Investments payable
Accrued expenses

Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per
Advisor Series
Series F
Series F5
Series 0
Series T5

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F
Series F5
Series 0
Series T5
Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31

|  | Note | Advisor Series |  | Series F |  | Series F5 |  | Series 0 |  | Series T5 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | $\begin{array}{r} 2021 \\ (305 \text { days) } \end{array}$ | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  |  |  |  | 31,952 | 25,077 | 60,785 | 46,267 | 48,081 | 33,351 | 10,411 | . | 246 | 280 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,187)$ | 6,347 | $(5,814)$ | 12,548 | $(4,123)$ | 9,531 | (768) | 1,961 | (31) | 59 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 4,877 | 2,882 | 23,110 | 13,110 | 19,487 | 12,451 | 938 | 10,064 | 100 |  |
| Reinvestments of distributions to holders of redeemable units |  | 393 | 311 | 1,355 | 1,061 | 556 | 626 | 291 | 207 | 7 | 6 |
| Redemption of redeemable units |  | $(2,150)$ | $(2,339)$ | $(20,153)$ | $(11,026)$ | $(7,407)$ | $(6,059)$ | $(1,737)$ | $(1,614)$ | . | (87) |
| Total redeemable units transactions |  | 3,120 | 854 | 4,312 | 3,145 | 12,636 | 7,018 | (508) | 8,657 | 107 | (81) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 414 | 326 | 1,501 | 1,175 | 1,173 | 890 | 291 | 207 | 4 | 4 |
| Return of capital |  |  | - |  | - | 1,514 | 929 |  | - | 13 | 8 |
| Total distributions to investors |  | 414 | 326 | 1,501 | 1,175 | 2,687 | 1,819 | 291 | 207 | 17 | 12 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (481) | 6,875 | $(3,003)$ | 14,518 | 5,826 | 14,730 | $(1,567)$ | 10,411 | 59 | (34) |
| Net assets attributable to holders of redeemable units, end of the year |  | 31,471 | 31,952 | 57,782 | 60,785 | 53,907 | 48,081 | 8,844 | 10,411 | 305 | 246 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,243,069 | 2,180,961 | 4,507,046 | 4,252,989 | 4,091,012 | 3,438,131 | 848,157 | - | 21,337 | 29,154 |
| Redeemable units issued |  | 355,535 | 228,540 | 1,752,611 | 1,099,173 | 1,803,711 | 1,168,000 | 80,384 | 973,785 | 8,808 |  |
| Redeemable units issued on reinvestments |  | 29,869 | 24,156 | 107,841 | 87,196 | 50,643 | 58,393 | 25,404 | 18,165 | 656 | 541 |
| Redeemable units redeemed |  | $(159,890)$ | $(190,588)$ | $(1,581,431)$ | $(932,312)$ | $(665,593)$ | $(573,512)$ | $(149,216)$ | $(143,793)$ | - | $(8,358)$ |
| Redeemable units outstanding, end of the year |  | 2,468,583 | 2,243,069 | 4,786,067 | 4,507,046 | 5,279,773 | 4,091,012 | 804,729 | 848,157 | 30,801 | 21,337 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Equity Income Private Portfolio's investment objective is to maximize the potential for long-term capital growth and to generate high dividend income. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio primarily composed of equity securities of Canadian companies that pay dividends.

The portfolio manager follows an investment process that is primarily based on bottom-up fundamental research, with a focus on capital growth. The Portfolio manager chooses quality companies that pay high income, while diversifying across industries and regions to reduce volatility. It is expected that investments in foreign securities will not exceed approximately $30 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series 0 | March 1, 2021 | M | A | - | 0.02 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 12.75 |  | 12.75 |
| Series F | 12.07 | - | 12.07 |
| Series F5 | 10.21 | - | 10.21 |
| Series 0 | 10.99 | - | 10.99 |
| Series T5 | 9.89 | - | 9.89 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit $\$$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit |
| Advisor Series | 14.24 | - | 14.24 |
| Series F | 13.49 | - | 13.49 |
| Series F5 | 11.75 | - | 11.75 |
| Series 0 | 12.27 | - | 12.27 |
| Series 75 | 11.51 | - | 11.51 |
| Securities Lending (Note 2) |  |  |  |
| (in thousands Canadian dollars) |  |  |  |
|  |  | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Value of Securities Lent |  | 4,448 | 5,779 |
| Value of Collateral |  | 4,537 | 5,895 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

## Total Income

Net Income Received by the Fund
Net Income Received by
Natcan Trust Company

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\%$ |  |
| 4 | 100 | 8 | 100 |  |
| 2 | 50 | 4 | 50 |  |
|  |  |  |  |  |
| 2 | 50 | 4 | 50 |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

| Fair Value |  |
| :---: | :---: |
| December 31, 2022 | December 31, 2021 |
| \$ | \$ |
| 15,859 | 19,915 |

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 39,763 | - | 406,780 | 0.3 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 1,988 (\$ 20,339 as at December 31, 2021).

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | $\begin{array}{r} \hline \text { December 31, } 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December 31, } 2021 \\ \hline \end{array}$ |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 4.3 | 1.7 |
| Communication Services | 14.5 | 6.8 |
| Consumer Staples | 5.0 | 7.3 |
| Energy | 12.2 | 10.4 |
| Financials | 35.0 | 40.2 |
| Health Care | - | 1.1 |
| Industrials | 10.1 | 8.0 |
| Information Technology | 6.7 | 10.2 |
| Real Estate | 4.8 | 6.0 |
| Utilities | 7.4 | 8.3 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 145,742,588 | - | - | 145,742,588 |
| Derivatives assets | - | 7,008,968 | - | 7,008,968 |
| Derivatives liabilities | - | $(6,967,798)$ | - | $(6,967,798)$ |
| Total derivatives instruments |  | 41,170 |  | 41,170 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.


During the year ended December 31, 2021, there were no significant transfers of investments between Level 1 , Level 2 and Level 3 .

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, $2021$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 72 | 71 |
| Related Entities | 11 | 16 |
| Soft Dollars | 30 | 22 |

Positions Held by Related Parties (Note 8)


Losses (Note 9)
(in thousands Canadian dollars)

Capital Losses

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
| $\$$ | $\$$ |
| 113 | 1,099 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | $\begin{array}{r} \begin{array}{r} \text { Average } \\ \text { Cost } \end{array} \\ \$ \$ \end{array}$ | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (95.7\%) | Utilities (7.4\%) |  |  |  |  |  |  |
| Communication Services (14.5\%) |  |  |  | Brookfield Infrastructure Partners LP | 145,845 | 6,674,500 | 6,116,739 |
| BCE Inc. | 49,602 | 3,202,347 | 2,950,823 | Brookfield Renewable Cor A | 49,921 | 2,292,228 | 1,860,556 |
| Quebecor Inc., Class B | 290,118 | 8,321,020 | 8,761,564 | Brookfield Renewable Energy Partners LP | 14,593 | 605,700 | 500,248 |
| Shaw Communications Inc., Class B | 186,935 | 6,384,846 | 7,292,334 | Fortis Inc. | 32,830 | 1,741,688 | 1,778,729 |
| TELUS Corp. | 115,831 | 2,928,881 | 3,026,664 | Hydro One Inc. | 28,596 | 787,648 | $\begin{array}{r} 1,037,177 \\ 11,293,449 \\ \hline \end{array}$ |
|  |  | 20,837,094 | 22,031,385 |  |  | 12,101,764 |  |
| Consumer Staples (5.0\%) |  |  |  | Total Equities |  | 137,061,702 | 145,742,588 |
| George Weston Ltd. | 6,452 | 832,954 | 1,083,871 |  |  |  |  |
| Loblaw Companies Ltd. | 14,054 | 1,365,375 | 1,682,545 |  |  |  |  |
| Maple Leaf Foods Inc. | 66,355 | 1,829,500 | 1,622,380 | Total Investments (95.7\%) |  | 137,061,702 * | 145,742,588 |
| Metro Inc. | 11,366 | 657,288 | 852,109 |  |  |  |  |
| Procter \& Gamble Co. | 14,645 | 1,499,914 | 1,204,991 | Unrealized Appreciation on Foreign Exchange Contracts (0.0\%) |  |  | 41,170 |
|  | 5,961 | 966,055 | 1,223,422 |  |  |  |  |
|  |  | 7,151,086 | 7,669,318 | Cash and Other Net Assets (4.3\%) |  |  | 6,525,607 |
| Energy (12.2\%) |  |  |  | Net Assets (100\%) |  |  | 152,309,365 |
| Enbridge Inc. | 217,722 | 10,435,911 | 11,521,848 |  |  |  |  |  |  |
| Parkland Corp | 62,542 | 2,205,388 | 1,858,123 | *Average cost of Investments as of December 31, 2021 is $\$ 117,080,170$. |  |  |  |
| TC Energy Corp. | 97,333 | 5,906,493 | 5,254,035 |  |  |  |  |  |  |
|  |  | 18,547,792 | 18,634,006 |  |  |  |  |  |  |
| Financials (35.0\%) |  |  |  |  |  |  |  |
| Brookfield Asset Management Ltd. | 60,055 | 2,444,372 | 2,328,332 |  |  |  |  |
| Brookfield Corp. | 94,501 | 4,730,566 | 4,023,853 |  |  |  |  |
| Definity Financial Corporation | 46,263 | 1,255,305 | 1,780,200 |  |  |  |  |
| iA Financial Corp Inc. | 52,967 | 3,740,518 | 4,198,694 |  |  |  |  |
| Intact Financial Corp. | 9,515 | 1,504,406 | 1,854,569 |  |  |  |  |
| National Bank of Canada | 26,446 | 2,351,152 | 2,412,669 |  |  |  |  |
| Royal Bank of Canada | 108,082 | 11,338,254 | 13,758,839 |  |  |  |  |
| Scotiabank | 74,413 | 5,161,994 | 4,936,558 |  |  |  |  |
| Sun Life Financial Inc. | 38,287 | 2,250,404 | 2,406,338 |  |  |  |  |
| TMX Group Ltd. | 27,337 | 3,572,786 | 3,704,710 |  |  |  |  |
| Toronto-Dominion Bank | 134,872 | 10,107,829 | 11,824,228 |  |  |  |  |
|  |  | 48,457,586 | 53,228,990 |  |  |  |  |
| Industrials (10.1\%) |  |  |  |  |  |  |  |
| Canadian National Railway Co. | 42,021 | 5,590,031 | 6,758,658 |  |  |  |  |
| Thomson Reuters Corp. | 18,293 | 2,002,909 | 2,825,537 |  |  |  |  |
| WSP Global Group Inc. | 36,832 | 4,196,651 | 5,785,939 |  |  |  |  |
|  |  | 11,789,591 | 15,370,134 |  |  |  |  |
| Information Technology (6.7\%) |  |  |  |  |  |  |  |
| Constellation Software Inc. | 2,851 | 4,893,848 | 6,026,900 |  |  |  |  |
| Microsoft Corp. | 10,005 | 3,446,355 | 3,248,546 |  |  |  |  |
| Qualcomm Inc | 5,770 | 959,517 | 858,852 |  |  |  |  |
|  |  | 9,299,720 | 10,134,298 |  |  |  |  |
| Real Estate (4.8\%) |  |  |  |  |  |  |  |
| Canadian Apartment Properties Real Estate Investment Trust | 19,728 | 1,066,914 | 841,991 |  |  |  |  |
| Crown Castle International Corp. | 4,825 | 985,829 | 886,339 |  |  |  |  |
| Digital Realty Trust Inc. | 6,364 | 1,086,929 | 863,776 |  |  |  |  |
| Granite Real Estate Investment Trust | 69,324 | 5,737,397 | 4,788,902 |  |  |  |  |
|  |  | 8,877,069 | 7,381,008 |  |  |  |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 22, 2023 | 1.3610 | USD | 5,150,000 | 6,967,798 | CAD | 7,008,968 | 7,008,968 | 41,170 |

## NBI Canadian Equity Private Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 1,149,124 | 1,665,677 |
| Cash |  | 324 | 23,229 |
| Subscriptions receivable |  | 640 | 1,599 |
| Proceeds from sale of investments receivable |  | 977 | - |
| Dividends receivable |  | 2,609 | 2,566 |
| Total assets |  | 1,153,674 | 1,693,071 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 1,557 | 668 |
| Investments payable |  | 983 | - |
| Accrued expenses |  | 466 | 651 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 3,006 | 1,319 |
| Net assets attributable to holders of redeemable units |  | 1,150,668 | 1,691,752 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 3,604 | 2,576 |
| Series F/Private Series |  | 18,276 | 17,195 |
| Series F5 |  | 10 | 9 |
| Series N |  | 467,213 | 787,134 |
| Series NR |  | 4,661 | 8,577 |
| Series T5 |  | 13 | 1 |
| Series PW |  | 622,433 | 825,729 |
| Series PWO |  | 34,458 | 50,531 |
|  |  | 1,150,668 | 1,691,752 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 11.01 | 12.39 |
| Series F/Private Series |  | 10.10 | 12.09 |
| Series F5 |  | 8.22 | 9.96 |
| Series N |  | 10.87 | 13.33 |
| Series NR |  | 7.88 | 10.29 |
| Series T5 |  | 7.77 | 9.48 |
| Series PW |  | 18.29 | 22.17 |
| Series PWO |  | 12.04 | 14.68 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ |  |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 452 | 90 |
| Dividends income |  | 36,494 | 40,222 |
| Income from securities lending |  | 19 | - |
| Other income |  | 860 | - |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 179,408 | 158,881 |
| Net realized gains (losses) on foreign currencies |  | 198 | (70) |
| Net realized gains (losses) on forwards currency |  | (38) | 11 |
| Change in net unrealized appreciation/depreciation on investments |  | $(273,916)$ | 171,053 |
| Change in unrealized gains/losses on foreign currencies |  | 2 | - |
| Total income |  | $(56,521)$ | 370,187 |
| Expenses | 8 |  |  |
| Management fees |  | 4,613 | 4,775 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 1,867 | 2,003 |
| Fees paid by the manager |  | (2) | (2) |
| Withholding taxes | 2 | 2 | - |
| Transaction costs on purchase and sale of investments | 8 | 973 | 1,001 |
| Total expenses |  | 7,455 | 7,779 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(63,976)$ | 362,408 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | (59) | 641 |
| Series F/Private Series |  | (841) | 4,655 |
| Series F5 |  | (1) | 28 |
| Series N |  | $(28,526)$ | 174,090 |
| Series NR |  | (305) | 1,937 |
| Series T5 |  | (1) | - |
| Series PW |  | $(32,542)$ | 168,647 |
| Series PWO |  | $(1,701)$ | 12,410 |
|  |  | $(63,976)$ | 362,408 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 259,655 | 211,387 |
| Series F/Private Series |  | 1,668,351 | 1,471,711 |
| Series F5 |  | 987 | 7,745 |
| Series N |  | 49,001,761 | 53,018,082 |
| Series NR |  | 693,077 | 746,928 |
| Series T5 |  | 1,131 | 143 |
| Series PW |  | 32,932,939 | 32,012,891 |
| Series PWO |  | 2,855,468 | 3,319,056 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (0.23) | 3.02 |
| Series F/Private Series |  | (0.50) | 3.16 |
| Series F5 |  | (0.35) | 3.67 |
| Series N |  | (0.58) | 3.28 |
| Series NR |  | (0.44) | 2.59 |
| Series T5 |  | (0.84) | 2.27 |
| Series PW |  | (0.99) | 5.27 |
| Series PWO |  | (0.60) | 3.74 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)



[^11]Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

Note

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(63,976)$ | 362,408 |
|  | $(179,408)$ | $(158,881)$ |
|  | (198) | 70 |
|  | 38 | (11) |
|  | 273,916 | $(171,053)$ |
|  | (2) |  |
|  | $(1,359,836)$ | $(1,123,117)$ |
|  | 1,781,849 | 849,909 |
|  | (43) | 635 |
|  | (185) | 212 |
|  | 452,155 | $(239,828)$ |
| 2 |  |  |
|  | $(2,306)$ | $(1,500)$ |
|  | 312,056 | 422,364 |
|  | $(785,010)$ | $(226,121)$ |
|  | $(475,260)$ | 194,743 |
|  | 198 | (70) |
|  | 2 |  |
|  | $(23,105)$ | $(45,085)$ |
|  | 23,229 | 68,384 |
|  | 324 | 23,229 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian Equity Private Portfolio's investment objective is to provide long-term capital growth while focusing on the preservation of invested capital. The Fund invests, directly or through investments in securities of other mutual funds, in a portfolio consisting primarily of common shares of Canadian companies.

The portfolio manager uses "growth" and "value" investment styles when selecting securities of Canadian companies and places greater importance on security selection than sector rotation. By selecting a diversified portfolio of equities, the portfolio manager minimizes risk and increases the potential for capital gains. The portfolio manager uses a similar approach in selecting shares of foreign companies. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the Fund's assets.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | A | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | A | A | 0.45 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series N | October 30, 2015 | A | A | 0.20 | 0.15 |
| Series NR | October 30, 2015 | M | A | 0.20 | 0.15 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series PW | May 21, 2015 | Q | A | * |  |
| Series PWO | May 21, 2015 | Q | A | * |  |
| Private Series | November 28, 2016 | A | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

Advisor Series
Series F/Private Series
Series F5
Series N
Series NR
Series T5
Series PW
Series PWO

| As at December 31, 2022 |  |  |
| ---: | ---: | ---: |
| Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ | $\$$ |
| 11.01 | - | 11.01 |
| 10.10 | - | 10.10 |
| 8.22 | - | 8.22 |
| 1.87 | - | 10.87 |
| 7.88 | - | 7.88 |
| 7.77 | - | 7.77 |
| 18.29 | - | 18.29 |
| 12.04 | - | 12.04 |


| As at December 31, 2021 |  |  |
| ---: | ---: | ---: |
| Transactional |  |  |
| Net Asset Value | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
| Per Unit |  |  |
| 12.38 | $\$$ | $\$$ |
| 12.09 | 0.01 | 12.39 |
| 9.96 | - | 12.09 |
| 13.32 | - | 9.96 |
| 10.29 | 0.01 | 13.33 |
| 9.48 | - | 10.29 |
| 22.17 | - | 9.48 |
| 14.68 | - | 22.17 |
|  | - | 14.68 |

## Income from Security Lending (Note 2) <br> (in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending ransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

Total Income
Net Income Received by the Fund Net Income Received by

Natcan Trust Company

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\%$ |
| 38 | 100 | - | - |
| 19 | 50 |  | - |
| 19 | 50 | - | - |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value
December 31, December 31,

| 2022 |
| ---: |
| $\$ 2$ |

Trust Unit
18,112

Currency Risk (Note 5)


Based on the assumption that the Canadian Dollar had risen or fallen by 5\% in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 8 (\$ 27,487 as at December 31, 2021).

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| S\&P/TSX Index TR (100\%) | $\pm 107,127,174$ | $9.3 \pm$ | 156,487,038 | 9.3 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
| Weighting by Sector | December 31, | December 31, |
|  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| Cash, Money Market and Other Net Assets | 0.1 | $\%$ |
| Communication Services | 6.4 | 1.5 |
| Consumer Discretionary | 4.8 | 3.0 |
| Consumer Staples | 4.0 | 8.5 |
| Energy | 13.5 | 8.0 |
| Financials | 31.2 | 9.2 |
| Industrials | 18.6 | 26.1 |
| Information Technology | 7.9 | 17.1 |
| Materials | 9.7 | 13.5 |
| Real Estate | 3.8 | 3.2 |
| Utilities | - | 3.9 |
|  |  | 6.0 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,149,124,367 |  | . | 1,149,124,367 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,665,676,967 |  | - | 1,665,676,967 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

| (in thousands Canadian dollars) | December 31, | December 31, <br>  <br>  <br>  <br> 2022 |
| :--- | ---: | ---: |
| 2021 Commissions | $\$$ | $\$$ |
| Related Entities | 846 | 1,012 |
| Soft Dollars | 9 | 46 |
|  | 169 | 399 |

Positions Held by Related Parties (Note 8)


|  | Number of shares | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (99.9\%) |  |  |  | Real Estate (3.8\%) |  |  |  |
| Communication Services (6.4\%) |  |  |  | Altus Group Ltd. | 231,598 | 11,466,477 | 12,515,556 |
| Rogers Communications Inc., Class B | 467,140 | 29,932,818 | 29,602,662 | Colliers International Group Inc. | 60,383 | 8,507,542 | 7,510,438 |
| TELUS Corp. | 1,676,906 | 49,038,776 | 43,817,554 | FirstService Corp. | 142,350 | 24,765,358 | 23,603,054 |
|  |  | 78,971,594 | 73,420,216 |  |  | 44,739,377 | 43,629,048 |
| Consumer Discretionary (4.8\%) |  |  |  | Total Equities |  | 1,121,248,046 | 1,149,124,367 |
| Dollarama Inc. | 213,893 | 9,834,587 | 16,938,187 |  |  |  |  |
| Gildan Activewear Inc. | 235,520 | 10,283,680 | 8,733,082 |  |  |  |  |
| Magna International Inc. | 321,576 | 26,803,459 | 24,459,071 | Total Investments (99.9\%) |  | 1,121,248,046 * | 1,149,124,367 |
| Restaurant Brands International Inc. | 62,332 | 4,481,378 | 5,458,413 |  |  |  |  |
|  |  | 51,403,104 | 55,588,753 | Cash and Other Net Assets (0.1\%) |  |  | 1,543,450 |
| Consumer Staples (4.0\%) |  |  |  | Net Assets (100\%) |  |  | 1,150,667,817 |
| Empire Company Ltd., Class A | 961,491 | 33,073,060 | 34,286,769 |  |  |  |  |
| Loblaw Companies Ltd. | 96,349 | 11,499,719 | 11,534,902 |  |  |  |  |
|  |  | 44,572,779 | 45,821,671 | $\text { is } \$ 1,363,884,652 \text {. }$ |  |  |  |
| Energy (13.5\%) |  |  |  |  |  |  |  |
| Canadian Natural Resources Ltd. | 920,615 | 52,084,604 | 69,221,042 |  |  |  |  |
| Enbridge Inc. | 512,598 | 28,387,767 | 27,126,686 |  |  |  |  |
| Suncor Energy Inc. | 764,651 | 29,327,140 | 32,841,760 |  |  |  |  |
| Tourmaline Oil Corp. | 388,345 | 27,777,247 | 26,531,730 |  |  |  |  |
|  |  | 137,576,758 | 155,721,218 |  |  |  |  |
| Financials (31.2\%) |  |  |  |  |  |  |  |
| Bank of Montreal | 392,504 | 52,266,054 | 48,144,541 |  |  |  |  |
| Brookfield Asset Management Ltd. | 299,326 | 12,704,868 | 11,604,869 |  |  |  |  |
| Brookfield Corp. | 811,655 | 34,785,932 | 34,560,270 |  |  |  |  |
| Intact Financial Corp. | 132,349 | 17,973,984 | 25,796,144 |  |  |  |  |
| National Bank of Canada | 321,595 | 29,517,883 | 29,339,112 |  |  |  |  |
| Royal Bank of Canada | 418,527 | 52,386,784 | 53,278,487 |  |  |  |  |
| Sun Life Financial Inc. | 734,586 | 47,489,673 | 46,168,730 |  |  |  |  |
| TMX Group Ltd. | 265,745 | 36,243,120 | 36,013,762 |  |  |  |  |
| Toronto-Dominion Bank | 839,350 | 79,880,980 | 73,585,814 |  |  |  |  |
|  |  | 363,249,278 | 358,491,729 |  |  |  |  |
| Industrials (18.6\%) |  |  |  |  |  |  |  |
| Boyd Group Services Inc. | 118,394 | 18,580,327 | 24,763,289 |  |  |  |  |
| CAE Inc. | 419,578 | 10,648,401 | 10,988,748 |  |  |  |  |
| Canadian National Railway Co. | 395,875 | 61,056,071 | 63,672,535 |  |  |  |  |
| Canadian Pacific Railway Co. | 417,758 | 33,932,197 | 42,172,670 |  |  |  |  |
| Finning International Inc. | 466,958 | 12,662,023 | 15,717,806 |  |  |  |  |
| Ritchie Bros. Auctioneers Inc. | 117,571 | 9,111,908 | 9,195,228 |  |  |  |  |
| TFI International Inc. | 122,406 | 11,483,978 | 16,599,478 |  |  |  |  |
| Thomson Reuters Corp. | 84,225 | 11,512,659 | 13,009,394 |  |  |  |  |
| Toromont Industries Ltd. | 177,797 | 18,625,221 | 17,372,545 |  |  |  |  |
|  |  | 187,612,785 | 213,491,693 |  |  |  |  |
| Information Technology (7.9\%) |  |  |  |  |  |  |  |
| CGI Group Inc., Class A | 279,550 | 24,399,520 | 32,626,280 |  |  |  |  |
| Constellation Software Inc. | 23,229 | 48,850,177 | 49,105,177 |  |  |  |  |
| Shopity Inc., Class A | 197,001 | 32,904,722 | 9,261,017 |  |  |  |  |
|  |  | 106,154,419 | 90,992,474 |  |  |  |  |
| Materials (9.7\%) |  |  |  |  |  |  |  |
| Agnico-Eagle Mines Ltd. | 152,293 | 11,283,891 | 10,715,335 |  |  |  |  |
| Barrick Gold Corp. | 263,265 | 7,608,859 | 6,110,381 |  |  |  |  |
| CCL Industries Inc., Class B | 407,147 | 23,768,368 | 23,549,382 |  |  |  |  |
| First Quantum Minerals Ltd. | 269,343 | 8,312,189 | 7,619,713 |  |  |  |  |
| Franco-Nevada Corp. | 109,381 | 13,319,337 | 20,188,451 |  |  |  |  |
| Nutrien Ltd. | 310,941 | 29,662,552 | 30,736,518 |  |  |  |  |
| Wheaton Precious Metals Corp. | 246,650 | 13,012,756 | 13,047,785 |  |  |  |  |
|  |  | 106,967,952 | 111,967,565 |  |  |  |  |

## NBI Canadian High Conviction Equity Private Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Advisor Series |  | Series F/Private Series |  | Series F5 |  | Series N |  | Series NR |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 3,159 | 2,479 | 173,919 | 102,375 | 231 | 210 | 793,846 | 550,923 | 8,638 | 6,152 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (20) | 658 | $(5,245)$ | 36,457 | (12) | 60 | $(19,173)$ | 177,952 | (196) | 1,966 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 8,024 | 769 | 97,418 | 60,651 | 123 | - | 263,586 | 176,085 | 3,838 | 2,259 |
| Reinvestments of distributions to holders of redeemable units |  | 44 | 22 | 1,614 | 631 | 6 | 2 | 20,933 | 15,093 | 212 |  |
| Redemption of redeemable units |  | $(4,248)$ | (745) | $(78,807)$ | $(23,386)$ | (81) | (31) | $(335,557)$ | $(111,032)$ | $(4,947)$ | $(1,522)$ |
| Total redeemable units transactions |  | 3,820 | 46 | 20,225 | 37,896 | 48 | (29) | $(51,038)$ | 80,146 | (897) | 914 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 45 | 24 | 4,344 | 2,809 | 6 | 5 | 21,043 | 15,175 | 227 | 167 |
| Return of capital |  |  | - |  | - | 8 | 5 |  | - | 315 | 227 |
| Total distributions to investors |  | 45 | 24 | 4,344 | 2,809 | 14 | 10 | 21,043 | 15,175 | 542 | 394 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 3,755 | 680 | 10,636 | 71,544 | 22 | 21 | $(91,254)$ | 242,923 | $(1,635)$ | 2,486 |
| Net assets attributable to holders of redeemable units, end of the year |  | 6,914 | 3,159 | 184,555 | 173,919 | 253 | 231 | 702,592 | 793,846 | 7,003 | 8,638 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 250,312 | 251,347 | 12,322,676 | 9,314,204 | 20,951 | 23,736 | 55,820,130 | 49,701,812 | 800,125 | 707,460 |
| Redeemable units issued |  | 662,429 | 67,315 | 6,897,647 | 4,768,550 | 10,826 |  | 18,293,758 | 13,674,267 | 358,995 | 226,751 |
| Redeemable units issued on reinvestments |  | 3,556 | 1,742 | 118,688 | 44,935 | 555 | 173 | 1,556,765 | 1,067,460 | 20,489 | 17,836 |
| Redeemable units redeemed |  | $(347,377)$ | $(70,092)$ | $(5,666,447)$ | $(1,805,013)$ | $(7,705)$ | $(2,958)$ | $(23,963,859)$ | $(8,623,409)$ | $(476,184)$ | $(151,922)$ |
| Redeemable units outstanding, end of the year |  | 568,920 | 250,312 | 13,672,564 | 12,322,676 | 24,627 | 20,951 | 51,706,794 | 55,820,130 | 703,425 | 800,125 |


|  |  | Serie |  | Series | PW | Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 2 | 1 | 972,354 | 598,948 | 101,947 | 82,454 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (1) | 1 | $(19,647)$ | 206,703 | (989) | 25,367 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | - | - | 196,351 | 270,044 | 20,616 | 14,498 |
| Reinvestments of distributions to holders of redeemable units |  | - | - | 25,945 | 17,819 | 2,803 | 2,390 |
| Redemption of redeemable units |  | - | - | (153,605) | $(103,106)$ | $(20,174)$ | $(20,351)$ |
| Total redeemable units transactions |  | - | - | 68,691 | 184,757 | 3,245 | $(3,463)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |
| Net investment income |  | - | - | 26,349 | 18,054 | 2,822 | 2,411 |
| Total distributions to investors |  |  | - | 26,349 | 18,054 | 2,822 | 2,411 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (1) | 1 | 22,695 | 373,406 | (566) | 19,493 |
| Net assets attributable to holders of redeemable units, end of the year |  | 1 | 2 | 995,049 | 972,354 | 101,381 | 101,947 |
| Redeemable unit transactions |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 175 | 168 | 47,704,558 | 37,641,221 | 6,597,380 | 6,826,639 |
| Redeemable units issued |  |  |  | 9,678,331 | 14,665,889 | 1,390,188 | 1,052,957 |
| Redeemable units issued on reinvestments |  | 10 | 7 | 1,326,969 | 940,355 | 188,629 | 167,004 |
| Redeemable units redeemed |  | . | - | (7,660,224) | $(5,542,907)$ | $(1,317,629)$ | (1,449,220) |
| Redeemable units outstanding, end of the year |  | 185 | 175 | 51,049,634 | 47,704,558 | 6,858,568 | 6,597,380 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes
$\left.\begin{array}{crr}\text { Note } & 2022 & 2021 \\ 2 & \$ & \$ \\ & & \\ & (45,283) & 449,164 \\ & (78,634) & (44,085) \\ & (12) & (4) \\ & 6\end{array}\right)$

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Canadian High Conviction Equity Private Portfolio's investment objective is to provide long-term capital growth. The fund invests, directly or through investments in securities of other mutual funds, in a portfolio that consists primarily of common shares of Canadian companies selected using a high conviction investment approach

The portfolio manager selects a portfolio of securities of well-established companies with long-term growth prospects, relying on its convictions to select portfolio securities. In applying this high conviction investment approach, industry and geographic allocation and the weighting of each security in the portfolio will generally differ significantly from the allocation and weighting in the fund's reference index. It is expected that investments in foreign securities will not exceed approximately $10 \%$ of the Fund's assets.

General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | A | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | A | A | 0.45 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series N | October 30, 2015 | A | A | 0.20 | 0.15 |
| Series NR | October 30, 2015 | M | A | 0.20 | 0.15 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series PW | May 21, 2015 | Q | A | * | * |
| Series PWO | May 21, 2015 | Q | A | * | * |
| Private Series | November 28, 2016 | A | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

## Advisor Series

Series F/Private Series
Series F5
Series N
Series NR
Series T5
Series PW
Series PWO

Advisor Series
Series F/Private Series
Series F5
Series N
Series NR
Series T5
Series PW
Series PWO

Structured Entities (Note 2)
(in thousands Canadian dollars)

| As at December 31, 2021 |  |  |
| ---: | ---: | ---: |
| Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ | $\$$ |
| 12.62 | - | 12.62 |
| 14.11 | - | 14.11 |
| 11.05 | - | 11.05 |
| 14.22 | - | 14.22 |
| 10.80 | - | 10.80 |
| 8.62 | - | 8.62 |
| 20.38 | - | 20.38 |
| 15.45 | - | 15.45 |

Trust Unit

| As at December 31, 2022 |  |  |
| ---: | ---: | ---: |
| Transactional <br> Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
|  | $\$$ | $\$$ |
| 12.15 | - | 12.15 |
| 13.50 | - | 13.50 |
| 10.27 | - | 10.27 |
| 13.59 | - | 13.59 |
| 9.96 | - | 9.96 |
| 7.92 | - | 7.92 |
| 19.49 | - | 19.49 |
| 14.78 | - | 14.78 |



During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Common shares | 2,011,243,439 |  |  | 2,011,243,439 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31 , $2021$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 542 | 561 |
| Related Entities | 33 | 48 |
| Soft Dollars | 75 | 75 |

## Positions Held by Related Parties (Note 8)



## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, <br> 2022 <br>  <br> Capital LossesDecember 31, <br> 2021 |
| :--- | ---: | ---: |
| 10,740 | 10,740 |



## NBI North American Dividend Private Portfolio

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | December 31, 2022 | December 31, $2021$ |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 62,763 | 63,028 |
| Cash |  | 810 | 2,910 |
| Subscriptions receivable |  | 3 | 51 |
| Proceeds from sale of investments receivable |  |  | 8 |
| Dividends receivable |  | 98 | 99 |
| Total assets |  | 63,674 | 66,096 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Redeemed units payable |  | 3 | 35 |
| Investments payable |  | 190 | - |
| Accrued expenses |  | 60 | 61 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 63,421 | 66,000 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 23,939 | 23,536 |
| Series F |  | 30,518 | 32,332 |
| Series F5 |  | 7,952 | 8,896 |
| Series T5 |  | 1,012 | 1,236 |
|  |  | 63,421 | 66,000 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 14.88 | 16.18 |
| Series F |  | 14.89 | 16.21 |
| Series F5 |  | 11.53 | 13.02 |
| Series T5 |  | 10.58 | 12.10 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |


| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 3 |  |
| Dividends income |  | 1,723 | 1,574 |
| Other income |  | 50 |  |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 3,404 | 1,889 |
| Net realized gains (losses) on foreign currencies |  | 19 | (8) |
| Change in net unrealized appreciation/depreciation on investments |  | $(7,418)$ | 9,469 |
| Change in unrealized gains/losses on foreign currencies |  | 5 | 14 |
| Total income |  | $(2,214)$ | 12,938 |
| Expenses | 8 |  |  |
| Management fees |  | 597 | 558 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 107 | 101 |
| Fees paid by the manager |  | (2) | (2) |
| Withholding taxes | 2 | 125 | 115 |
| Transaction costs on purchase and sale of investments | 8 | 8 | 10 |
| Total expenses |  | 837 | 784 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,051)$ | 12,154 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(1,252)$ | 4,072 |
| Series F |  | $(1,352)$ | 6,113 |
| Series F5 |  | (383) | 1,723 |
| Series T5 |  | (64) | 246 |
|  |  | $(3,051)$ | 12,154 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 1,513,019 | 1,387,643 |
| Series F |  | 2,022,234 | 1,957,416 |
| Series F5 |  | 680,325 | 673,368 |
| Series T5 |  | 97,519 | 109,429 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (0.83) | 2.94 |
| Series F |  | (0.67) | 3.12 |
| Series F5 |  | (0.56) | 2.56 |
| Series T5 |  | (0.65) | 2.25 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Total distributions to investors

Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| ---: | ---: |
| $\mathbf{\$}$ | $\$$ |
| $(3,051)$ | 12,154 |
| $(3,404)$ | $(1,889)$ |
| $(19)$ | 8 |
| 7,418 | $(9,469)$ |
| $(5)$ | $(14)$ |
| $(14,068)$ | $(9,012)$ |
| 10,517 | 9,538 |
| 1 | $(29)$ |
| $(1)$ | 13 |
| $(2,612)$ | 1,300 |

2

| (794) | (519) |
| :---: | :---: |
| 6,223 | 7,627 |
| $(4,941)$ | $(6,159)$ |
| 488 | 949 |
| 19 | (8) |
| 5 | 14 |
| $(2,124)$ | 2,249 |
| 2,910 | 655 |
| 810 | 2,910 |
| 3 | - |
| 1,599 | 1,430 |

## Fund Specific Notes

## Investment Objective and Strategies

The NBI North American Dividend Private Portfolio's investment objective is to maximize long-term capital growth potential and generate high dividend income. The Fund invests, directly or through investments in securities of other mutual funds, in a portfolio consisting primarily of equity securities of Canadian and U.S. companies that pay dividends.

The portfolio manager incorporates a growth-at-a-reasonable-price approach with a long-term investment horizon, when selecting securities for the Fund. Fundamental research is also conducted to identify securities with growth potential not recognized by the market that are trading at attractive prices.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Securities Lending (Note 2)

(in thousands Canadian dollars)
December 31, December 31,

Value of Securities Lent
Value of Collateral

| 2022 | 2021 |
| ---: | ---: |
|  | $\$$ |
| 831 | 1,287 |
| 848 | 1,313 |



The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 1.0 | 4.5 |
| Communication Services | 6.8 | 4.3 |
| Consumer Discretionary | 7.4 | 6.5 |
| Consumer Staples | 13.7 | 12.2 |
| Energy | 5.9 | 5.4 |
| Financials | 21.2 | 19.2 |
| Health Care | 11.1 | 9.7 |
| Industrials | 12.0 | 12.0 |
| Information Technology | 17.2 | 18.9 |
| Materials | 3.7 | 7.3 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 62,763,274 |  | . | 62,763,274 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Common shares | $63,028,094$ | - | - | $63,028,094$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |
| 8 | 6 |

Losses (Note 9)
(in thousands Canadian dollars)

| in | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Capital Losses | - | 400 |

(in Canadian dollars)

|  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |  | Number of shares | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Equities (99.0\%) |  |  |  | Microsoft Corp. | 5,584 | 458,097 | 1,813,082 |
| Communication Services (6.8\%) |  |  |  | Open Text Corp. | 28,826 | 1,224,240 | 1,156,499 |
| Comcast Corp., Class A | 24,138 | 1,086,625 | 1,142,181 | Oracle Corp. | 15,700 | 1,056,010 | 1,737,484 |
| TELUS Corp. | 82,139 | 1,999,584 | 2,146,292 |  |  | 7,506,280 | 10,874,828 |
| Verizon Communications Inc. | 19,470 | 1,494,192 | 1,038,601 |  |  |  |  |
|  |  | 4,580,401 | 4,327,074 | Materials (3.7\%) |  |  |  |
|  |  |  |  | Air Liquide, ADR | 21,329 | 837,328 | 816,723 |
| Consumer Discretionary (7.4\%) |  |  |  | CCL Industries Inc., Class B | 11,980 | 596,239 | 692,923 |
| Gildan Activewear Inc. | 19,158 | 675,906 | 710,379 | Franco-Nevada Corp. | 4,437 | 742,490 | 818,937 |
| LCI Industries | 10,930 | 1,619,238 | 1,368,087 |  |  | 2,176,057 | 2,328,583 |
| Magna International Inc. | 14,038 | 916,798 | 1,067,730 |  |  |  |  |
| Restaurant Brands International Inc. | 17,400 | 1,366,237 | 1,523,718 | Total Equities |  | 49,469,094 | 62,763,274 |
|  |  | 4,578,179 | 4,669,914 |  |  |  |  |
| Consumer Staples (13.7\%) |  |  |  | Total Investments (99.0\%) |  | 49,469,094 * | 62,763,274 |
| Alimentation Couche-Tard Inc. | 20,780 | 648,885 | 1,236,410 |  |  |  |  |
| Empire Company Ltd., Class A | 17,790 | 592,131 | 634,391 | Cash and Other Net Assets (1.0\%) |  |  | 657,835 |
| Metro Inc. | 9,924 | 415,087 | 744,002 |  |  |  |  |
| Mondelez International Inc. | 16,974 | 1,144,150 | 1,531,690 | Net Assets (100\%) |  |  | 63,421,109 |
| PepsiCo Inc. | 8,637 | 1,204,343 | 2,112,572 | Net Assets (100\%) |  |  | 63,421,109 |
| Premium Brands Holdings Corp. | 9,276 | 868,821 | 763,229 |  |  |  |  |
| Saputo Inc. | 17,910 | 735,036 | 600,343 | is $\$ 42,316,021$. |  |  |  |
| Unilever PLC, ADR | 15,860 | 1,064,009 | 1,081,158 |  |  |  |  |
|  |  | 6,672,462 | 8,703,795 |  |  |  |  |
| Energy (5.9\%) |  |  |  |  |  |  |  |
| Enbridge Inc. | 37,510 | 1,901,616 | 1,985,029 |  |  |  |  |
| Pembina Pipeline Corporation | 17,878 | 722,086 | 821,673 |  |  |  |  |
| TC Energy Corp. | 17,210 | 1,002,997 | 928,996 |  |  |  |  |
|  |  | 3,626,699 | 3,735,698 |  |  |  |  |
| Financials (21.2\%) |  |  |  |  |  |  |  |
| American Financial Group Inc. | 7,760 | 725,924 | 1,442,300 |  |  |  |  |
| AXA, ADR | 36,570 | 1,240,060 | 1,379,903 |  |  |  |  |
| Bank of Montreal | 7,600 | 1,007,997 | 932,216 |  |  |  |  |
| Bank OZK | 30,950 | 1,311,837 | 1,678,642 |  |  |  |  |
| Brookfield Asset Management Ltd. | 6,434 | 271,060 | 249,446 |  |  |  |  |
| Brookfield Corp. | 25,727 | 737,409 | 1,095,456 |  |  |  |  |
| iA Financial Corp Inc. | 8,320 | 534,205 | 659,526 |  |  |  |  |
| Intact Financial Corp. | 5,344 | 531,772 | 1,041,599 |  |  |  |  |
| J. P. Morgan Chase \& Co. | 5,127 | 524,116 | 930,917 |  |  |  |  |
| Manulife Financial Corp. | 56,236 | 1,268,341 | 1,358,099 |  |  |  |  |
| National Bank of Canada | 10,072 | 908,122 | 918,869 |  |  |  |  |
| Scotiabank | 26,894 | 1,935,081 | 1,784,148 |  |  |  |  |
|  |  | 10,995,924 | 13,471,121 |  |  |  |  |
| Health Care (11.1\%) |  |  |  |  |  |  |  |
| Abbott Laboratories | 11,090 | 1,298,498 | 1,649,070 |  |  |  |  |
| Becton Dickinson and Co. | 3,872 | 930,201 | 1,333,117 |  |  |  |  |
| Roche Holding AG, ADR | 16,360 | 953,155 | 867,165 |  |  |  |  |
| UnitedHealth Group Inc. | 4,408 | 934,854 | 3,164,647 |  |  |  |  |
|  |  | 4,116,708 | 7,013,999 |  |  |  |  |
| Industrials (12.0\%) |  |  |  |  |  |  |  |
| Boyd Group Services Inc. | 2,410 | 529,600 | 504,076 |  |  |  |  |
| CAE Inc. | 20,295 | 395,139 | 531,526 |  |  |  |  |
| Canadian National Railway Co. | 10,745 | 1,097,678 | 1,728,226 |  |  |  |  |
| SNC-Lavalin Group Inc. | 25,058 | 916,272 | 597,884 |  |  |  |  |
| Stantec Inc. | 16,199 | 528,835 | 1,050,991 |  |  |  |  |
| Thomson Reuters Corp. | 8,416 | 518,232 | 1,299,935 |  |  |  |  |
| Transcontinental Inc., Class A | 46,470 | 874,599 | 710,062 |  |  |  |  |
| WSP Global Group Inc. | 7,738 | 356,029 | 1,215,562 |  |  |  |  |
|  |  | 5,216,384 | 7,638,262 |  |  |  |  |
| Information Technology (17.2\%) |  |  |  |  |  |  |  |
| Cognizant Technology Solutions Corp., Class A | 19,700 | 1,860,389 | 1,525,629 |  |  |  |  |
| Enghouse Systems Ltd. | 24,390 | 891,732 | 877,308 |  |  |  |  |
| Fiserv Inc. | 9,178 | 643,040 | 1,255,905 |  |  |  |  |
| MasterCard Inc., Class A | 5,329 | 1,372,772 | 2,508,921 |  |  |  |  |

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## NBI U.S. Equity Private Portfolio

Financial Statements

## Statements of Comprehensive Income for the Years Ended December 31

(in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


The accompanying notes are an integral part of these financial statements.

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (continued) (in thousands Canadian dollars, except per unit amounts)

|  |  | Series PWO |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  | Note | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 12,594 | 13,565 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,453)$ | 4,059 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 350 | - |
| Reinvestments of distributions to holders of redeemable units |  | 503 | 2,052 |
| Redemption of redeemable units |  | $(2,303)$ | $(5,030)$ |
| Total redeemable units transactions |  | $(1,450)$ | $(2,978)$ |
| Distributions to investors | 2 |  |  |
| Net investment income |  | 110 | 98 |
| Net realized gain |  | 393 | 1,954 |
| Total distributions to investors |  | 503 | 2,052 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,406)$ | (971) |
| Net assets attributable to holders of redeemable units, end of the year |  | 9,188 | 12,594 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 276,831 | 346,409 |
| Redeemable units issued |  | 8,237 |  |
| Redeemable units issued on reinvestments |  | 13,021 | 44,155 |
| Redeemable units redeemed |  | $(56,809)$ | $(113,733)$ |
| Redeemable units outstanding, end of the year |  | 241,280 | 276,831 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(251,445)$ | 514,446 |
|  | $(63,630)$ | $(290,092)$ |
|  | $(1,179)$ | (587) |
|  | (265) | 30 |
|  | 336,718 | $(215,041)$ |
|  | (449) | 489 |
|  | (4) | 2 |
|  | $(1,208,706)$ | $(1,553,859)$ |
|  | 822,032 | 1,143,716 |
|  | $(1,270)$ | (816) |
|  | (3) | 221 |
|  | $(368,201)$ | $(401,491)$ |
| 2 |  |  |
|  | $(1,391)$ | $(2,759)$ |
|  | 712,110 | 640,239 |
|  | $(352,659)$ | $(225,345)$ |
|  | 358,060 | 412,135 |
|  | 1,179 | 587 |
|  | 449 | (489) |
|  | $(10,141)$ | 10,644 |
|  | 27,282 | 16,540 |
|  | 18,769 | 27,282 |
|  | 4,109 | 434 |
|  | 20,906 | 13,542 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI U.S. Equity Private Portfolio's investment objective is to provide long-term capital growth. The Fund invests, directly or through investments in securities of other mutual funds, in a diversified portfolio consisting primarily of common shares of U.S. companies.
The portfolio manager uses a mix of strategies to select portfolio investments for the fund and to diversify across the primary sectors. The portfolio manager applies a bottom-up, fundamental investment style and selects quality, growth-oriented companies as long-term holdings. The portfolio manager applies a bottom-up, fundamental investment style with a focus on growth.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | A | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | A | A | 0.45 | 0.15 |
| Series FH | June 22, 2021 | A | A | 0.45 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series H | June 22, 2021 | A | A | 1.45 | 0.15 |
| Series N | October 30, 2015 | A | A | 0.30 | 0.15 |
| Series NR | October 30, 2015 | M | A | 0.30 | 0.15 |
| Series 0 | May 19, 2020 | A | A |  | 0.02 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series PW | May 21,2015 | Q | A | * | * |
| Series PWO | May 21, 2015 | Q | A | * |  |
| Private Series | November 28, 2016 | A | A | * |  |
| Private Series | June 22, 2021 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per
Securities (Note 2)

## Advisor Series

Series F/Private Series
Series FH/Private Series
Series F5
Series H
Series $N$
Series NR
Series 0
Series 75
Series PW
Series PWO

Advisor Series
Series F/Private Series
Series FH/Private Series
Series F5
Series H
Series $N$
Series NR
Series 0
Series T5
Series PW
Series PWO

| As at December 31, 2022 |  |  |
| :---: | :---: | :---: |
| Transactional |  |  |
| Net Asset Value | Adjustment | Net Asset |
| Per Unit | Per Unit | Per Unit |
| \$ | \$ | \$ |
| 19.27 | - | 19.27 |
| 20.93 | - | 20.93 |
| 8.68 | - | 8.68 |
| 14.80 | - | 14.80 |
| 8.52 | - | 8.52 |
| 19.71 | - | 19.71 |
| 13.56 | - | 13.56 |
| 12.22 | - | 12.22 |
| 14.34 | - | 14.34 |
| 22.01 | - | 22.01 |
| 38.08 | - | 38.08 |
| As at December 31, 2021 |  |  |
| Transactional |  |  |
| Net Asset Value | Adjustment | Net Asset |
| Per Unit | Per Unit | Per Unit |
| \$ | \$ | \$ |
| 22.80 | - | 22.80 |
| 24.68 | - | 24.68 |
| 10.75 | - | 10.75 |
| 18.58 | - | 18.58 |
| 10.68 | - | 10.68 |
| 23.38 | - | 23.38 |
| 17.20 | - | 17.20 |
| 14.40 | - | 14.40 |
| 17.89 | - | 17.89 |
| 26.29 | - | 26.29 |
| 45.49 | - | 45.49 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 111,712,642 (\$ 106,572,446 as at December 31, 2021).

Price Risk (Note 5)

variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.


During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 2,103,703,309 | - | - | 2,103,703,309 |
| Derivatives assets |  | 165,852 | - | 165,852 |
| Derivatives liabilities | - | $(168,193)$ | - | $(168,193)$ |
| Total derivatives instruments | - | $(2,341)$ | - | $(2,341)$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)

| (in thousands Canadian dollars) | December 31, <br>  <br>  <br>  <br> Total Commissions | December 31, <br> 2022 |
| :--- | ---: | ---: |
| Soft Dollars | 550 | $\$$ |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units Held by National Bank Investments inc. | \% | Units Held by National Bank Investments inc. | \% |
| Series F | 50 | - | 48 |  |
| Series FH | 214 | - | 107 | 50 |
| Series H | 15,832 | 100 | 15,832 | 100 |
| Series 0 | 118 | . | 113 |  |
| Series T5 | 180 | 100 | 166 | 8 |
|  | December 31, 2022 |  | December 31, 2021 |  |
|  | Units Held by |  | Units Held by |  |
|  | Trust National | \% | Trust National | \% |
|  | Bank |  | Bank |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
| $\$$ | $\$$ |  |

## Equities (99.1\%)

Communication Services (7.9\%)
Alphabet Inc., Class A
Meta Platforms, Inc., Class A

| 714,967 | $93,615,788$ | $85,406,095$ |
| ---: | ---: | ---: |
| 402,693 | $108,701,763$ | $65,61,096$ |
| 65,045 | $35,912,191$ |  |
|  | $238,229,742$ |  |
|  |  | $276,968,438$ |

Consumer Discretionary (10.
Amazon.com Inc.
Five Below Inc.
TJX Companies Inc.
Consumer Staples (7.8\%)
Lamb Weston Holdings Inc.

Lamb Weston Holdings
Wal-Mart Stores Inc.

| $1,042,572$ | $165,784,860$ | $118,569,211$ |
| ---: | ---: | ---: |
| 278,693 | $61,019,456$ | $66,737,022$ |
| 392,892 | $31,780,943$ | $42,342,144$ |
|  | $258,585,259$ |  |
|  |  | $227,648,377$ |

## Energy (4.0\%) <br> EOG Resources Inc.

Financials (12.1\%)
CME Group Inc., Class A
Cullen/Frost Bankers Inc.
Interactive Brokers Group Inc, Class A
Marsh \& McLennan Cos Inc.

| 639,243 | 46,097,752 | 77,338,497 |
| :---: | :---: | :---: |
| 504,572 | 96,962,230 | 96,862,425 |
|  | 143,059,982 | 174,200,922 |

Health Care (16.0\%)
Health Care (16.0\%)
Amgen Inc.
Charles River Laboratories International Inc.
Danaher Corp.
Envista Holdings Corp.

| 248,703 | $73,763,068$ | $88,435,876$ |
| ---: | ---: | ---: |
| 141,170 | $47,605,801$ | $41,601,369$ |
| 386,914 | $103,814,218$ | $139,080,280$ |
| $1,958,538$ | $100,549,598$ | $89,281,547$ |
|  | $325,732,685$ |  |
|  |  | $358,399,072$ |

Industrials (9.0\%)
Nordson Corp.
Rockwell Automation
Waste Connections Inc.

| 116,582 | $35,038,419$ | $37,521,813$ |
| :--- | ---: | ---: |
| 155,575 | $46,345,717$ | $54,252,740$ |
| 610,498 | $93,897,810$ | $109,567,897$$175,281,946$$201,342,450$ |



[^12]
## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

Hedging Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| March 22, 2023 | 1.3610 | USD | 211,000 | 285,477 | CAD | 287,164 | 287,164 | 1,687 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  |  |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 | Depreciation <br> (CAD) |
| March 22, 2023 | 1.3522 | USD | 214,000 | 289,536 | CAD | 289,365 | 289,365 | (171) |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 1,516 |

## NBI U.S. High Conviction Equity Private Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## NBI U.S. High Conviction Equity Private Portfolio

Financial Statements

Statements of Comprehensive Income for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  |  | (in thousands Canadian dollars, except per unit amounts) |  |  |  | 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 |  | Note | 2022 |  |
|  |  | \$ | \$ |  |  | \$ |  |
| Income | 2 |  |  |  |  |  |  |
|  |  |  |  | Average number of units | 2 |  |  |
| Interest income for distribution purposes |  | 183 | 30 | Advisor Series |  | 4,047,438 | 3,745,378 |
| Dividends income |  | 36,372 | 30,067 | Series F/Private Series |  | 40,042,801 | 35,687,719 |
| Other income |  | 1,090 | 876 | Series FH |  | 7,674,238 | 3,969,133 |
| Changes in fair value |  |  |  | Series F5 |  | 770,836 | 802,349 |
| Net realized gains (losses) on sale of investments |  | 134,437 | 38,005 | Series H |  | 282,569 | 244,136 |
| Net realized gains (losses) on foreign currencies |  | 310 | 768 | Series N |  | 28,892,054 | 34,138,294 |
| Net realized gains (losses) on forwards currency |  | $(9,590)$ | 1,228 | Series NR |  | 455,322 | 523,540 |
| Change in net unrealized appreciation/depreciation on |  |  |  | Series T5 |  | 93,969 | 91,361 |
| investments |  | $(456,715)$ | 721,043 | Series PW |  | 17,038,600 | 16,337,581 |
| Change in unrealized gains/losses on foreign currencies |  | 14 | (14) | Series PWH |  | 249 | 248 |
| Change in unrealized gains/losses on forwards currency |  | 2,220 | $(1,369)$ | Series PWO |  | 538,778 | 623,155 |
|  |  |  |  | Series PWOH |  | 253 | 251 |
| Total income |  | $(291,679)$ | 790,634 |  |  |  |  |
| Expenses | 8 |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
|  |  |  |  | Advisor Series |  | (2.71) | 6.34 |
| Management fees |  | 12,917 | 11,985 | Series F/Private Series |  | (3.05) | 7.29 |
| Directors' fees of independent review committee |  | 2 | 2 | Series FH |  | (0.71) | 5.76 |
| Fixed-administration fees |  | 4,243 | 4,025 | Series F5 |  | (2.42) | 5.50 |
| Fees paid by the manager |  | (2) | (2) | Series H |  | (3.55) | 5.00 |
| Withholding taxes | 2 | 4,883 | 4,315 | Series N |  | (2.99) | 6.86 |
| Transaction costs on purchase and sale of investments | 8 | 119 | 79 | Series NR |  | (2.22) | 5.23 |
|  |  |  |  | Series T5 |  | (2.24) | 4.81 |
| Total expenses |  | 22,162 | 20,404 | Series PW |  | (4.77) | 12.91 |
|  |  |  |  | Series PWH |  | (3.71) | 5.65 |
| Increase (decrease) in net assets attributable to holders of |  |  |  | Series PWO |  | (6.08) | 15.50 |
| redeemable units |  | $\underline{(313,841)}$ | $\underline{ } 770,230$ | Series PWOH |  | (3.65) | 5.73 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  | Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series (USD) | 2 |  |  |
| Advisor Series |  | $(10,968)$ | 23,743 | Advisor Series |  | (2.08) | 5.06 |
| Series F/Private Series |  | $(122,290)$ | 260,116 | Series F/Private Series |  | (2.34) | 5.82 |
| Series FH |  | $(5,474)$ | 22,878 | Series FH |  |  |  |
| Series F5 |  | $(1,866)$ | 4,412 | Series F5 |  | (1.86) | 4.39 |
| Series H |  | $(1,004)$ | 1,220 | Series H |  | (1.86) |  |
| Series N |  | $(86,446)$ | 234,040 | Series N |  | (2.30) | 5.47 |
| Series NR |  | $(1,010)$ | 2,735 | Series NR |  | (1.71) | 4.17 |
| Series T5 |  | (210) | 438 | Series T5 |  | (1.72) | 3.84 |
| Series PW |  | $(81,297)$ | 210,983 | Series PW |  | (3.67) | 10.30 |
| Series PWH |  | (1) | 2 | Series PWH |  | - |  |
| Series PWO |  | $(3,274)$ | 9,661 | Series PWO |  | (4.67) | 12.37 |
| Series PWOH |  | (1) | 2 | Series PWOH |  | - | - |
|  |  | $\stackrel{(313,841)}{ }$ | $\xrightarrow{770,230}$ |  |  |  |  |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Advisor Series |  | Series F/Private Series |  | Series FH |  | Series F5 |  | Series H |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 104,485 | 70,741 | 1,133,728 | 691,371 | 106,689 | 54,423 | 17,661 | 14,890 | 5,362 | 4,961 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(10,968)$ | 23,743 | $(122,290)$ | 260,116 | $(5,474)$ | 22,878 | $(1,866)$ | 4,412 | $(1,004)$ | 1,220 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 16,220 | 20,002 | 333,092 | 373,188 | 245,838 | 58,709 | 2,555 | 3,261 | 2,293 | 1,469 |
| Reinvestments of distributions to holders of redeemable units |  |  |  | 2,633 | 1,409 |  |  | 180 | 180 |  |  |
| Redemption of redeemable units |  | $(12,999)$ | $(10,001)$ | $(402,822)$ | $(190,231)$ | $(40,755)$ | $(29,301)$ | $(3,978)$ | $(4,377)$ | $(1,403)$ | $(2,288)$ |
| Total redeemable units transactions |  | 3,221 | 10,001 | $(67,097)$ | 184,366 | 205,325 | 29,493 | $(1,243)$ | (936) | 890 | (819) |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | - | - | 4,102 | 2,125 | 353 | 105 | 66 | 45 | - | - |
| Return of capital |  | - | - | - | - |  | - | 789 | 660 | - | - |
| Total distributions to investors |  | - | - | 4,102 | 2,125 | 353 | 105 | 855 | 705 | - | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(7,747)$ | 33,744 | $(193,489)$ | 442,357 | 199,498 | 52,266 | $(3,964)$ | 2,771 | (114) | 401 |
| Net assets attributable to holders of redeemable units, end of the year |  | 96,738 | 104,485 | 940,239 | 1,133,728 | 306,187 | 106,689 | 13,697 | 17,661 | 5,248 | 5,362 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 3,918,241 | 3,467,241 | 38,743,715 | 31,176,896 | 4,641,144 | 3,125,102 | 793,056 | 844,982 | 242,059 | 292,671 |
| Redeemable units issued |  | 688,431 | 889,814 | 12,824,979 | 15,204,723 | 13,421,252 | 3,022,942 | 132,760 | 170,700 | 118,394 | 76,515 |
| Redeemable units issued on reinvestments |  |  |  | 98,766 | 48,144 | 12,550 | 3,748 | 9,501 | 9,241 | - | - |
| Redeemable units redeemed |  | $(552,574)$ | $(438,814)$ | (16,011,954) | $(7,686,048)$ | $(2,118,588)$ | $(1,510,648)$ | $(214,791)$ | $(231,867)$ | $(73,791)$ | $(127,127)$ |
| Redeemable units outstanding, end of the year |  | 4,054,098 | 3,918,241 | 35,655,506 | 38,743,715 | 15,956,358 | 4,641,144 | 720,526 | 793,056 | 286,662 | 242,059 |



[^13]Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (continued) (in thousands Canadian dollars, except per unit amounts)

|  |  | Series |  | Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 34,985 | 29,490 | 6 | 4 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,274)$ | 9,661 | (1) | 2 |
| Redeemable units transactions | 6 |  |  |  |  |
| Proceeds from redeemable units issued |  | 3,724 | 8,831 | - | - |
| Reinvestments of distributions to holders of redeemable units |  | 292 | 269 | - | - |
| Redemption of redeemable units |  | $(7,727)$ | $(12,990)$ | . | - |
| Total redeemable units transactions |  | $(3,711)$ | $(3,890)$ | - | - |
| Distributions to investors | 2 |  |  |  |  |
| Net investment income |  | 294 | 276 | - |  |
| Total distributions to investors |  | 294 | 276 | - | - |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(7,279)$ | 5,495 | (1) | 2 |
| Net assets attributable to holders of redeemable units, end of the year |  | 27,706 | 34,985 | 5 | 6 |
| Redeemable unit transactions |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 561,504 | 624,232 | 253 | 251 |
| Redeemable units issued |  | 65,983 | 164,190 |  |  |
| Redeemable units issued on reinvestments |  | 5,420 | 4,926 | 2 | 2 |
| Redeemable units redeemed |  | $(139,384)$ | $(231,844)$ |  | - |
| Redeemable units outstanding, end of the year |  | 493,523 | 561,504 | 255 | 253 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes


## Fund Specific Notes

## Investment Obiective and Strategies

The NBI U.S. High Conviction Equity Private Portfolio's investment objective is to provide long-term capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio consisting primarily of common shares of U.S. companies selected using a high conviction investment approach.

The portfolio manager seeks undervalued shares in every sector, and also considers the quality and liquidity of the securities. The portfolio manager relies on its convictions to select securities. In applying this high conviction investment approach, the industry and geographic allocation and the weighting of each security in the Portfolio will generally differ significantly from the allocation and weighting in the Fund's reference index.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | A | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | A | A | 0.45 | 0.15 |
| Series FH | May 12, 2017 | A | A | 0.55 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series H | May 12, 2017 | A | A | 1.55 | 0.15 |
| Series N | October 30, 2015 | A | A | 0.30 | 0.15 |
| Series NR | October 30, 2015 | M | A | 0.30 | 0.15 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series PW | May 21, 2015 | Q | A | * | * |
| Series PWH | May 2, 2017 | A | A | * | * |
| Series PWO | May 21, 2015 | Q | A | * | * |
| Series PWOH | May 2, 2017 | A | A | * | * |
| Private Series | November 28, 2016 | A | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 23.86 | - | 23.86 |
| Series F/Private Series | 26.37 | - | 26.37 |
| Series FH | 19.19 | - | 19.19 |
| Series F5 | 19.01 | - | 19.01 |
| Series H | 18.31 | - | 18.31 |
| Series N | 24.91 | - | 24.91 |
| Series NR | 17.39 | - | 17.39 |
| Series T5 | 16.70 | - | 16.70 |
| Series PW | 46.36 | - | 46.36 |
| Series PWH | 19.11 |  | 19.11 |
| Series PWO | 56.14 | - | 56.14 |
| Series PWOH | 19.15 | - | 19.15 |


|  | As at December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 26.67 | - | 26.67 |
| Series F/Private Series | 29.26 | - | 29.26 |
| Series FH | 22.99 | - | 22.99 |
| Series F5 | 22.27 | - | 22.27 |
| Series H | 22.15 | - | 22.15 |
| Series N | 27.62 | - | 27.62 |
| Series NR | 20.58 | - | 20.58 |
| Series T5 | 19.78 | - | 19.78 |
| Series PW | 51.44 | - | 51.44 |
| Series PWH | 22.93 | - | 22.93 |
| Series PWO | 62.31 | - | 62.31 |
| Series PWOH | 22.97 | - | 22.97 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 2,577,843,861 | 89.0 | 3,127,956,217 | 95.9 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 128,892,193$ ( $\$ 156,397,811$ as at December 31,2021 ).

## Price Risk (Note 5)

The Fund's Benchmark
Composition
S\&P 500 Index TR (100\%) CA Londres
11:00

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: |
| Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | $\begin{array}{r} \hline \text { Percentage } \\ \text { of Net } \\ \text { Assets } \end{array}$ |
| \$ | \% | \$ |  |
| 265,288,589 | 9.2 | 6,152,295 | 9.4 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Sector | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 0.3 | 0.7 |
| Communication Services | 6.1 | 7.7 |
| Consumer Discretionary | 16.9 | 14.9 |
| Consumer Staples | 5.9 | 6.0 |
| Financials | 11.8 | 14.7 |
| Health Care | 14.7 | 12.2 |
| Industrials | 10.0 | 10.1 |
| Information Technology | 26.9 | 24.7 |
| Materials | 7.4 | 9.0 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Common shares | 2,886,274,794 | - | - | 2,886,274,794 |
| Derivatives assets | - | 351,528,025 | - | 351,528,025 |
| Derivatives liabilities | - | $(348,808,080)$ | - | $(348,808,080)$ |
| Total derivatives |  | 2,719,945 |  | 2,719,945 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 3,237,290,447 |  | - | 3,237,290,447 |
| Derivatives assets | - | 126,354,367 | - | 126,354,367 |
| Derivatives liabilities |  | (125,854,815) | - | (125,854,815) |
| Total derivatives instruments | . | 499,552 | - | 499,552 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

| (in thousands Canadian dollars) | December 31, <br>  <br>  <br>  <br>  <br> Total Commissions <br> 2022 | December 31, <br> 2021 |
| :--- | ---: | ---: |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  | Units | $\%$ | Units | $\%$ |  |
|  | - | - | 98 | - |  |
| Series F | 128 | - | 128 | - |  |
| Series FH | 239 | - | 239 | - |  |
| Series H | 94 | - |  |  |  |
| Series NR-U.S. $\$$ | 250 | 100 | 249 | 100 |  |
| Series PWH | 255 | 100 | 253 | 100 |  |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

| Number <br> of shares | Average <br> Cost | Fair <br> Value |
| ---: | ---: | ---: |
|  | $\$$ | $\$$ |

Equities (99.7\%)
Communication Services (6.1\%)
Alphabet Inc., Class A
$1,463,348 \xrightarrow{154,137,646} \xlongequal{174,803,645}$
Consumer Discretionary (16.9\%)
AutoZone Inc.
Lowe's Companies Inc.

Nike Inc., Class B
TJX Companies Inc.

Consumer Staples (5.9\%)
Colgate-Palmolive Co.
PepsiCo Inc.

Financials (11.8\%)
CME Group Inc., Class A
Moody's Corp.
MSCI Inc.

Health Care (14.7\%)
Becton Dickinson and Co.
Johnson \& Johnson

| 53,206 | $72,762,942$ | $177,554,795$ |
| ---: | ---: | ---: |
| 447,766 | $76,587,672$ | $120,791,404$ |
| 520,480 | $54,941,498$ | $82,461,404$ |
| $1,012,819$ | $68,343,812$ | $109,151,949$ |
|  | $272,635,924$ | $489,959,552$ |

UnitedHealth Group Inc.
433,353

513,939 \begin{tabular}{r}
$40,347,552$ <br>
\hline $82,702,430$ <br>
<br>
\hline

 

$123,049,982$ <br>
\hline

 

$46,227,403$ <br>
$125,707,204$ <br>
\hline $171,934,607$ <br>
\hline
\end{tabular}

Industrials (10.0\%)
Carrier Global Corp.
Graco Inc.
Middleby Corp.
Otis Worldwide Corp.

| $1,224,628$ | $35,208,176$ | $68,393,484$ |
| ---: | ---: | ---: |
| 827,515 | $49,519,761$ | $75,322,647$ |
| 374,222 | $58,636,917$ | $67,841,662$ |
| 732,507 | $55,426,291$ | $77,663,255$ |
|  | $198,791,145$ <br>  |  |


*Average cost of Investments as of December 31, 2021 is $\$ 1,787,987,959$.

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)
Hedging Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | Contract Rates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 1.3655 | USD | 243,770,839 | 330,010,295 | CAD | 332,879,807 | 332,879,807 | 2,869,512 |

Unrealized Depreciation on Foreign Exchange Contracts

|  | Currency to be Delivered |  |  |  | Currency to be Received |  |  | $\begin{array}{r} \text { Unrealized } \\ \text { Depreciation } \\ \text { (CAD) } \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 0.7325 | CAD | 9,125,807 | 9,125,807 | USD | 6,685,000 | 9,049,970 | $(75,837)$ |
| January 18, 2023 | 0.7330 | CAD | 9,671,978 | 9,671,978 | USD | 7,090,000 | 9,598,248 | $(73,730)$ |
|  |  |  |  |  |  |  |  | $(149,567)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 2,719,945 |
|  |  |  |  |  |  |  |  |  |

## NBI International High Conviction Equity Private Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \end{array}$ |  | Note | December 31, 2022 | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \$ \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |  |  |  |  |
| Assets |  |  |  | Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Current assets |  |  |  | Advisor Series |  | 16.33 | 19.30 |
| Investments | 5 | 1,218,828 | 1,356,408 | Series F/Private Series |  | 17.23 | 20.32 |
| Unrealized appreciation on foreign exchange contracts |  | 322 | 131 | Series FH |  | 15.52 | 18.21 |
| Cash |  | 335 | 15,282 | Series F5 |  | 12.38 | 15.39 |
| Subscriptions receivable |  | 454 | 1,353 | Series H |  | 15.06 | 17.74 |
| Proceeds from sale of investments receivable |  | 732 | - | Series N |  | 17.10 | 20.14 |
| Dividends receivable |  | 697 | 664 | Series NR |  | 12.00 | 15.09 |
|  |  |  |  | Series O |  | 8.89 | - |
| Total assets |  | 1,221,368 | 1,373,838 | Series T5 |  | 11.24 | 14.13 |
|  |  |  |  | Series PW |  | 16.59 | 19.58 |
| Liabilities |  |  |  | Series PWH |  | 15.42 | 18.10 |
|  |  |  |  | Series PWO |  | 26.20 | 30.92 |
| Current liabilities |  |  |  | Series PWOH |  | 15.44 | 18.13 |
| Unrealized depreciation on foreign exchange contracts |  | 283 | 325 |  |  |  |  |
| Redeemed units payable |  | 1,157 | 516 | Net assets attributable to holders of redeemable units per | 2 |  |  |
| Investments payable |  | - | 2,489 | unit, per series (USD) |  |  |  |
| Accrued expenses |  | 642 | 752 | Advisor Series |  | - | - |
|  |  |  |  | Series F/Private Series |  | 12.73 | 16.07 |
| Total liabilities (excluding net assets attributable to holders |  |  |  | Series FH |  | - | - |
| of redeemable units) |  | 2,082 | 4,082 | Series F5 |  | - | - |
|  |  |  |  | Series H |  | - | - |
| Net assets attributable to holders of redeemable units |  | 1,219,286 | 1,369,756 | Series N |  | - | - |
| Net assets atwoutable to holders of redeemable units |  | 1,219,286 | 1,369,756 | Series NR |  | - | - |
| Net assets attributable to holders of redeemable units per series |  |  |  | Series O |  | - | - |
|  | 2 |  |  | Series T5 |  | - | - |
|  |  |  |  | Series PW |  | - | - |
| Advisor Series Series F/Private Series |  | 37,129 580,926 | 47,174 680,312 | Series PWH |  | - | - |
| Series F/Private Series Series FH |  | 580,926 40,702 | 680,312 42,827 | Series PWO |  | - | - |
| Series F5 |  | 10,679 | 14,378 | Series PWOH |  |  |  |
| Series H |  | 4,079 | 5,699 | Approved on behalf of the board of directors of National Bank |  |  |  |
| Series N |  | 452,492 | 541,275 | Investments Inc. |  |  |  |
| Series NR |  | 4,490 | 5,875 | Éric-Olivier Savoie |  |  |  |
| Series 0 |  | 59,043 | - | President and Chief Executive Officer |  |  |  |
| Series T5 |  | 1,608 | 2,387 | The Giang Diep |  |  |  |
| Series PW |  | 27,153 | 28,832 | Director |  |  |  |
| Series PWH |  | 6 | 7 |  |  |  |  |
| Series PWO |  | 973 | 983 |  |  |  |  |
| Series PWOH |  | 6 | 7 |  |  |  |  |
|  |  | 1,219,286 | 1,369,756 |  |  |  |  |

## Statements of Financial Position (continued)

(in thousands Canadian dollars, except per unit amounts)

## NBI International High Conviction Equity Private Portfolio

Financial Statements

## Statements of Comprehensive Income for the Years Ended December 31

(in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to
holders of redeemable units
Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Return of capital
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

|  | Note | Series N |  | Series NR |  |  | Series T5 |  | Series PW |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | $\begin{array}{r} 2022 \\ \text { (347 days) } \end{array}$ | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 541,275 | 407,262 | 5,875 | 4,532 | - | 2,387 | 1,598 | 28,832 | 15,729 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(67,952)$ | 73,075 | (761) | 808 | (438) | (380) | 272 | $(4,331)$ | 3,453 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 136,561 | 130,992 | 1,939 | 1,681 | 70,756 | 146 | 846 | 12,876 | 31,960 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(157,372)$ | $(70,034)$ | $(2,362)$ | (980) | $(11,275)$ | (447) | (243) | $(10,216)$ | $(22,304)$ |
| Total redeemable units transactions |  | $(16,686)$ | 64,809 | (293) | 833 | 60,343 | (291) | 609 | 2,946 | 9,842 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 4,145 | 3,871 | 45 | 44 | 862 | 1 | - | 294 | 192 |
| Return of capital |  |  |  | 286 | 254 |  | 107 | 92 |  | - |
| Total distributions to investors |  | 4,145 | 3,871 | 331 | 298 | 862 | 108 | 92 | 294 | 192 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(88,783)$ | 134,013 | $(1,385)$ | 1,343 | 59,043 | (779) | 789 | $(1,679)$ | 13,103 |
| Net assets attributable to holders of redeemable units, end of the year |  | 452,492 | 541,275 | 4,490 | 5,875 | 59,043 | 1,608 | 2,387 | 27,153 | 28,832 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 26,874,561 | 23,381,657 | 389,275 | 330,133 | - | 168,914 | 123,901 | 1,472,821 | 928,986 |
| Redeemable units issued |  | 8,254,341 | 7,090,071 | 159,185 | 118,373 | 7,807,385 | 11,726 | 62,702 | 766,616 | 1,774,995 |
| Redeemable units issued on reinvestments |  | 238,438 | 189,988 | 10,762 | 9,331 | 95,855 | 871 | 474 | 18,528 | 10,029 |
| Redeemable units redeemed |  | $(8,906,953)$ | $(3,787,155)$ | $(185,021)$ | $(68,562)$ | $(1,262,500)$ | $(38,446)$ | $(18,163)$ | $(621,357)$ | $(1,241,189)$ |
| Redeemable units outstanding, end of the year |  | 26,460,387 | 26,874,561 | 374,201 | 389,275 | 6,640,740 | 143,065 | 168,914 | 1,636,608 | 1,472,821 |

[^14]Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (continued) (in thousands Canadian dollars, except per unit amounts)


Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(194,996)$ | 178,801 |
|  | $(27,345)$ | $(3,827)$ |
|  | (40) | (44) |
|  | (167) | $(2,749)$ |
|  | 233,517 | $(165,095)$ |
|  | (12) | (29) |
|  | (233) | 228 |
|  | $(287,740)$ | $(297,859)$ |
|  | 216,094 | 22,467 |
|  | (33) | (206) |
|  | (110) | 259 |
|  | $(61,065)$ | $(268,054)$ |
| 2 |  |  |
|  | $(2,972)$ | $(2,068)$ |
|  | 416,214 | 482,575 |
|  | $(367,176)$ | $(201,227)$ |
|  | 46,066 | 279,280 |
|  | 40 | 44 |
|  | 12 | 29 |
|  | $(14,999)$ | 11,226 |
|  | 15,282 | 3,983 |
|  | 335 | 15,282 |
|  | 39 | 22 |
|  | 18,590 | 15,074 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI International High Conviction Equity Private Portfolio's investment objective is to provide longterm capital growth. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio comprised primarily of common shares of companies located outside of North America selected using a high conviction investment approach

The portfolio manager seeks undervalued shares in every sector, and also considers the quality and liquidity of the securities. The portfolio manager relies on its convictions to select securities. In applying this high conviction investment approach, the industry and geographic allocation and the weighting of each security in the portfolio will generally differ significantly from the allocation and weighting in the fund's reference index.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management <br> Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | July 14, 2015 | A | A | 1.45 | 0.15 |
| Series F | May 21, 2015 | A | A | 0.45 | 0.15 |
| Series FH | May 12, 2017 | A | A | 0.55 | 0.15 |
| Series F5 | May 21, 2015 | M | A | 0.45 | 0.15 |
| Series H | May 12, 2017 | A | A | 1.55 | 0.15 |
| Series N | October 30, 2015 | A | A | 0.30 | 0.15 |
| Series NR | October 30, 2015 | M | A | 0.30 | 0.15 |
| Series 0 | January 18, 2022 | A | A | - | 0.02 |
| Series T5 | July 14, 2015 | M | A | 1.45 | 0.15 |
| Series PW | May 21, 2015 | Q | A | * | * |
| Series PWH | May 2, 2017 | A | A | * | * |
| Series PWO | May 21, 2015 | Q | A | * | * |
| Series PWOH | May 2, 2017 | A | A | * | * |
| Private Series | November 28, 2016 | A | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 16.33 | - | 16.33 |
| Series F/Private Series | 17.23 | - | 17.23 |
| Series FH | 15.52 | - | 15.52 |
| Series F5 | 12.38 | - | 12.38 |
| Series H | 15.06 | - | 15.06 |
| Series N | 17.10 | - | 17.10 |
| Series NR | 12.00 | - | 12.00 |
| Series 0 | 8.89 | - | 8.89 |
| Series T5 | 11.24 | - | 11.24 |
| Series PW | 16.59 | - | 16.59 |
| Series PWH | 15.42 | - | 15.42 |
| Series PWO | 26.21 | (0.01) | 26.20 |
| Series PWOH | 15.44 | - | 15.44 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 19.27 | 0.03 | 19.30 |
| Series F/Private Series | 20.28 | 0.04 | 20.32 |
| Series FH | 18.18 | 0.03 | 18.21 |
| Series F5 | 15.37 | 0.02 | 15.39 |
| Series H | 17.71 | 0.03 | 17.74 |
| Series N | 20.11 | 0.03 | 20.14 |
| Series NR | 15.06 | 0.03 | 15.09 |
| Series T5 | 14.11 | 0.02 | 14.13 |
| Series PW | 19.54 | 0.04 | 19.58 |
| Series PWH | 18.07 | 0.03 | 18.10 |
| Series PWO | 30.87 | 0.05 | 30.92 |
| Series PWOH | 18.10 | 0.03 | 18.13 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 144,393,543 | 11.8 | 182,443,724 | 13.3 |
| Australian Dollar | 29,949,198 | 2.5 | 33,488,691 | 2.4 |
| Danish Krone | 93,734,351 | 7.7 | 83,068,952 | 6.1 |
| Euro | 265,699,003 | 21.8 | 268,245,687 | 19.6 |
| Japanese Yen | 116,653,415 | 9.6 | 150,125,960 | 11.0 |
| Pound Sterling | 260,354,357 | 21.4 | 289,675,494 | 21.1 |
| Swedish Krona | 17,601,873 | 1.4 | 21,313,382 | 1.6 |
| Swiss Franc | 246,050,280 | 20.2 | 278,633,561 | 20.3 |

This fund has no investments in other mutual funds or exchange traded funds.
Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 58,721,801$ ( $\$ 65,349,773$ as at December 31,2021 ).

Price Risk (Note 5)


The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Concentration Risk (Note 5)

| Weighting by Country | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | $\begin{array}{r} \text { December 31, } 2021 \\ \hline \end{array}$ |
|  | \% | \% |
| Australia | 2.5 | 2.5 |
| Cash, Money Market and Other Net Assets | - | 1.0 |
| Denmark | 8.0 | 6.3 |
| France | 16.2 | 13.6 |
| Germany | 3.9 | 4.3 |
| India | 2.9 | 2.2 |
| Japan | 9.9 | 11.4 |
| Sweden | 1.5 | 1.6 |
| Switzerland | 21.0 | 21.1 |
| Taiwan | 5.1 | 6.8 |
| United Kingdom | 24.7 | 29.2 |
| United States | 4.3 | - |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Common shares | 1,218,828,010 | - | - | 1,218,828,010 |
| Derivatives assets | - | 52,817,644 | - | 52,817,644 |
| Derivatives liabilities | - | $(52,778,835)$ | - | $(52,778,835)$ |
| Total derivatives instruments |  | 38,809 |  | 38,809 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.


During the year ended December 31, 2021, there were no significant transfers of investments between Level 1 , Level 2 and Level 3 .

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

Total Commissions
Soft Dollars

| December 31, <br> 2022 | December 31, <br> 2022 |
| ---: | ---: |
|  | $\$$ |
| 250 | 197 |
| - | 1 |

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |  |
| :--- | ---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |  |
|  | 259 | - | 257 | - |  |
| Series FH | 373 | - | 373 | - |  |
| Series H | 101 | - | - | - |  |
| Series O | 397 | 100 | 393 | 100 |  |
| Series PWH | 404 | 100 | 399 | 100 |  |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, 2022 | December 31 $2021$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Capital Losses | 25,939 | 25,679 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)


Schedule of Investments as at December 31, 2022
(in Canadian dollars)
Foreign Exchange Contracts
Unrealized Appreciation on Foreign Exchange Contracts

|  | Currency to be Delivered |  |  |  | Currency to be Received |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 | $\begin{array}{r} \text { Unrealized } \\ \text { Appreciation } \\ \text { (CAD) } \end{array}$ |
| January 4, 2023 | 0.0103 | JPY | 70,988,909 | 732,281 | CAD | 732,979 | 732,979 | 698 |

## Hedging Foreign Exchange Contracts <br> Unrealized Appreciation on Foreign Exchange Contracts

| Settlement Date | ContractRates | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 0.6898 | CAD | 755,264 | 755,264 | EUR | 521,000 | 756,082 | 818 |
| January 18, 2023 | 1.6734 | GBP | 6,592,404 | 10,795,678 | CAD | 11,031,971 | 11,031,971 | 236,293 |
| January 18, 2023 | 1.3646 | USD | 4,376,054 | 5,924,183 | CAD | 5,971,531 | 5,971,531 | 47,348 |
| January 18, 2023 | 1.4709 | CHF | 6,698,587 | 9,830,545 | CAD | 9,852,679 | 9,852,679 | 22,134 |
| January 18, 2023 | 0.9250 | AUD | 1,179,964 | 1,088,570 | CAD | 1,091,484 | 1,091,484 | 2,914 |
| January 18, 2023 | 0.1323 | SEK | 4,907,172 | 637,443 | CAD | 648,985 | 648,985 | 11,542 |
|  |  |  |  |  |  |  |  | 321,049 |

Unrealized Depreciation on Foreign Exchange Contracts

| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 18, 2023 | 1.3536 | USD | 467,000 | 632,212 | CAD | 632,133 | 632,133 | (79) |
| January 18, 2023 | 0.7383 | CAD | 587,870 | 587,870 | USD | 434,000 | 587,537 | (333) |
| January 18, 2023 | 0.6800 | CAD | 486,789 | 486,789 | CHF | 331,000 | 485,761 | $(1,028)$ |
| January 18, 2023 | 0.7349 | CAD | 446,321 | 446,321 | USD | 328,000 | 444,037 | $(2,284)$ |
| January 18, 2023 | 96.5078 | CAD | 366,271 | 366,271 | JPY | 35,348,000 | 365,561 | (710) |
| January 18, 2023 | 0.6082 | CAD | 820,461 | 820,461 | GBP | 499,000 | 817,159 | $(3,302)$ |
| January 18, 2023 | 1.4389 | EUR | 7,482,485 | 10,858,685 | CAD | 10,766,263 | 10,766,263 | $(92,422)$ |
| January 18, 2023 | 1.4390 | EUR | 209,000 | 303,304 | CAD | 300,759 | 300,759 | $(2,545)$ |
| January 18, 2023 | 0.0100 | JPY | 471,936,554 | 4,880,660 | CAD | 4,728,456 | 4,728,456 | $(152,204)$ |
| January 18, 2023 | 0.1937 | DKK | 18,608,256 | 3,632,298 | CAD | 3,604,267 | 3,604,267 | $(28,031)$ |
|  |  |  |  |  |  |  |  | $(282,938)$ |

## NBI Tactical Equity Private Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Current assets

Investments
Cash
Subscriptions receivable

Total assets
Liabilities
Current liabilities
Redeemed units payable
Accrued expenses
Interest payable
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series
Series F
Series N
Series NR
Series PW

Net assets attributable to holders of redeemable units per unit, per series
Series F
Series N
Series NR
Series PW
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Dividends income |  | 37 | 102 |
| Income from mutual funds |  | 1,404 | 568 |
| Income from securities lending |  |  | 2 |
| Other income |  | 15 | 13 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(1,477)$ | 2,459 |
| Net realized gains (losses) on foreign currencies |  | (4) | 7 |
| Net realized gains (losses) on forwards currency |  | (4) | (1) |
| Change in net unrealized appreciation/depreciation on investments |  | $(5,580)$ | 2,592 |
| Change in unrealized gains/losses on foreign currencies |  | 8 | (8) |
| Total income |  | $(5,601)$ | 5,734 |
| Expenses | 8 |  |  |
| Management fees |  | 176 | 108 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 6 | 1 |
| Fixed-administration fees |  | 55 | 36 |
| Fees paid by the manager |  | (6) | (10) |
| Withholding taxes | 2 | 5 | 15 |
| Transaction costs on purchase and sale of investments |  | 1 | 1 |
| Total expenses |  | 239 | 153 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (5,840) | 5,581 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series |  |  |  |
| Series F |  | 7 | - |
| Series N |  | $(5,124)$ | 5,377 |
| Series NR |  | (40) | 56 |
| Series PW |  | (683) | 148 |
|  |  | $(5,840)$ | 5,581 |
| Average number of units |  |  |  |
| Series F |  | 35,822 |  |
| Series N |  | 3,697,593 | 2,814,250 |
| Series NR |  | 35,932 | 33,142 |
| Series PW |  | 1,028,665 | 78,755 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Series F |  | 0.22 | - |
| Series N |  | (1.39) | 1.91 |
| Series NR |  | (1.15) | 1.67 |
| Series PW |  | (0.66) | 1.90 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Series F | Series N |  | Series NR |  | Series PW |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | $\begin{array}{r} 2022 \\ \text { (225 days) } \end{array}$ | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | . | 45,109 | 29,538 | 420 | 221 | 1,484 | 974 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 7 | $(5,124)$ | 5,377 | (40) | 56 | (683) | 148 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,337 | 17,790 | 15,929 | 243 | 255 | 24,619 | 2,513 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 10 \\ (661) \\ \hline \end{array}$ | $\begin{array}{r} 797 \\ (8,305) \\ \hline \end{array}$ | $\begin{array}{r} 506 \\ (5,734) \\ \hline \end{array}$ | $\begin{array}{r} 10 \\ (253) \\ \hline \end{array}$ | $\begin{gathered} 7 \\ (98) \\ \hline \end{gathered}$ | $\begin{array}{r} 387 \\ (2,966) \\ \hline \end{array}$ | $\begin{array}{r} 14 \\ (2,150) \\ \hline \end{array}$ |
| Total redeemable units transactions |  | 686 | 10,282 | 10,701 | . | 164 | 22,040 | 377 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |
| Net investment income |  | 10 | 798 | 507 | 6 | 5 | 391 | 15 |
| Return of capital |  |  |  |  | 20 | 16 |  |  |
| Total distributions to investors |  | 10 | 798 | 507 | 26 | 21 | 391 | 15 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 683 | 4,360 | 15,571 | (66) | 199 | 20,966 | 510 |
| Net assets attributable to holders of redeemable units, end of the year |  | 683 | 49,469 | 45,109 | 354 | 420 | 22,450 | 1,484 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  |  | 3,231,896 | 2,427,354 | 36,121 | 20,872 | 106,394 | 80,132 |
| Redeemable units issued |  | 135,357 | 1,386,424 | 1,200,252 | 22,878 | 23,045 | 1,927,682 | 186,597 |
| Redeemable units issued on reinvestments |  | 1,011 | 64,710 | 35,893 | 1,003 | 652 | 31,474 | 987 |
| Redeemable units redeemed |  | $(67,281)$ | $(646,570)$ | $(431,603)$ | $(23,556)$ | $(8,448)$ | $(230,882)$ | $(161,322)$ |
| Redeemable units outstanding, end of the year |  | 69,087 | 4,036,460 | 3,231,896 | 36,446 | 36,121 | 1,834,668 | 106,394 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments Accrued expenses
Interest payable
Net cash from (used in) operating activities

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(5,840)$ | 5,581 |
| 1,477 | $(2,459)$ |
| 4 | (7) |
| 4 | 1 |
| 5,580 | $(2,592)$ |
| (8) | 8 |
| $(50,338)$ | $(29,757)$ |
| 17,460 | 18,943 |
| 10 | 5 |
| (2) | 2 |

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received
Dividends received, net of withholding taxes

2

| (21) | (16) |
| :---: | :---: |
| 44,074 | 18,263 |
| $(12,476)$ | $(7,762)$ |
| 31,577 | 10,485 |
| (4) | 7 |
| 8 | (8) |
| (76) | 210 |
| 181 | (28) |
| 109 | 181 |

$\begin{array}{lr}(2) & 2 \\ 32 & 87\end{array}$

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Tactical Equity Private Portfolio's investment objective is to achieve long-term capital growth. The Fund invests tactically, directly or through investments in securities of other mutual funds, in a portfolio composed mainly of global equity securities.
The portfolio manager applies a tactical allocation valuation process in which the choice of securities (including the securities of underlying funds) is subject to frequent changes (normally on a quarterly basis) depending on economic and market conditions. When the choice of securities is modified, the Fund is generally rebalanced based on the new selection. When selecting the securities in which to invest (including the securities of underlying funds), the portfolio manager considers the different factors likely to allow it to benefit from market opportunities.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Series F | May 20, 2022 | A | A | 0.60 | 0.08 |
| Series N | October 27, 2017 | A | A | 0.25 | 0.08 |
| Series NR | October 27, 2017 | M | A | 0.25 | 0.08 |
| Series PW | October 27, 2017 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Series F | 9.89 | - | 9.89 |
| Series N | 12.26 | - | 12.26 |
| Series NR | 9.70 | - | 9.70 |
| Series PW | 12.24 | - | 12.24 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Series N | 13.96 |  | 13.96 |
| Series NR | 11.63 | - | 11.63 |
| Series PW | 13.95 | - | 13.95 |

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of Comprehensive Income.

Total Income
Net Income Received by the Fund
Net Income Received by

| December 31, 2022 |  | December 31, 2021 |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  | $\%$ | $\$$ | $\%$ |
| - | - | 4 | 100 |  |
| - | - | 2 | 50 |  |
| - | - | 2 | 50 |  |

Structured Entities (Note 2)
(in thousands Canadian dollars)

Exchange Traded Fund
NBI Canadian Equity Index Fund
NBI International Equity Index Fund
NBI U.S. Equity Index Fund

Fair Value

| December 31, | December 31, |
| ---: | ---: |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\mathbf{\$}$ | $\mathbf{\$}$ |
| - | 2,078 |
| 34,441 | 21,307 |
| 9,224 | 2,341 |
| 28,860 | 20,982 |



The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 279$ (\$ 139,725 as at December 31, 2021).

| Price Risk (Note 5) |  |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | $\begin{array}{r} \hline \text { December 31, } 2022 \\ \hline \end{array}$ | December 31, $2021$ |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 0.6 | 0.7 |
| Exchange Traded Funds | - | 4.4 |
| Mutual Funds | 99.4 | 94.9 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 72,524,777 | - | - | 72,524,777 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 44,629,596 | - | - | 44,629,596 |
| Exchange traded funds | 2,078,136 | - | - | 2,078,136 |
| Total investments | 46,707,732 | $\cdot$ | $\cdot$ | 46,707,732 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br> Total Commissions | December 31, <br> 2022 |
| :--- | ---: | ---: |
| Related Entities | $\$$ | $\$$ |

## Losses (Note 9)

(in thousands Canadian dollars)

|  | December 31, <br> 2022 <br>  <br> Capital LossesDecember 31, <br> $\mathbf{2 0 2 1}$ |
| :--- | ---: | ---: |
| $\$ 1,607$ | 1,012 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (99.4\%) |  |  |  |
| NBI Canadian Equity Index Fund, Series 0 | 2,916,244 | 33,967,316 | 34,440,836 |
| NBI International Equity Index Fund, Series O | 927,038 | 8,735,891 | 9,224,029 |
| NBI U.S. Equity Index Fund, Series O | 2,299,595 | 30,018,129 | 28,859,912 |
|  |  | 72,721,336 | 72,524,777 |
| Total Investments (99.4\%) |  | 72,721,336 * | 72,524,777 |
| Cash and Other Net Assets (0.6\%) |  |  | 431,674 |
| Net Assets (100\%) |  |  | 72,956,451 |

*Average cost of Investments as of December 31, 2021 is $\$ 41,324,691$.

## NBI Non-Traditional Capital Appreciation Private Portfolio

Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, <br> 2022 | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 550,068 | 645,898 |
| Cash |  |  | 448 |
| Subscriptions receivable |  | 265 | 586 |
| Total assets |  | 550,333 | 646,932 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 801 | - |
| Redeemed units payable |  | 839 | 461 |
| Accrued expenses |  | 472 | 560 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 548,221 | 645,911 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Series F |  | 6,338 | - |
| Series N/Private Series |  | 536,536 | 639,099 |
| Series NR |  | 5,347 | 6,812 |
|  |  | 548,221 | 645,911 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Series F |  | 10.21 | - |
| Series N/Private Series |  | 11.68 | 12.39 |
| Series NR |  | 8.38 | 9.35 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  |  | \$ |  |
| :---: | :---: | :---: | :---: |
| Income | 2 |  |  |
| Interest income for distribution purposes |  |  | 1 |
| Income from mutual funds |  | 15,507 | 14,606 |
| Other income |  | 246 | 3 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 2,979 | 39,081 |
| Change in net unrealized appreciation/depreciation on investments |  | $(45,944)$ | 14,478 |
| Total income |  | $(27,212)$ | 68,169 |
| Expenses | 8 |  |  |
| Management fees |  | 5,321 | 4,942 |
| Directors' fees of independent review committee |  | 2 |  |
| Other expenses |  | 6 | - |
| Fixed-administration fees |  | 1,064 | 990 |
| Fees paid by the manager |  | (2) | (2) |
| Total expenses |  | 6,391 | 5,932 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(33,603)$ | 62,237 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Series F |  | 410 | - |
| Series N/Private Series |  | $(33,643)$ | 61,563 |
| Series NR |  | (370) | 674 |
|  |  | $(33,603)$ | 62,237 |
| Average number of units | 2 |  |  |
| Series F |  | 337,575 |  |
| Series N/Private Series |  | 52,865,119 | 46,118,267 |
| Series NR |  | 762,302 | 646,271 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Series F |  | 1.21 | - |
| Series N/Private Series |  | (0.64) | 1.34 |
| Series NR |  | (0.49) | 1.04 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | Series F | Series N/Private Series |  | Series NR |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | $\begin{array}{r} 2022 \\ \text { (225 days) } \end{array}$ | 2022 | 2021 | 2022 | 2021 |
| Net assets attributable to holders of redeemable units, beginning of the year |  | \$ | \$ | \$ | \$ | \$ |
|  |  | . | 639,099 | 497,266 | 6,812 | 5,462 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | 410 | $(33,643)$ | 61,563 | (370) | 674 |
| Redeemable units transactions | 6 |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 14,898 | 156,529 | 190,332 | 2,276 | 2,076 |
| Reinvestments of distributions to holders of redeemable units |  | 179 | 8,740 | 30,893 | 164 | 398 |
| Redemption of redeemable units |  | $(8,966)$ | $(225,401)$ | $(109,883)$ | $(3,117)$ | $(1,196)$ |
| Total redeemable units transactions |  | 6,111 | $(60,132)$ | 111,342 | (677) | 1,278 |
| Distributions to investors | 2 |  |  |  |  |  |
| Net investment income |  | 183 | 8,788 | 8,647 | 87 | 92 |
| Net realized gain |  |  |  | 22,425 |  | 238 |
| Return of capital |  |  |  | - | 331 | 272 |
| Total distributions to investors |  | 183 | 8,788 | 31,072 | 418 | 602 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 6,338 | $(102,563)$ | 141,833 | $(1,465)$ | 1,350 |
| Net assets attributable to holders of redeemable units, end of the year |  | 6,338 | 536,536 | 639,099 | 5,347 | 6,812 |
| Redeemable unit transactions |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | - | 51,567,155 | 42,533,318 | 728,408 | 592,472 |
| Redeemable units issued |  | 1,491,883 | 13,525,124 | 15,549,440 | 265,674 | 219,844 |
| Redeemable units issued on reinvestments |  | 17,450 | 745,754 | 2,469,582 | 19,482 | 42,158 |
| Redeemable units redeemed |  | $(888,807)$ | $(19,893,169)$ | (8,985,185) | $(375,472)$ | $(126,066)$ |
| Redeemable units outstanding, end of the year |  | 620,526 | 45,944,864 | 51,567,155 | 638,092 | $\xrightarrow{728,408}$ |

## Statements of Cash Flows for the Years Ended December 31

(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(33,603)$ | 62,237 |
|  | $(2,979)$ | $(39,081)$ |
|  | 45,944 | $(14,478)$ |
|  | $(61,108)$ | $(90,128)$ |
|  | 113,973 |  |
|  | (88) | 123 |
|  | 62,139 | $(81,327)$ |
| 2 |  |  |
|  | (306) | (383) |
|  | 174,024 | 192,101 |
|  | $(237,106)$ | $(110,768)$ |
|  | $(63,388)$ | 80,950 |
|  | $(1,249)$ | (377) |
|  | 448 | 825 |
|  | (801) | 448 |

## Fund Specific Notes

## Investment Obiective and Strategies

The NBI Non-Traditional Capital Appreciation Private Portfolio's investment objective is to provide longterm capital appreciation. The Fund invests directly, or through investments in securities of other mutual funds, in a portfolio composed mainly of equity securities of companies located around the world selected using different nontraditional investment strategies.

The Fund's investment process is based on selecting mutual funds which offer exposure to different asset classes and combines non-traditional investment strategies to obtain low correlations with the main market indices. The portfolio manager selects mutual funds by applying risk management strategies, including quantitative strategies and option strategies.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution <br> of Net <br> Income <br> (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Series F | May 20, 2022 | A | A | 0.75 | 0.15 |
| Series N | October 28, 2015 | A | A | 0.75 | 0.15 |
| Series NR | October 28, 2015 | M | A | 0.75 | 0.15 |
| Private Series | November 28, 2016 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Structured Entities (Note 2)

(in thousands Canadian dollars)

NBI SmartBeta Canadian Equity Fund NBI SmartBeta Global Equity Fund

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| The Fund's Benchmark Composition | December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| MSCI TR Net World USD (100\%) CA |  |  |  |  |  |
| Londres 11:00 |  | 38,375,437 | $7.0 \pm$ | 48,895,488 | 7.6 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | $\begin{array}{r} \text { December 31, } 2021 \end{array}$ |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | (0.3) | - |
| Mutual Funds | 100.3 | 100.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: |
|  | $\$ 1$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $550,067,748$ | - | - | $550,067,748$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 645,898,092 | - | - | 645,898,092 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost <br> S | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.3\%) |  |  |  |
| NBI SmartBeta Canadian Equity Fund, Series O | 8,287,504 | 108,970,297 | 109,560,797 |
| NBI SmartBeta Global Equity Fund, Series O | 37,585,917 | 414,081,107 | 440,506,951 |
|  |  | 523,051,404 | 550,067,748 |
| Total Investments (100.3\%) |  | 523,051,404 * | 550,067,748 |
| Cash and Other Net Assets (-0.3\%) |  |  | $(1,847,217)$ |
| Net Assets (100\%) |  |  | 548,220,531 |

*Average cost of Investments as of December 31, 2021 is $\$ 572,938,020$.

## Meritage Canadian Equity Portfolio

Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


|  | Note | Private Series |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 171 | 64 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (18) | 25 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 335 | 162 |
| Reinvestments of distributions to holders of redeemable units |  | 1 |  |
| Redemption of redeemable units |  | (114) | (68) |
| Total redeemable units transactions |  | 222 | 94 |
| Distributions to investors | 2 |  |  |
| Net investment income |  | 4 | 1 |
| Net realized gain |  | 40 | 11 |
| Total distributions to investors |  | 44 | 12 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 160 | 107 |
| Net assets attributable to holders of redeemable units, end of the year |  | 331 | 171 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 10,045 | 4,387 |
| Redeemable units issued |  | 20,351 | 9,676 |
| Redeemable units issued on reinvestments |  | 62 | 6 |
| Redeemable units redeemed |  | $(7,038)$ | $(4,024)$ |
| Redeemable units outstanding, end of the year |  | 23,420 | 10,045 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdratt), beginning of the year
Cash (bank overdraft), end of the year

Note

2

| (846) | (488) |
| :---: | :---: |
| 3,935 | 3,141 |
| $(5,042)$ | $(5,266)$ |
| $(1,953)$ | $(2,613)$ |
| (458) | (186) |
| (312) | (126) |
| (770) | (312) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Canadian Equity Portfolio's investment objective seeks to achieve long-term capital appreciation by investing primarily in a diverse mix of Canadian equity mutual funds.
The portfolio manager invests all of the Portfolio's net assets in Canadian equity mutual funds. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio will invest no more than $30 \%$ of its assets in foreign equity mutual funds and direct investments in foreign equity securities. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual <br> Management <br> Fees <br> (Maximum) <br> (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | A | A | 2.00 | 0.18 |
| Series F | September 25, 2006 | A | A | 0.85 | 0.18 |
| Series F5 | September 5, 2014 | M | A | 0.85 | 0.18 |
| Series 0 | October 31, 2013 | A | A | - | 0.02 |
| Series T5 | September 5, 2014 | M | A | 2.00 | 0.18 |
| Private Series | March 10, 2016 | A | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 16.87 | - | 16.87 |
| Series F | 20.72 |  | 20.72 |
| Series F5 | 8.62 | - | 8.62 |
| Series 0 | 17.30 | - | 17.30 |
| Series T5 | 7.80 | - | 7.80 |
| Private Series | 14.12 | - | 14.12 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 20.83 |  | 20.83 |
| Series F | 25.43 |  | 25.43 |
| Series F5 | 11.15 | - | 11.15 |
| Series 0 | 21.18 |  | 21.18 |
| Series T5 | 10.20 | - | 10.20 |
| Private Series | 17.00 | - | 17.00 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund Fidelity Canadian Disciplined Equity Fund Leith Wheeler Canadian Equity Fund Manulife Canadian Investment Fund

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| The Fund's Benchmark Composition | December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| S\&P/TSX Index TR (100\%) |  | 3,475,562 | $9.3 \pm$ | 3,919,411 | 9.2 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Asset Mix | 2022 | 2021 |
| Canadian Equity Funds | $\%$ | $\%$ |
| Cash, Money Market and Other Net Assets | 100.0 | 100.9 |
|  | - | $(0.9)$ |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 37,555,504 | - | - | 37,555,504 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $42,802,418$ | - | - | $42,802,418$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

| December 31, 2022 |  |  | December 31, 2021 |
| ---: | ---: | ---: | ---: | ---: |
| Units | $\%$ | Units | $\%$ |
| 126 | 100 | 108 | 100 |
| 188 | - | 155 | - |
| 94 | - | 83 | 1 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.0\%) |  |  |  |
| Beutel Goodman Canadian Equity Fund, Series I | 304,364 | 11,860,274 | 13,154,183 |
| Leith Wheeler Canadian Equity Fund | 202,292 | 11,310,145 | 11,253,709 |
| Manulife Canadian Investment Fund, Series I | 765,032 | 12,056,809 | 13,147,612 |
|  |  | 35,227,228 | 37,555,504 |
| Total Investments (100.0\%) |  | 35,227,228 * | 37,555,504 |
| Cash and Other Net Assets (0.0\%) |  |  | 18,138 |
| Net Assets (100\%) |  |  | 37,573,642 |

*Average cost of Investments as of December 31, 2021 is $\$ 31,942,978$.

## Meritage Global Equity Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Note \begin{tabular}{r}

December 31, | December 31, |
| ---: | :--- |
| 2022 |
| 2021 | <br>

\hline$\$$
\end{tabular}

## Assets

Current assets
Investments
Subscriptions receivable
Other assets receivable
Total assets
Liabilities
Current liabilities
Bank overdraft
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series
Advisor Series
Series F
Series F5
Series 0
Series T5
Private Series

Net assets attributable to holders of redeemable units per unit, per series

Series F
Series F5
Series 0
Series 75
Private Series
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 3,040 | 635 |
| Other income |  | 236 | 252 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 9,653 | 25,605 |
| Change in net unrealized appreciation/depreciation on investments |  | $(56,156)$ | 11,689 |
| Total income |  | $(43,227)$ | 38,181 |
| Expenses | 8 |  |  |
| Management fees |  | 3,499 | 3,981 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 27 | 15 |
| Fixed-administration fees |  | 460 | 509 |
| Fees paid by the manager |  | (50) | (58) |
| Total expenses |  | 3,938 | 4,449 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(47,165)$ | 33,732 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(22,345)$ | 16,694 |
| Series F |  | $(24,078)$ | 16,548 |
| Series F5 |  | (312) | 241 |
| Series 0 |  | (1) | 1 |
| Series T5 |  | (369) | 221 |
| Private Series |  | (60) | 27 |
|  |  | $(47,165)$ | 33,732 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 4,892,642 | 4,963,483 |
| Series F |  | 4,426,345 | 3,792,750 |
| Series F5 |  | 111,724 | 108,107 |
| Series 0 |  | 105 | 100 |
| Series T5 |  | 153,215 | 113,404 |
| Private Series |  | 27,622 | 11,368 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (4.57) | 3.36 |
| Series F |  | (5.44) | 4.36 |
| Series F5 |  | (2.79) | 2.23 |
| Series 0 |  | (3.77) | 3.80 |
| Series T5 |  | (2.41) | 1.95 |
| Private Series |  | (2.13) | 2.37 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)


|  | Note | Private Series |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 322 | 144 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (60) | 27 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 558 | 302 |
| Reinvestments of distributions to holders of redeemable units |  | 1 |  |
| Redemption of redeemable units |  | (189) | (138) |
| Total redeemable units transactions |  | 370 | 164 |
| Distributions to investors | 2 |  |  |
| Net realized gain |  | 20 | 13 |
| Total distributions to investors |  | 20 | 13 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 290 | 178 |
| Net assets attributable to holders of redeemable units, end of the year |  | 612 | 322 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 16,643 | 7,993 |
| Redeemable units issued |  | 33,962 | 15,798 |
| Redeemable units issued on reinvestments |  | 34 | 4 |
| Redeemable units redeemed |  | $(11,742)$ | $(7,152)$ |
| Redeemable units outstanding, end of the year |  | 38,897 | 16,643 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Other assets receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(47,165)$ | 33,732 |
| $(9,653)$ | $(25,605)$ |
| $\begin{gathered} 56,156 \\ (86,368) \end{gathered}$ | $\begin{aligned} & (11,689) \\ & (37,335) \end{aligned}$ |
| 112,797 | 34,009 |
| 252 | (252) |
| (105) | 95 |
| 25,914 | $(7,045)$ |
| (786) | $(1,672)$ |
| $\begin{gathered} 32,565 \\ (56,302) \end{gathered}$ | $\begin{aligned} & 4,460 \\ & (39,798 \end{aligned}$ |
| $(24,523)$ | 4,990 |
| $\begin{aligned} & 1,391 \\ & (2,218) \end{aligned}$ | $(2,055)$ |
| (827) | $(2,218)$ |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Global Equity Portfolio's investment objective seeks to achieve long-term capital appreciation by investing primarily in a diverse mix of global equity mutual funds.
The portfolio manager invests all of the Portfolio's net assets in global equity mutual funds, including emerging markets equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | A | A | 1.90 | 0.18 |
| Series F | September 25, 2006 | A | A | 0.90 | 0.18 |
| Series F5 | September 5, 2014 | M | A | 0.90 | 0.18 |
| Series 0 | October 31, 2013 | A | A | - | 0.02 |
| Series T5 | September 5, 2014 | M | A | 1.90 | 0.18 |
| Private Series | March 10, 2016 | A | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | \$ | \$ |  |
| :---: | :---: | :---: | :---: |
| Advisor Series | 21.53 | - | 21.53 |
| Series F | 25.74 | (0.01) | 25.73 |
| Series F5 | 11.26 | - | 11.26 |
| Series 0 | 20.27 | - | 20.27 |
| Series T5 | 10.56 | - | 10.56 |
| Private Series | 15.73 | - | 15.73 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value | Adjustment | Net Asset |
|  | Per Unit | Per Unit | Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 26.02 | - | 26.02 |
| Series F | 31.47 | - | 31.47 |
| Series F5 | 14.62 | - | 14.62 |
| Series 0 | 25.17 | - | 25.17 |
| Series T5 | 13.53 | - | 13.53 |
| Private Series | 19.33 | - | 19.33 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund
Capital Group Global Equity Fund
Edgepoint Global Portfolio
Manulife World Investment Fund PH\&N Overseas Equity Fund RBC Emerging Markets Equity Fund TD US Mid-Cap Growth Fund

| As at December 31, 2022 |  |  |
| ---: | ---: | ---: |
| Transactional |  |  |
| Net Asset Value <br> Per Unit | Adjustment <br> Per Unit | Net Asset <br> Per Unit |
| $\mathbf{\$}$ | $\$$ | $\$$ |
| 21.53 | - | 21.53 |
| 25.74 | $(0.01)$ | 25.73 |
| 11.26 | - | 11.26 |
| 20.27 | - | 20.27 |
| 10.56 | - | 10.56 |
| 15.73 | - | 15.73 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| MSCI TR Net World USD (100\%) CA |  |  |  |  |  |
| New York 16:00 |  | 18,867,352 | $9.2 \pm$ | 25,186,098 | 9.1 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)



During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $279,968,658$ | - | - | $279,968,658$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

Series 0
Private Series

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.6\%) |  |  |  |
| AGF american growth fund | 912,759 | 41,603,538 | 39,869,873 |
| Capital Group Global Equity Fund, Series I | 1,223,803 | 39,992,802 | 52,029,259 |
| Edgepoint Global Portfolio, Series I | 1,676,566 | 49,951,544 | 52,493,961 |
| PH\&N Overseas Equity Fund, Series 0 | 1,752,897 | 29,113,689 | 31,166,336 |
| RBC Emerging Markets Equity Fund, Series 0 | 1,230,544 | 22,772,830 | 21,011,300 |
| TD US Mid-Cap Growth Fund, Series 0 | 224,415 | 9,930,709 | 10,466,732 |
|  |  | 193,365,112 | 207,037,461 |
| Total Investments (100.6\%) |  | 193,365,112 * | 207,037,461 |
| Cash and Other Net Assets ( $-0.6 \%$ ) |  |  | $(1,286,619)$ |
| Net Assets (100\%) |  |  | 205,750,842 |

## Meritage American Equity Portfolio

## Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 57,696 | 71,396 |
| Subscriptions receivable |  | 31 | 23 |
| Proceeds from sale of investments receivable |  | 818 | - |
| Total assets |  | 58,545 | 71,419 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 773 | 243 |
| Redeemed units payable |  | 8 | 12 |
| Accrued expenses |  | 104 | 124 |
| Total liabilities (excluding net assets attributable to holdersof redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 57,660 | 71,040 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 38,910 | 48,512 |
| Series F |  | 18,448 | 22,149 |
| Series F5 |  | 143 | 167 |
| Series T5 |  | 159 | 212 |
|  |  | 57,660 | 71,040 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 15.69 | 22.92 |
| Series F |  | 17.23 | 25.67 |
| Series F5 |  | 8.78 | 13.84 |
| Series T5 |  | 8.79 | 13.61 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |


| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
| :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 472 | 493 |
| Other income |  | 77 | 90 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 15,891 | 5,300 |
| Change in net unrealized appreciation/depreciation on investments |  | $(23,030)$ | 5,818 |
| Total income |  | $(6,590)$ | 11,701 |
| Expenses | 8 |  |  |
| Management fees |  | 1,160 | 1,282 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 6 | 6 |
| Fixed-administration fees |  | 125 | 137 |
| Fees paid by the manager |  | (18) | (35) |
| Total expenses |  | 1,275 | 1,392 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(7,865)$ | 10,309 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(5,520)$ | 6,926 |
| Series F |  | $(2,301)$ | 3,329 |
| Series F5 |  | (19) | 23 |
| Series T5 |  | (25) | 31 |
|  |  | $(7,865)$ | 10,309 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 2,007,180 | 2,143,016 |
| Series F |  | 847,960 | 844,211 |
| Series F5 |  | 12,178 | 11,100 |
| Series T5 |  | 14,719 | 15,773 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (2.75) | 3.23 |
| Series F |  | (2.72) | 3.94 |
| Series F5 |  | (1.43) | 2.08 |
| Series T5 |  | (1.66) | 1.93 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors

Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | (7.865) | 10,309 |
|  | $(15,891)$ | $(5,300)$ |
|  | 23,030 | $(5,818)$ |
|  | $(41,741)$ | (493) |
|  | 47,484 | 3,563 |
|  | (20) | 13 |
|  | 4,997 | 2,274 |
| 2 |  |  |
|  | (784) | (101) |
|  | $\begin{array}{r} 5,713 \\ (10,456) \end{array}$ | $\begin{aligned} & 7,221 \\ & (9,364) \end{aligned}$ |
|  | $(5,527)$ | $(2,244)$ |
|  | (530) | 30 |
|  | (243) | (273) |
|  | (773) | (243) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage American Equity Portfolio's investment objective seeks to achieve long-term capital appreciation by investing primarily in a diverse mix of U.S. equity mutual funds.
The portfolio manager invests all of the Portfolio's net assets in U.S. equity mutual funds. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net <br> Income <br> (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2007 | A | A | 2.00 | 0.18 |
| Series F | September 25, 2007 | A | A | 1.00 | 0.18 |
| Series F5 | September 5, 2014 | M | A | 1.00 | 0.18 |
| Series T5 | September 5, 2014 | M | A | 2.00 | 0.18 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 15.69 | - | 15.69 |
| Series F | 17.23 | - | 17.23 |
| Series F5 | 8.78 | - | 8.78 |
| Series T5 | 8.79 | - | 8.79 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  |  | \$ | \$ |
| Advisor Series | 22.92 | - | 22.92 |
| Series F | 25.67 | - | 25.67 |
| Series F5 | 13.84 | - | 13.84 |
| Series T5 | 13.61 | - | 13.61 |

Structured Entities (Note 2)
(in thousands Canadian dollars)
Fair Value

| December 31, | December 31, <br> 2022 |
| ---: | ---: |
| 2021 |  |
| $\$ 9,944$ | $\$$ |
| 11,607 | 23,361 |
| - | 26,443 |
| 20,289 | - |
| 5,857 | 21,591 |

AGF American Growth Fund Beutel Goodman American Equity Fund Fidelity American Disciplined Equity Fund NBI U.S. Equity Private Portfolio
TD US Mid-Cap Growth Fund

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| S\&P 500 Index TR (100\%) CA Londres |  |  |  |  |
| 11:00 | 5,120,187 | $8.9 \pm$ | 6,478,814 | 9.1 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)



During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $\$ 1,395,630$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | - | - | $71,395,630$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

Series F5

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.1\%) |  |  |  |
| AGF american growth fund | 456,580 | 20,810,918 | 19,943,700 |
| Beutel Goodman American Equity Fund, Series I | 631,968 | 10,632,018 | 11,606,972 |
| TD US Mid-Cap Growth Fund, Series 0 | 125,576 | 3,422,948 | 5,856,870 |
| NBI U.S. Equity Private Portfolio, SERIES 0 | 1,660,746 | 20,332,817 | 20,288,837 |
|  |  | 55,198,701 | 57,696,379 |
| Total Investments (100.1\%) |  | 55,198,701 * | 57,696,379 |
| Cash and Other Net Assets (-0.1\%) |  |  | $(36,618)$ |
| Net Assets (100\%) |  |  | 57,659,761 |
| *Average cost of Investments as of December 31, 2021 is $\$ 45,868,026$. |  |  |  |

## Meritage International Equity Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Current assets <br> Investments

Subscriptions receivable
Total assets

## Liabilities Current liabilities <br> Bank overdraft

Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series
Advisor Series
Series F
Series F5
Series T5

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F
Series F5
Series T5
Approved on behalf of the board of directors of National Bank
Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor |  | Seri |  | Serie |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 13,442 | 14,968 | 15,055 | 13,018 | 237 | 214 | 111 | 108 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,706)$ | 818 | $(2,158)$ | 831 | (28) | 14 | (15) | 6 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,883 | 1,661 | 7,545 | 3,710 | 25 | 26 | 5 | - |
| Reinvestments of distributions to holders of redeemable units |  | 1 | 2 |  |  |  |  | 1 | 2 |
| Redemption of redeemable units |  | $(2,360)$ | $(4,005)$ | $(4,295)$ | $(2,504)$ | (40) | (6) | (41) | . |
| Total redeemable units transactions |  | (476) | $(2,342)$ | 3,302 | 1,208 | (13) | 20 | (35) | 2 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net realized gain |  | - |  | 91 | - | 1 |  | - | - |
| Return of capital |  |  |  |  | - | 11 | 11 | 4 | 5 |
| Management fees rebate |  | 1 | 2 | 2 | 2 |  |  |  |  |
| Total distributions to investors |  | 1 | 2 | 93 | 2 | 12 | 11 | 4 | 5 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,183)$ | $(1,526)$ | 1,051 | 2,037 | (53) | 23 | (54) | 3 |
| Net assets attributable to holders of redeemable units, end of the year |  | 11,259 | 13,442 | 16,106 | 15,055 | 184 | 237 | 57 | 111 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 847,469 | 995,958 | 794,711 | 733,437 | 20,513 | 18,796 | 10,567 | 10,341 |
| Redeemable units issued |  | 135,427 | 105,980 | 446,277 | 195,818 | 2,685 | 2,221 | 624 |  |
| Redeemable units issued on reinvestments |  | 78 | 95 | 3,144 | 98 | 183 | 11 | 53 | 226 |
| Redeemable units redeemed |  | $(168,483)$ | $(254,564)$ | $(274,445)$ | $(134,642)$ | $(4,075)$ | (515) | $(4,590)$ |  |
| Redeemable units outstanding, end of the year |  | 814,491 | 847,469 | 969,687 | 794,711 | 19,306 | 20,513 | 6,654 | 10,567 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year


## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage International Equity Portfolio's investment objective seeks to achieve long-term capital appreciation by investing primarily in a diverse mix of international and emerging markets equity mutual funds.
The portfolio manager invests all of the Portfolio's net assets in international and emerging market equity mutual funds. International equity originates primarily in markets located outside North America. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2007 | A | A | 2.00 | 0.18 |
| Series F | September 25, 2007 | A | A | 1.00 | 0.18 |
| Series F5 | September 5, 2014 | M | A | 1.00 | 0.18 |
| Series 75 | September 5, 2014 | M | A | 2.00 | 0.18 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.82 | - | 13.82 |
| Series F | 16.61 | - | 16.61 |
| Series F5 | 9.54 | - | 9.54 |
| Series T5 | 8.63 | - | 8.63 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 15.86 | - | 15.86 |
| Series F | 18.94 | - | 18.94 |
| Series F5 | 11.55 | - | 11.55 |
| Series T5 | 10.52 | - | 10.52 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

CI Black Creek International Equity Corporate Class Fund
Manulife World Investment Fund
PH\&N Overseas Equity Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
|  | $\$$ |
| 9,760 | 9,808 |
| 8,254 | 8,820 |
| 9,687 | 10,250 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| MSCI Daily TR Net EAFE USD Index (100\%) CA New York 16:00 | 2,525,952 | $9.2 \pm$ | 2,714,356 | 9.4 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | (0.3) | (0.1) |
| Global Equity Funds | 100.3 | 100.1 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 27,700,638 |  |  | 27,700,638 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 28,877,907 | - | - | 28,877,907 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

Series F5
Series T5

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
| Units | $\%$ | Units | $\%$ |
| 164 | 1 | 154 | 1 |
| 166 | 2 | 156 | 1 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.3\%) |  |  |  |
| CI Black Creek International Equity Corporate Class Fund Class I | 434,636 | 9,425,875 | 9,760,092 |
| Manulife World Investment Fund, Series I | 411,068 | 7,482,539 | 8,253,752 |
| PH\&N Overseas Equity Fund, Series O | 544,817 | 9,533,507 | 9,686,794 |
|  |  | 26,441,921 | 27,700,638 |
| Total Investments (100.3\%) |  | 26,441,921 * | 27,700,638 |
| Cash and Other Net Assets (-0.3\%) |  |  | (94,601) |
| Net Assets (100\%) |  |  | 27,606,037 |

## Meritage Conservative Portfolio

Financial Statements


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | eries | Serie |  | Serie |  | Serie |  | Private |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | , | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 86,746 | 100,576 | 43,346 | 36,373 | 455 | 574 | 771 | 921 | 3,637 | 4,849 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(10,364)$ | 680 | $(4,949)$ | 814 | (53) | 10 | (95) | 8 | (398) | 61 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 3,106 | 12,915 | 6,047 | 14,679 | 43 | 8 | 31 | 72 | 1,938 | 3,737 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  | 2 |  |
| Redemption of redeemable units |  | $(16,804)$ | $(27,269)$ | $(10,158)$ | $(8,237)$ | (75) | (118) | (76) | (192) | $(2,645)$ | $(4,908)$ |
| Total redeemable units transactions |  | $(11,413)$ | $(13,128)$ | $(2,933)$ | 7,166 | (11) | (96) | (20) | (106) | (705) | $(1,169)$ |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 551 | 510 | 663 | 639 | 7 | 8 | 5 | 4 | 53 | 64 |
| Net realized gain |  | 2,027 | 853 | 1,064 | 359 | 11 | 5 | 19 | 8 | 84 | 40 |
| Return of capital |  |  |  |  |  | 17 | 20 | 34 | 40 |  |  |
| Management fees rebate |  | 13 | 19 | 8 | 9 | . | - | . | - | . | - |
| Total distributions to investors |  | 2,591 | 1,382 | 1,735 | 1,007 | 35 | 33 | 58 | 52 | 137 | 104 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(24,368)$ | $(13,830)$ | $(9,617)$ | 6,973 | (99) | (119) | (173) | (150) | $(1,240)$ | $(1,212)$ |
| Net assets attributable to holders of redeemable units, end of the year |  | 62,378 | 86,746 | 33,729 | 43,346 | 356 | 455 | 598 | 771 | 2,397 | 3,637 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 6,517,077 | 7,505,610 | 3,291,193 | 2,747,312 | 50,093 | 60,422 | 91,743 | 103,888 | 316,738 | 418,798 |
| Redeemable units issued |  | 254,907 | 970,101 | 504,878 | 1,112,974 | 5,434 | 846 | 4,317 | 8,390 | 186,736 | 323,859 |
| Redeemable units issued on reinvestments |  | 203,962 | 92,385 | 105,867 | 55,207 | 2,707 | 1,568 | 3,674 | 1,708 | 228 | 184 |
| Redeemable units redeemed |  | $(1,391,533)$ | $(2,051,019)$ | $(851,245)$ | $(624,300)$ |  |  | $(10,623)$ | $(22,243)$ | $(254,356)$ | $(426,103)$ |
| Redeemable units outstanding, end of the year |  | 5,584,413 | 6,517,077 | 3,050,693 | 3,291,193 | 48,564 | 50,093 | 89,111 | 91,743 | 249,346 | 316,738 |

## Statements of Cash Flows for the Years Ended December 31

 (in thousands Canadian dollars)Cash flows from (used in) operating activitie
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

2

| 2022 | 2021 |
| ---: | ---: |
| $\mathbf{\$}$ | $\$$ |
| $(15,859)$ | 1,573 |
| $(2,285)$ | $(5,203)$ |
| 19,555 | 4,981 |
| $(26,480)$ | $(8,615)$ |
| 44,753 | 16,757 |
| $(27)$ | - |
| $(51)$ | $(16)$ |
| 19,606 |  |
|  | 9,477 |

2

| $(1,045)$ | $(598)$ <br> 11,186 <br> $(29,823)$ <br> $(19,682)$ |
| ---: | ---: | | 31,541 |
| ---: |
| $(40,681)$ |
| $(9,738)$ |
| $(76)$ |
| $(944)$ | | $(261)$ |
| ---: |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Conservative Porffolio's investment objective seeks to achieve a steady rate of return with reduced risk by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $70-90 \%$ of net assets invested in Canadian and global fixed income securities and $10-30 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | Q | A | 1.65 | 0.11 |
| Series F | September 25, 2006 | Q | A | 0.80 | 0.11 |
| Series F5 | September 5, 2014 | M | A | 0.80 | 0.11 |
| Series T5 | September 5, 2014 | M | A | 1.65 | 0.11 |
| Private Series | March 10, 2016 | Q | A | * | * |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 11.17 | - | 11.17 |
| Series F | 11.06 |  | 11.06 |
| Series F5 | 7.34 |  | 7.34 |
| Series T5 | 6.71 | - | 6.71 |
| Private Series | 9.61 | - | 9.61 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.31 |  | 13.31 |
| Series F | 13.17 |  | 13.17 |
| Series F5 | 9.09 |  | 9.09 |
| Series T5 | 8.41 | - | 8.41 |
| Private Series | 11.48 | - | 11.48 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

Beutel Goodman Canadian Equity Fund
Capital Group Global Equity Fund
Cl Signature Canadian Bond Fund Edgepoint Global Portfolio

31, December 31,

| December 31, | December 31, <br> $\mathbf{2 0 2 2}$ |
| ---: | ---: |
| $\mathbf{2 0 2 1}$ |  |
| 5,016 | $\mathbf{\$}$ |
| 5,045 | - |
| 31,061 | 13,096 |
| 5,080 | 42,270 |
| 5,100 | - |
| 5,061 | - |
| 6,581 | 13,935 |
| - | 8,871 |
| 6,558 | 8,942 |
| 31,106 | - |
| - | 42,257 |
|  | 6,782 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR CAD (10\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (10\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (80\%) | 8,712,509 | $8.8 \pm$ | 11,012,338 | 8.2 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.


During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$ \$$ |
| Mutual funds | $136,152,168$ | - | - | $136,152,168$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)


## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (96.1\%) |  |  |  |
| Beutel Goodman Canadian Equity Fund, Series I | 116,071 | 5,525,668 | 5,016,441 |
| Capital Group Global Equity Fund, Series I | 118,676 | 2,734,058 | 5,045,425 |
| Cl Signature Canadian Bond Fund, Class I | 3,375,134 | 36,519,806 | 31,060,682 |
| Edgepoint Global Portfolio, Series I | 162,239 | 4,784,295 | 5,079,770 |
| Manulife Canadian Investment Fund, Series I | 294,498 | 4,005,521 | 5,061,158 |
| Manulife Strategic Income Fund, Series I | 612,681 | 7,379,620 | 6,581,298 |
| RP Strategic Income Plus Fund, Class 0 | 679,891 | 6,637,656 | 6,558,366 |
| TD Canadian Core Plus Bond Fund, Series 0 | 2,869,515 | 36,344,190 | 31,105,542 |
|  |  | 103,930,814 | 95,508,682 |
| Exchange Traded Funds (5.1\%) |  |  |  |
| NBI Sustainable Canadian Short Term Bond ETF | 538,582 | 5,186,545 | 5,100,372 |
| Total Investments (101.2\%) |  | $\underline{\text { 109,117,359 * }}$ | 100,609,054 |
| Cash and Other Net Assets (-1.2\%) |  |  | $(1,151,194)$ |
| Net Assets (100\%) |  |  | 99,457,860 |

*Average cost of Investments as of December 31, 2021 is $\$ 125,105,713$.

## Meritage Moderate Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Note \begin{tabular}{r}

December 31, | December 31, |
| ---: | :--- |
| 2022 |
| 2021 | <br>

\hline$\$$
\end{tabular}

| Assets |  |  |  |
| :---: | :---: | :---: | :---: |
| Current assets |  |  |  |
| Investments | 5 | 156,015 | 190,422 |
| Subscriptions receivable |  | 177 | 289 |
| Proceeds from sale of investments receivable |  | 4,006 | - |
| Total assets |  | 160,198 | 190,711 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 3,822 | 989 |
| Redeemed units payable |  | 159 | 143 |
| Accrued expenses |  | 213 | 259 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 4,194 | 1,391 |
| Net assets attributable to holders of redeemable units |  | 156,004 | 189,320 |
| Net assets attributable to holders of redeemable units per series |  |  |  |
| Advisor Series |  | 88,223 | 116,205 |
| Series F |  | 44,831 | 47,104 |
| Series F5 |  | 1,140 | 1,708 |
| Series T 5 |  | 946 | 1,498 |
| Private Series |  | 20,864 | 22,805 |
|  |  | 156,004 | 189,320 |
| Net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Advisor Series |  | 12.47 | 14.95 |
| Series F |  | 12.81 | 15.32 |
| Series F5 |  | 7.26 | 9.14 |
| Series T5 |  | 6.93 | 8.83 |
| Private Series |  | 10.23 | 12.26 |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 4,351 | 4,377 |
| Other income |  | 147 | 168 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 7,448 | 8,298 |
| Change in net unrealized appreciation/depreciation on investments |  | $(30,103)$ | 28 |
| Total income |  | $(18,157)$ | 12,871 |
| Expenses | 8 |  |  |
| Management fees |  | 2,511 | 2,835 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 14 | 15 |
| Fixed-administration fees |  | 233 | 254 |
| Fees paid by the manager |  | (44) | (70) |
| Total expenses |  | 2,716 | 3,036 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(20,873)$ | 9,835 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(12,929)$ | 5,816 |
| Series F |  | $(5,138)$ | 2,596 |
| Series F5 |  | (169) | 98 |
| Series T5 |  | (157) | 52 |
| Private Series |  | $(2,480)$ | 1,273 |
|  |  | $(20,873)$ | 9,835 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 7,292,897 | 7,989,227 |
| Series F |  | 3,291,579 | 2,906,319 |
| Series F5 |  | 162,483 | 188,633 |
| Series T5 |  | 158,240 | 128,175 |
| Private Series |  | 2,047,209 | 1,726,432 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.77) | 0.73 |
| Series F |  | (1.56) | 0.89 |
| Series F5 |  | (1.03) | 0.52 |
| Series T5 |  | (1.00) | 0.41 |
| Private Series |  | (1.21) | 0.74 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  | Note | Advisor Series |  | Serie |  | Serie |  | Serie |  | Private Series |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 116,205 | 121,620 | 47,104 | 41,976 | 1,708 | 1,597 | 1,498 | 1,018 | 22,805 | 19,624 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(12,929)$ | 5,816 | $(5,138)$ | 2,596 | (169) | 98 | (157) | 52 | $(2,480)$ | 1,273 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 7,683 | 16,005 | 12,446 | 10,542 | 37 | 715 | 125 | 603 | 21,271 | 21,348 |
| Reinvestments of distributions to holders of redeemable |  | 4.541 |  |  |  | 83 | 50 | 66 | 33 |  | 37 |
| Redemption of redeemable units |  | $(22,112)$ | $(27,001)$ | $(8,473)$ | $(7,592)$ | (376) | (636) | (456) | (133) | $(19,321)$ | $(18,890)$ |
| Total redeemable units transactions |  | $(9,888)$ | $(9,303)$ | 5,836 | 3,721 | (256) | 129 | (265) | 503 | 2,044 | 2,495 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 469 | 378 | 711 | 594 | 19 | 23 | 6 | 7 | 374 | 304 |
| Net realized gain |  | 4,680 | 1,530 | 2,249 | 585 | 61 | 22 | 58 | 16 | 1,131 | 283 |
| Return of capital |  |  |  | - |  | 63 | 71 | 65 | 52 |  | - |
| Management fees rebate |  | 16 | 20 | 11 | 10 |  | - | 1 |  |  | - |
| Total distributions to investors |  | 5,165 | 1,928 | 2,971 | 1,189 | 143 | 116 | 130 | 75 | 1,505 | 587 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(27,982)$ | $(5,415)$ | $(2,273)$ | 5,128 | (568) | 111 | (552) | 480 | $(1,941)$ | 3,181 |
| Net assets attributable to holders of redeemable units, end of the year |  | 88,223 | 116,205 | 44,831 | 47,104 | 1,140 | 1,708 | 946 | 1,498 | 20,864 | 22,805 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 7,775,034 | 8,407,467 | 3,075,523 | 2,833,670 | 186,730 | 173,205 | 169,753 | 114,024 | 1,860,385 | 1,655,661 |
| Redeemable units issued |  | 556,301 | 1,081,302 | 880,408 | 691,731 | 4,361 | 76,483 | 14,749 | 66,889 | 1,893,090 | 1,754,938 |
| Redeemable units issued on reinvestments |  | 364,684 | 113,323 | 145,478 | 50,470 | 11,142 | 5,418 | 9,403 | 3,727 | 9,195 | 3,037 |
| Redeemable units redeemed |  | $(1,620,607)$ | $(1,827,058)$ | $(602,841)$ | $(500,348)$ | $(45,143)$ | $(68,376)$ | $(57,420)$ | $(14,887)$ | $(1,722,833)$ | $(1,553,251)$ |
| Redeemable units outstanding, end of the year |  | 7,075,412 | 7,775,034 | 3,498,568 | 3,075,523 | 157,090 | 186,730 | 136,485 | 169,753 | 2,039,837 | 1,860,385 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(20,873)$ | 9,835 |
|  | $(7,448)$ | $(8,298)$ |
|  | 30,103 | (28) |
|  | $(43,497)$ | $(17,388)$ |
|  | 51,243 | 22,515 |
|  | (46) | (3) |
|  | 9,482 | 6,633 |
| 2 |  |  |
|  | $(3,267)$ | $(1,311)$ |
|  | 41,674 | 49,015 |
|  | $(50,722)$ | $(54,400)$ |
|  | (12,315) | $(6,696)$ |
|  | $(2,833)$ | (63) |
|  |  | (926) |
|  | $(3,822)$ | (989) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Moderate Portfolio's investment objective seeks to achieve a steady rate of return and long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $55-75 \%$ of net assets invested in Canadian and global fixed income securities and $25-45 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | Q | A | 1.65 | 0.12 |
| Series F | September 25, 2006 | Q | A | 0.80 | 0.12 |
| Series F5 | September 5, 2014 | M | A | 0.80 | 0.12 |
| Series T5 | September 5, 2014 | M | A | 1.65 | 0.12 |
| Private Series | March 10, 2016 | Q | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 12.47 | - | 12.47 |
| Series F | 12.81 | - | 12.81 |
| Series F5 | 7.26 | - | 7.26 |
| Series T5 | 6.93 | - | 6.93 |
| Private Series | 10.23 | - | 10.23 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 14.95 | - | 14.95 |
| Series F | 15.32 | - | 15.32 |
| Series F5 | 9.14 | - | 9.14 |
| Series T5 | 8.83 | - | 8.83 |
| Private Series | 12.26 | - | 12.26 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

AGF American Growth Fund
Beutel Goodman Canadian Equity Fund Capital Group Global Equity Fund CI Signature Canadian Bond Fund Edgepoint Global Portfolio Fidelity Canadian Disciplined Equity Fund Leith Wheeler Canadian Equity Fund Manulife Canadian Investment Fund Manulife Strategic Income Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund

Fair Value

| Fair |  |
| ---: | ---: |
| December 31, | December 31, |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\mathbf{\$}$ | $\mathbf{\$}$ |
| 7,728 | - |
| 11,691 | 14,509 |
| 7,705 | 11,801 |
| 41,376 | 50,325 |
| 7,685 | 12,876 |
| - | 14,439 |
| 11,813 | - |
| 7,829 | 14,270 |
| 9,332 | 11,177 |
| - | 11,167 |
| 9,442 | - |
| 41,415 | 49,859 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |  |
| CAD (17.5\%) |  |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (17.5\%) |  |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |  |
| GR CAD (65\%) |  | 14,742,350 | $9.5 \pm$ | 17,682,453 | 9.3 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :---: | :---: | :---: |
|  | Percentage of Net Assets as at |  |
| Asset Mix | $\begin{array}{r} \hline \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \hline \text { December 31, } \\ 2021 \end{array}$ |
|  | \% | \% |
| American Equity Funds | 4.9 | - |
| Canadian Equity Funds | 20.1 | 22.8 |
| Cash, Money Market and Other Net Assets | - | (0.6) |
| Fixed Income Funds | 65.1 | 64.8 |
| Global Equity Funds | 9.9 | 13.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $156,015,246$ | - | - | $156,015,246$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | ---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $190,422,064$ | - | - | $190,422,064$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |
|  | 124 | - | 116 | - |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.0\%) |  |  |  |
| AGF american growth fund | 176,917 | 8,225,655 | 7,727,860 |
| Beutel Goodman Canadian Equity Fund, Series I | 270,502 | 10,610,878 | 11,690,715 |
| Capital Group Global Equity Fund, Series I | 181,228 | 4,713,246 | 7,704,802 |
| Cl Signature Canadian Bond Fund, Class I | 4,495,985 | 48,442,500 | 41,375,650 |
| Edgepoint Global Portfolio, Series I | 245,461 | 7,252,832 | 7,685,474 |
| Leith Wheeler Canadian Equity Fund | 212,346 | 11,985,828 | 11,813,043 |
| Manulife Canadian Investment Fund, Series I | 455,571 | 6,286,955 | 7,829,303 |
| Manulife Strategic Income Fund, Series I | 868,716 | 10,464,040 | 9,331,575 |
| RP Strategic Income Plus Fund, Class O | 978,786 | 9,555,710 | 9,441,563 |
| TD Canadian Core Plus Bond Fund, Series 0 | 3,820,596 | 48,272,742 | 41,415,261 |
|  |  | 165,810,386 | 156,015,246 |
| Total Investments ( $100.0 \%$ ) |  | $\underline{165,810,386}$ * | 156,015,246 |
| Cash and Other Net Assets (0.0\%) |  |  | $(11,545)$ |
| Net Assets (100\%) |  |  | 156,003,701 |

## Meritage Balanced Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Note \begin{tabular}{r}

December 31, | December 31, |
| ---: | :--- |
| 2022 |
| 2021 | <br>

\hline$\$$
\end{tabular}

| Assets |  |  |  |
| :---: | :---: | :---: | :---: |
| Current assets |  |  |  |
| Investments | 5 | 486,876 | 590,042 |
| Subscriptions receivable |  | 221 | 245 |
| Proceeds from sale of investments receivable |  | 12,058 | - |
| Total assets |  | 499,155 | 590,287 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 10,389 | 1,364 |
| Distributions payable |  | 2 |  |
| Redeemed units payable |  | 571 | 396 |
| Accrued expenses |  | 773 | 938 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  | 11,735 | 2,698 |
| Net assets attributable to holders of redeemable units |  | 487,420 | 587,589 |
| Net assets attributable to holders of redeemable units per series |  |  |  |
| Advisor Series |  | 308,831 | 392,422 |
| Series F |  | 122,057 | 133,425 |
| Series F5 |  | 2,606 | 3,318 |
| Series T5 |  | 1,813 | 3,583 |
| Private Series |  | 52,113 | 54,841 |
|  |  | 487,420 | 587,589 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 13.28 | 16.38 |
| Series F |  | 14.03 | 17.26 |
| Series F5 |  | 7.01 | 9.25 |
| Series T5 |  | 6.59 | 8.84 |
| Private Series |  | 11.02 | 13.57 |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 12,466 | 11,882 |
| Other income |  | 602 | 512 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 40,828 | 32,246 |
| investments |  | $(109,215)$ | 14,902 |
| Total income |  | $(55,319)$ | 59,542 |
| Expenses | 8 |  |  |
| Management fees |  | 9,096 | 10,334 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 33 | 57 |
| Fixed-administration fees |  | 714 | 786 |
| Fees paid by the manager |  | (112) | (159) |
| Total expenses |  | 9,733 | 11,020 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(65,052)$ | 48,522 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(44,035)$ | 31,871 |
| Series F |  | $(14,379)$ | 11,496 |
| Series F5 |  | (349) | 268 |
| Series T5 |  | (383) | 259 |
| Private Series |  | $(5,906)$ | 4,628 |
|  |  | $(65,052)$ | 48,522 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 22,641,737 | 24,696,970 |
| Series F |  | 8,021,901 | 7,531,914 |
| Series F5 |  | 388,576 | 326,742 |
| Series T5 |  | 347,031 | 358,510 |
| Private Series |  | 4,532,136 | 3,743,522 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.95) | 1.29 |
| Series F |  | (1.79) | 1.53 |
| Series F5 |  | (0.90) | 0.82 |
| Series T5 |  | (1.10) | 0.72 |
| Private Series |  | (1.30) | 1.24 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | Series | Seri |  | Serie |  | Serie |  | Private | eries |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | S | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 392,422 | 398,540 | 133,425 | 113,130 | 3,318 | 2,635 | 3,583 | 3,096 | 54,841 | 43,144 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(44,035)$ | 31,871 | $(14,379)$ | 11,496 | (349) | 268 | (383) | 259 | $(5,906)$ | 4,628 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 31,310 | 42,390 | 36,664 | 38,013 | 1,050 | 665 | 73 | 572 | 55,218 | 48,336 |
| Reinvestments of distributions to holders of redeemable units Redemption of redeemable units |  | $\begin{gathered} 23,897 \\ (68,925) \end{gathered}$ | $\begin{gathered} 5,645 \\ (79,946) \\ \hline \end{gathered}$ | $\begin{gathered} 8,464 \\ (30,656) \end{gathered}$ | $\begin{gathered} 1,535 \\ (28,733) \\ \hline \end{gathered}$ | $\begin{gathered} 283 \\ (1,245) \end{gathered}$ | $\begin{gathered} 70 \\ (124) \\ \hline \end{gathered}$ | $\begin{array}{r} 225 \\ (1,335) \\ \hline \end{array}$ | $\begin{gathered} 80 \\ (218) \\ \hline \end{gathered}$ | $\begin{gathered} 309 \\ (46,966) \\ \hline \end{gathered}$ | $\begin{gathered} 43 \\ (40,520) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | $(13,718)$ | $(31,911)$ | 14,472 | 10,815 | 88 | 611 | $(1,037)$ | 434 | 8,561 | 7,859 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 67 | - | 1,418 | - | 32 | - | - | - | 766 | - |
| Net realized gain |  | 25,706 | 5,998 | 10,017 | 1,987 | 253 | 48 | 197 | 49 | 4,617 | 790 |
| Return of capital |  |  |  |  |  | 165 | 147 | 152 | 156 | - | - |
| Management fees rebate |  | 65 | 80 | 26 | 29 | 1 | 1 | 1 | 1 |  | - |
| Total distributions to investors |  | 25,838 | 6,078 | 11,461 | 2,016 | 451 | 196 | 350 | 206 | 5,383 | 790 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(83,591)$ | $(6,118)$ | $(11,368)$ | 20,295 | (712) | 683 | $(1,770)$ | 487 | $(2,728)$ | 11,697 |
| Net assets attributable to holders of redeemable units, end of the year |  | 308,831 | 392,422 | 122,057 | 133,425 | 2,606 | 3,318 | 1,813 | 3,583 | 52,113 | 54,841 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 23,961,533 | 25,965,689 | 7,730,063 | 7,075,235 | 358,773 | 293,006 | 405,267 | 356,499 | 4,042,077 | 3,442,573 |
| Redeemable units issued |  | 2,060,744 | 2,658,812 | 2,296,770 | 2,268,679 | 128,508 | 71,692 | 8,769 | 64,335 | 4,444,974 | 3,662,784 |
| Redeemable units issued on reinvestments |  | 1,803,060 | 344,684 | 604,820 | 88,964 | 39,899 | 7,590 | 33,641 | 8,995 | 28,148 | 3,133 |
| Redeemable units redeemed |  | $(4,576,910)$ | $(5,007,652)$ | $(1,930,338)$ | $(1,702,815)$ | $(155,270)$ | $(13,515)$ | $(172,603)$ | $(24,562)$ | $(3,784,708)$ | $(3,066,413)$ |
| Redeemable units outstanding, end of the year |  | 23,248,427 | 23,961,533 | 8,701,315 | 7,730,063 | 371,910 | 358,773 | 275,074 | 405,267 | 4,730,491 | 4,042,077 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdratt), beginning of the year

Cash (bank overdraft), end of the year

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Balanced Portfolio's investment objective seeks to achieve a combination of income and long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $40-60 \%$ of net assets invested in Canadian and global fixed income securities and $40-60 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | Q | A | 1.90 | 0.12 |
| Series F | September 25, 2006 | Q | A | 0.90 | 0.12 |
| Series F5 | September 5, 2014 | M | A | 0.90 | 0.12 |
| Series T5 | September 5, 2014 | M | A | 1.90 | 0.12 |
| Private Series | March 10, 2016 | Q | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.28 | - | 13.28 |
| Series F | 14.03 | - | 14.03 |
| Series F5 | 7.01 | - | 7.01 |
| Series T5 | 6.59 | - | 6.59 |
| Private Series | 11.02 | - | 11.02 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 16.38 | - | 16.38 |
| Series F | 17.26 | - | 17.26 |
| Series F5 | 9.25 | - | 9.25 |
| Series T5 | 8.84 | - | 8.84 |
| Private Series | 13.57 | - | 13.57 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund Capital Group Global Equity Fund Cl Signature Canadian Bond Fund Edgepoint Global Portfolio Fidelity Canadian Disciplined Equity Fund Leith Wheeler Canadian Equity Fund Manulife Canadian Investment Fund Manulife Strategic Income Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund

Fair Value

| December 31, |  |
| ---: | ---: |
| $\mathbf{2 0 2 2}$ | December 31, <br>  <br>  <br> $\mathbf{2 0 2 1}$ |
| 31,340 | $\$$ |
| 55,013 | 75,870 |
| - | 30,471 |
| 32,728 | 44,013 |
| 97,856 | 115,575 |
| 33,034 | 44,950 |
| - | 74,512 |
| 53,243 | - |
| 36,434 | 31,334 |
| 24,556 | 28,822 |
| - | 28,615 |
| 24,162 | - |
| 98,510 | 115,880 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition |  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  |  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |  |
| CAD (25\%) |  |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (25\%) |  |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |  |
| GR CAD (50\%) |  | 46,987,312 | $9.6 \pm$ | 56,761,074 | 9.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  |  | December 31, |
|  | December 31, |  |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | 6.4 | $\%$ |
| American Equity Funds | 29.7 | - |
| Canadian Equity Funds | 0.1 | 36.1 |
| Cash, Money Market and Other Net Assets | 50.3 | $(0.4)$ |
| Fixed Income Funds | 13.5 | 49.2 |
| Global Equity Funds |  | 15.1 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $486,875,917$ | - | - | $486,875,917$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 590,042,154 | - | - | 590,042,154 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |
| Private Series | 124 | - | 113 | - |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{c} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (99.9\%) |  |  |  |
| AGF American Growth Fund | 717,489 | 33,359,144 | 31,340,340 |
| Beutel Goodman Canadian Equity Fund, Series I | 1,272,898 | 48,003,328 | 55,012,878 |
| Capital Group Global Equity Fund, Series I | 769,800 | 19,061,607 | 32,727,595 |
| Cl Signature Canadian Bond Fund, Class I | 10,633,290 | 114,904,255 | 97,856,043 |
| Edgepoint Global Portfolio, Series I | 1,055,055 | 30,832,513 | 33,034,191 |
| Leith Wheeler Canadian Equity Fund | 957,075 | 54,021,809 | 53,243,046 |
| Manulife Canadian Investment Fund, Series I | 2,120,032 | 31,911,163 | 36,434,241 |
| Manulife Strategic Income Fund, Series I | 2,286,043 | 27,663,348 | 24,556,219 |
| RP Strategic Income Plus Fund, Class O | 2,504,771 | 24,453,637 | 24,161,526 |
| TD Canadian Core Plus Bond Fund, Series 0 | 9,087,623 | 115,221,626 | 98,509,838 |
|  |  | 499,432,430 | 486,875,917 |
| Total Investments (99.9\%) |  | 499,432,430 * | 486,875,917 |
| Cash and Other Net Assets (0.1\%) |  |  | 544,331 |
| Net Assets (100\%) |  |  | 487,420,248 |

*Average cost of Investments as of December 31, 2021 is $\$ 493,384,153$.

## Meritage Growth Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to
holders of redeemable units
Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

| Note | Advisor Series |  | Series F |  | Series F5 |  | Series 0 |  | Series T5 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
|  | 241,887 | 212,756 | 71,716 | 46,380 | 1,850 | 511 | 2,967 | 3,991 | 2,241 | 411 |
| 6 | $(25,667)$ | 29,504 | $(6,900)$ | 8,214 | (175) | 177 | (79) | 499 | (229) | 162 |
|  | 16,182 | 38,887 | 15,153 | 28,182 | 339 | 1,376 | 14 | (39) | 202 | 2,068 |
| 2 | $\begin{gathered} 18,403 \\ (34,468) \end{gathered}$ | $\begin{gathered} 9,175 \\ (38,817) \end{gathered}$ | $\begin{gathered} 4,817 \\ (15,992) \end{gathered}$ | $\begin{gathered} 2,450 \\ (10,493) \\ \hline \end{gathered}$ | $\begin{gathered} 192 \\ (498) \\ \hline \end{gathered}$ | $\begin{array}{r} 96 \\ (179) \\ \hline \end{array}$ | $(2,900)$ | $\begin{gathered} 137 \\ (1,484) \\ \hline \end{gathered}$ | $\begin{gathered} 188 \\ (706) \\ \hline \end{gathered}$ | $\begin{gathered} 94 \\ (350) \\ \hline \end{gathered}$ |
|  | 117 | 9,245 | 3,978 | 20,139 | 33 | 1,293 | $(2,886)$ | $(1,386)$ | (316) | 1,812 |
|  | 19,401 | 160 | 9 | 303 |  | 8 |  | 23 |  | 3 |
|  |  | 9,411 | 6,047 | 2,699 | 150 | 69 |  | 114 | 171 | 80 |
|  |  |  |  |  | 90 | 54 |  | - | 105 | 61 |
|  | 44 | 47 | 16 | 15 | - | - | - | - | 1 | - |
| 19,445 |  | 9,618 | 6,072 | 3,017 | 240 | 131 | - | 137 | 277 | 144 |
| $(44,995)$ |  | 29,131 | $(8,994)$ | 25,336 | (382) | 1,339 | $(2,965)$ | $(1,024)$ | (822) | 1,830 |
| 196,892 |  | 241,887 | 62,722 | 71,716 | 1,468 | 1,850 | 2 | 2,967 | 1,419 | 2,241 |
|  | 13,731,051 | 13,007,705 | 3,662,938 | 2,574,286 | 183,925 | 52,897 | 188,332 | 277,692 | 238,390 | 44,991 |
|  | 986,494 | 2,438,152 | 832,081 | 1,509,067 | 37,940 | 139,459 |  |  | 24,106 | 219,900 |
|  | $\begin{gathered} 1,304,847 \\ (2,112,470) \end{gathered}$ | $\begin{array}{r} 520,115 \\ (2,234,921) \end{array}$ | $\begin{gathered} 302,871 \\ (869,240) \end{gathered}$ | $\begin{gathered} 124,954 \\ (545,369) \end{gathered}$ | $\begin{gathered} 24,309 \\ (55,233) \end{gathered}$ | $\begin{gathered} 9,446 \\ (17,877) \end{gathered}$ | $(188,202)$ | $\begin{gathered} 8,664 \\ (98,024) \end{gathered}$ | $\begin{gathered} 26,737 \\ (85,357) \end{gathered}$ | $\begin{gathered} 9,897 \\ (36,398) \end{gathered}$ |
|  | 13,909,922 | 13,731,051 | 3,928,650 | 3,662,938 | 190,941 | 183,925 | 130 | 188,332 | 203,876 | 238,390 |


|  | Note | Private Series |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 28,381 | 19,604 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,946)$ | 3,341 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 25,450 | 21,663 |
| Reinvestments of distributions to holders of redeemable units |  | 166 | 77 |
| Redemption of redeemable units |  | $(17,130)$ | $(15,096)$ |
| Total redeemable units transactions |  | 8,486 | 6,644 |
| Distributions to investors | 2 |  |  |
| Net investment income |  | 6 | 141 |
| Net realized gain |  | 3,072 | 1,067 |
| Total distributions to investors |  | 3,078 | 1,208 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 2,462 | 8,777 |
| Net assets attributable to holders of redeemable units, end of the year |  | 30,843 | 28,381 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,905,189 | 1,433,764 |
| Redeemable units issued |  | 1,857,087 | 1,490,112 |
| Redeemable units issued on reinvestments |  | 13,635 | 5,174 |
| Redeemable units redeemed |  | $(1,250,619)$ | $(1,023,861)$ |
| Redeemable units outstanding, end of the year |  | 2,525,292 | 1,905,189 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(35,996)$ | 41,897 |
|  | $(30,048)$ | $(27,353)$ |
|  | 67,172 | $(14,533)$ |
|  | $(120,457)$ | $(52,982)$ |
|  | 135,847 | 56,674 |
|  | (89) | 93 |
|  | 16,429 | 3,796 |
| 2 |  |  |
|  | $(5,346)$ | $(2,226)$ |
|  | 57,418 | 62,947 |
|  | $(71,697)$ | $(66,445)$ |
| $(19,625)$ |  | $(5,724)$ |
|  | $(3,196)$ | $(1,928)$ |
|  | $(2,357)$ | (429) |
|  | $(5,553)$ | $(2,357)$ |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Growth Portfolio's investment objective is to achieve long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $25-45 \%$ of net assets invested in Canadian and global fixed income securities and $55-75 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | Q | A | 1.90 | 0.16 |
| Series F | September 25, 2006 | Q | A | 0.90 | 0.16 |
| Series F5 | September 5, 2014 | M | A | 0.90 | 0.16 |
| Series 0 | October 31, 2013 | Q | A | - | 0.02 |
| Series T5 | September 5, 2014 | M | A | 1.90 | 0.16 |
| Private Series | March 10, 2016 | Q | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 14.15 | - | 14.15 |
| Series F | 15.97 | - | 15.97 |
| Series F5 | 7.69 | - | 7.69 |
| Series 0 | 14.36 | - | 14.36 |
| Series T5 | 6.96 | - | 6.96 |
| Private Series | 12.21 | - | 12.21 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value $\qquad$ | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 17.62 | - | 17.62 |
| Series F | 19.58 | - | 19.58 |
| Series F5 | 10.06 | - | 10.06 |
| Series 0 | 15.75 | - | 15.75 |
| Series T5 | 9.40 | - | 9.40 |
| Private Series | 14.90 | - | 14.90 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund Capital Group Global Equity Fund CI Signature Canadian Bond Fund Edgepoint Global Portfolio Fidelity Canadian Disciplined Equity Fund Leith Wheeler Canadian Equity Fund Manulife Canadian Investment Fund Manulife Strategic Income Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund

Fair Value

| Fair Value |  |
| ---: | ---: |
| December 31, <br> $\mathbf{2 0 2 2}$ | December 31, <br>  <br>  <br> $\mathbf{2 0 2 1}$ |
| 21,703 | $\mathbf{\$}$ |
| 48,031 | - |
| - | 62,053 |
| 21,930 | 28,297 |
| 41,201 | 24,548 |
| 22,105 | 44,839 |
| - | 61,495 |
| 47,561 | - |
| 29,404 | 19,026 |
| 10,270 | 11,192 |
| - | 11,280 |
| 10,116 | - |
| 41,198 | 44,692 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (32.5\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (32.5\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (35\%) $\pm$ | 28,190,523 | $9.6 \pm$ | 33,542,982 | 9.6 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :---: | :---: | :---: |
| Asset Mix | Percentage of Net Assets as at |  |
|  | December 31, 2022 | $\begin{array}{r} \hline \text { December 31, } 2021 \end{array}$ |
|  | \% | \% |
| American Equity Funds | 7.4 | - |
| Canadian Equity Funds | 42.7 | 48.9 |
| Cash, Money Market and Other Net Assets | (0.1) | (0.8) |
| Fixed Income Funds | 35.0 | 32.1 |
| Global Equity Funds | 15.0 | 19.8 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Mutual funds | 293,517,554 | - | - | 293,517,554 |
| During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3. |  |  |  |  |
| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
|  | \$ |  | \$ | \$ |
| Mutual funds | 351,801,435 | - | - | 351,801,435 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: |
| Units Held by |  | Units Held by |  |
| National Bank | \% | National Bank | \% |
| Investments inc. |  | Investments inc. |  |
| 130 | 100 | 130 | - |
| 122 | - | 111 | - |
| December 31, 2022 |  | December 31 |  |
| Units Held by |  | Units Held by |  |
| National Bank of | \% | National Bank of | \% |
| Canada |  | Canada |  |
| - | - | 188,202 | 100 |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.1\%) |  |  |  |
| AGF American Growth Fund | 496,853 | 22,646,526 | 21,702,815 |
| Beutel Goodman Canadian Equity Fund, Series I | 1,111,345 | 43,160,997 | 48,030,785 |
| Capital Group Global Equity Fund, Series I | 515,828 | 16,629,949 | 21,930,129 |
| Cl Signature Canadian Bond Fund, Class I | 4,476,988 | 46,714,960 | 41,200,829 |
| Edgepoint Global Portfolio, Series I | 705,983 | 20,330,676 | 22,104,615 |
| Leith Wheeler Canadian Equity Fund | 854,941 | 47,799,738 | 47,561,227 |
| Manulife Canadian Investment Fund, Series I | 1,710,953 | 27,590,597 | 29,403,923 |
| Manulife Strategic Income Fund, Series I | 956,032 | 11,607,232 | 10,269,500 |
| RP Strategic Income Plus Fund, Class O | 1,048,716 | 10,238,429 | 10,116,126 |
| TD Canadian Core Plus Bond Fund, Series 0 | 3,800,517 | 47,251,048 | 41,197,605 |
|  |  | 293,970,152 | 293,517,554 |
| Total Investments (100.1\%) |  | 293,970,152 * | 293,517,554 |
| Cash and Other Net Assets (-0.1\%) |  |  | $(171,837)$ |
| Net Assets (100\%) |  |  | 293,345,717 |

## Meritage Growth Plus Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

| Note | December 31, | December 31, |
| :---: | :---: | :---: |
|  | 2022 | 2021 |
|  | \$ | \$ |

## Current assets

Investments
Subscriptions receivable
Proceeds from sale of investments receivable
Interest receivable
Other assets receivable
Total assets

## Liabilities

Current liabilities
Bank overdraft
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series
Advisor Series
Series F
Series F5
Series T5
Private Series

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F
Series F5
Series 0
Series T5
Private Series
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 2,463 | 1,830 |
| Other income |  | 175 | 132 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 13,503 | 15,218 |
| Change in net unrealized appreciation/depreciation on investments |  | $(28,699)$ | 7,377 |
| Total income |  | $(12,558)$ | 24,557 |
| Expenses | 8 |  |  |
| Management fees |  | 2,218 | 2,372 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | - | 15 |
| Fixed-administration fees |  | 254 | 263 |
| Fees paid by the manager |  | (37) | (55) |
| Total expenses |  | 2,437 | 2,597 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(14,995)$ | 21,960 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(10,695)$ | 15,542 |
| Series F |  | $(3,095)$ | 4,941 |
| Series F5 |  | (26) | 46 |
| Series 0 |  | - | - |
| Series T5 |  | (122) | 150 |
| Private Series |  | $(1,057)$ | 1,281 |
|  |  | $(14,995)$ | 21,960 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 5,058,704 | 5,085,736 |
| Series F |  | 1,454,044 | 1,338,537 |
| Series F5 |  | 21,932 | 26,454 |
| Series 0 |  | 134 | 127 |
| Series T5 |  | 112,050 | 93,838 |
| Private Series |  | 792,782 | 486,791 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (2.11) | 3.06 |
| Series F |  | (2.13) | 3.69 |
| Series F5 |  | (1.19) | 1.72 |
| Series 0 |  | (1.54) | 3.09 |
| Series T5 |  | (1.08) | 1.62 |
| Private Series |  | (1.34) | 2.64 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


|  | Note | Private Series |  |
| :---: | :---: | :---: | :---: |
|  |  | 2022 | 2021 |
|  |  | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 8,973 | 5,580 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,057)$ | 1,281 |
| Redeemable units transactions | 6 |  |  |
| Proceeds from redeemable units issued |  | 13,104 | 7,981 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 66 \\ (7,370) \\ \hline \end{array}$ | $\begin{array}{r} 29 \\ (5,455) \\ \hline \end{array}$ |
| Total redeemable units transactions |  | 5,800 | 2,555 |
| Distributions to investors | 2 |  |  |
| Net investment income |  |  | 20 |
| Net realized gain |  | 1,200 | 423 |
| Total distributions to investors |  | 1,200 | 443 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | 3,543 | 3,393 |
| Net assets attributable to holders of redeemable units, end of the year |  | 12,516 | 8,973 |
| Redeemable unit transactions |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 577,662 | 402,768 |
| Redeemable units issued |  | 921,299 | 526,882 |
| Redeemable units issued on reinvestments |  | 5,249 | 1,841 |
| Redeemable units redeemed |  | $(520,921)$ | $(353,829)$ |
| Redeemable units outstanding, end of the year |  | 983,289 | 577,662 |


| (in thousands Canadian dollars) |  |  | 2021 |
| :---: | :---: | :---: | :---: |
|  | Note | 2022 |  |
|  |  | \$ | \$ |
| Cash flows from (used in) operating activities |  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units | 2 | $(14,995)$ | 21,960 |
| Adjustments for: |  |  |  |
| Net realized (gains) losses on sale of investments |  | $(13,503)$ | $(15,218)$ |
| Change in net unrealized appreciation/depreciation on investments |  | 28,699 | $(7,377)$ |
| Purchases of investments |  | $(57,608)$ | $(12,885)$ |
| Proceeds from sale and maturity of investments |  | 57,961 | 24,243 |
| Interest receivable |  | (1) | - |
| Other assets receivable |  | (1) |  |
| Accrued expenses |  | (31) | 32 |
| Net cash from (used in) operating activities |  | 521 | 10,755 |
| Cash flows from (used in) financing activities | 2 |  |  |
| Distributions paid to holders of redeemable units, net of |  |  |  |
| Proceeds from issuances of redeemable units |  | 24,699 | 17,025 |
| Amounts paid on redemption of redeemable units |  | $(24,210)$ | $(27,697)$ |
| Net cash from (used in) financing activities |  | $(1,369)$ | $(11,506)$ |
| Net increase (decrease) for the year |  | (848) | (751) |
| Cash (bank overdraft), beginning of the year |  | (764) | (13) |
| Cash (bank overdraft), end of the year |  | $(1,612)$ | (764) |
| Included in cash flows from operating activities |  |  |  |
| Interest received |  | (1) |  |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Growth Plus Portfolio's investment objective seeks to achieve long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Porffolio is $10-30 \%$ of net assets invested in Canadian and global fixed income securities and 70-90\% of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | Q | A | 1.90 | 0.18 |
| Series F | September 25, 2006 | Q | A | 0.90 | 0.18 |
| Series F5 | September 5, 2014 | M | A | 0.90 | 0.18 |
| Series 0 | October 31, 2013 | Q | A | - | 0.02 |
| Series T5 | September 5, 2014 | M | A | 1.90 | 0.18 |
| Private Series | March 10, 2016 | Q | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 14.85 | - | 14.85 |
| Series F | 17.09 | - | 17.09 |
| Series F5 | 8.03 | - | 8.03 |
| Series 0 | 13.76 | - | 13.76 |
| Series T5 | 7.32 | - | 7.32 |
| Private Series | 12.73 | - | 12.73 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 18.52 |  | 18.52 |
| Series F | 21.03 | - | 21.03 |
| Series F5 | 10.34 |  | 10.34 |
| Series 0 | 16.73 | - | 16.73 |
| Series T5 | 9.65 | - | 9.65 |
| Private Series | 15.53 | - | 15.53 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund Capital Group Global Equity Fund CI Signature Canadian Bond Fund Edgepoint Global Portfolio Fidelity Canadian Disciplined Equity Fund Leith Wheeler Canadian Equity Fund Manulife Canadian Investment Fund Manulife Strategic Income Fund TD Canadian Core Plus Bond Fund

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (40\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD |  |  |  |  |
| (40\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (20\%) $\pm$ | 11,683,658 | $9.6 \pm$ | 13,205,739 | 9.6 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :---: | :---: | :---: |
|  | Percentage of Net Assets as at |  |
| Asset Mix | $\begin{array}{r} \hline \text { December 31, } \\ 2022 \end{array}$ | $\begin{array}{r} \hline \text { December 31, } \\ 2021 \end{array}$ |
|  | \% | \% |
| American Equity Funds | 8.1 | - |
| Canadian Equity Funds | 55.2 | 59.0 |
| Cash, Money Market and Other Net Assets | - | (0.7) |
| Fixed Income Funds | 20.0 | 15.2 |
| Global Equity Funds | 16.7 | 26.5 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Mutual funds | 121,255,115 |  | - | 121,255,115 |
| During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3. |  |  |  |  |
| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 138,558,311 |  | - | 138,558,311 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

## Series 0

Private Series

| December 31, 2022 |  |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
| Units | $\%$ | Units | $\%$ |  |
| 148 | 100 | 134 | 100 |  |
| 126 | - | 114 | - |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.0\%) |  |  |  |
| AGF American Growth Fund | 225,038 | 10,462,990 | 9,829,798 |
| Beutel Goodman Canadian Equity Fund, Series I | 598,024 | 23,948,725 | 25,845,780 |
| Capital Group Global Equity Fund, Series I | 237,295 | 6,951,683 | 10,088,452 |
| Cl Signature Canadian Bond Fund, Class I | 982,409 | 10,056,925 | 9,040,917 |
| Edgepoint Global Portfolio, Series I | 324,232 | 9,435,448 | 10,151,829 |
| Leith Wheeler Canadian Equity Fund | 465,605 | 26,280,934 | 25,902,075 |
| Manulife Canadian Investment Fund, Series I | 879,665 | 13,112,667 | 15,117,656 |
| Manulife Strategic Income Fund, Series I | 564,353 | 6,590,026 | 6,062,163 |
| TD Canadian Core Plus Bond Fund, Series 0 | 850,226 | 10,279,928 | 9,216,445 |
|  |  | 117,119,326 | 121,255,115 |
| Total Investments (100.0\%) |  | 117,119,326 * | 121,255,115 |
| Cash and Other Net Assets (0.0\%) |  |  | (55,341) |
| Net Assets (100\%) |  |  | 121,199,774 |

*Average cost of Investments as of December 31, 2021 is $\$ 105,723,063$.

## Meritage Diversified Fixed Income Portfolio

## Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 53,237 | 68,715 |
| Subscriptions receivable |  | 65 | 59 |
| Interest receivable |  | 15 | - |
| Total assets |  | 53,317 | 68,774 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 147 | 475 |
| Redeemed units payable |  | 92 | 63 |
| Accrued expenses |  | 62 | 81 |
| Total liabilities (excluding net assets attributable to holders <br> of redeemable units) 301 619 |  |  |  |
| Net assets attributable to holders of redeemable units |  | 53,016 | 68,155 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 23,292 | 32,162 |
| Series F |  | 28,530 | 34,567 |
| Series 0 |  | 1 | 1 |
| Private Series |  | 1,193 | 1,425 |
|  |  | 53,016 | 68,155 |
| Net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Advisor Series |  | 7.84 | 9.17 |
| Series F |  | 8.46 | 9.82 |
| Series 0 |  | 8.71 | 10.02 |
| Private Series |  | 8.43 | 9.77 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Interest income for distribution purposes |  | 38 | - |
| Income from mutual funds |  | 1,784 | 2,321 |
| Other income |  | - | 9 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(2,243)$ | (134) |
| Change in net unrealized appreciation/depreciation on investments |  | $(5,778)$ | $(2,718)$ |
| Total income |  | $(6,199)$ | (522) |
| Expenses | 8 |  |  |
| Management fees |  | 705 | 929 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | - | 13 |
| Fixed-administration fees |  | 97 | 128 |
| Fees paid by the manager |  | (18) | (33) |
| Transaction costs on purchase and sale of investments | 8 | 2 | - |
| Total expenses |  | 788 | 1,039 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(6,987)$ | $(1,561)$ |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(3,545)$ | (920) |
| Series F |  | $(3,291)$ | (651) |
| Series 0 |  | - | - |
| Private Series |  | (151) | 10 |
|  |  | $(6,987)$ | $(1,561)$ |
| Average number of units | 2 |  |  |
| Advisor Series |  | 3,247,997 | 3,846,295 |
| Series F |  | 3,317,622 | 3,812,198 |
| Series 0 |  | 137 | 132 |
| Private Series |  | 149,468 | 112,650 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.09) | (0.24) |
| Series F |  | (0.99) | (0.17) |
| Series 0 |  | (0.98) | (0.05) |
| Private Series |  | (1.01) | 0.08 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Return of capital
Management fees rebate
Total distributions to investors

Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


## Statements of Cash Flows for the Years Ended December 31

 (in thousands Canadian dollars)Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(6,987)$ | $(1,561)$ |
| 2,243 | 134 |
| $\begin{gathered} 5,778 \\ (16,143) \end{gathered}$ | $\begin{gathered} 2,718 \\ (7,333) \end{gathered}$ |
| 23,600 | 16,895 |
| (15) | 3 |
| (19) | (15) |
| 8,457 | 10,841 |
| (458) | (629) |
| $16,127$ | $18,381$ |
| $(8,129)$ | $(11,322)$ |
| $\begin{gathered} 328 \\ (475) \end{gathered}$ | $(481)$ 6 |
| (147) | (475) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Diversified Fixed Income Porffolio's investment objective seeks to achieve a current income by investing primarily in a diverse mix of fixed income mutual funds.
The portfolio manager invests all of the Portfolio's net assets in securities of fixed income mutual funds. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution <br> of Net <br> Income <br> (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | October 29, 2013 | M | A | 1.50 | 0.15 |
| Series F | October 29, 2013 | M | A | 0.75 | 0.15 |
| Series 0 | September 11, 2014 | M | A | - | 0.02 |
| Private Series | March 10, 2016 | M | A | * |  |

*This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 7.84 | - | 7.84 |
| Series F | 8.46 | - | 8.46 |
| Series 0 | 8.71 |  | 8.71 |
| Private Series | 8.43 | - | 8.43 |
|  | As at December 31, 2021 |  |  |
|  | Transactional |  |  |
|  | Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 9.17 |  | 9.17 |
| Series F | 9.82 |  | 9.82 |
| Series 0 | 10.02 |  | 10.02 |
| Private Series | 9.77 | - | 9.77 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

CI Signature Canadian Bond Fund Exchange Traded Fund Exchange Traded Fund
Manulife Strategic Income Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund TD Ultra Short Term Bond Fund

## Fair Value

| December 31, | December 31, |
| ---: | ---: |
| 2022 | $\mathbf{2 0 2 1}$ |
| $\mathbf{\$}$ | $\mathbf{\$}$ |
| 14,617 | 18,085 |
| 2,706 | - |
| 15,969 | 21,129 |
| - | 6,448 |
| 5,348 | - |
| 14,596 | 19,457 |
| - | 3,596 |


| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ |  |
| FTSE Canada Universe Bond Index (100\%) | 3,589,151 | $6.8 \pm$ | 4,327,861 | 6.4 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | (0.4) | (0.8) |
| Exchange Traded Funds | 5.1 | - |
| Fixed Income Funds | 95.3 | 100.8 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\mathbf{\$}$ | $\mathbf{\$}$ | $\$$ | $\mathbf{\$}$ |
| Mutual funds | $50,530,333$ | - | - | $50,530,333$ |  |
| Exchange traded funds | $2,706,204$ | - | - | $2,706,204$ |  |
| Total investments | $53,236,537$ | - | - | $53,236,537$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 68,714,683 | - | - | 68,714,683 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8) (in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |
| 2 | - |
|  | - |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Positions Held by Related Parties (Note 8)



## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (95.3\%) |  |  |  |
| Cl Signature Canadian Bond Fund, Class I | 1,588,304 | 16,776,518 | 14,616,842 |
| Manulife Strategic Income Fund, Series I | 1,486,653 | 17,801,359 | 15,969,326 |
| RP Strategic Income Plus Fund, Class O | 554,450 | 5,406,688 | 5,348,337 |
| TD Canadian Core Plus Bond Fund, Series 0 | 1,346,479 | 16,985,407 | 14,595,828 |
|  |  | 56,969,972 | 50,530,333 |
| Exchange Traded Funds (5.1\%) |  |  |  |
| NBI Sustainable Canadian Short Term Bond ETF | 285,766 | 2,749,516 | 2,706,204 |
| Total Investments (100.4\%) |  | 59,719,488 * | 53,236,537 |
| Cash and Other Net Assets (-0.4\%) |  |  | $(221,020)$ |
| Net Assets (100\%) |  |  | 53,015,517 |

## Meritage Conservative Income Portfolio

## Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \end{array}$ | $\begin{array}{r} \text { December 31, } \\ 2021 \\ \hline \end{array}$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 117,725 | 165,065 |
| Subscriptions receivable |  | 102 | 23 |
| Interest receivable |  | 32 |  |
| Total assets |  | 117,859 | 165,088 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 531 | 366 |
| Redeemed units payable |  | 211 | 34 |
| Accrued expenses |  | 167 | 236 |
| Total liabilities (excluding net assets attributable to holders <br> of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 116,950 | 164,452 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 76,561 | 105,395 |
| Series F |  | 40,388 | 59,055 |
| Series 0 |  | 1 | 2 |
|  |  | 116,950 | 164,452 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 6.39 | 7.60 |
| Series F |  | 7.57 | 8.92 |
| Series 0 |  | 8.65 | 10.10 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

| Income |  | \$ | \$ |
| :---: | :---: | :---: | :---: |
|  | 2 |  |  |
| Interest income for distribution purposes |  | 92 |  |
| Income from mutual funds |  | 3,883 | 4,413 |
| Other income |  | 56 | 52 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | $(1,853)$ | 2,501 |
| Change in net unrealized appreciation/depreciation on investments |  | $(18,368)$ | (358) |
| Total income ${ }^{(16,190)}$ 6,608 |  |  |  |
| Expenses | 8 |  |  |
| Management fees |  | 2,132 | 2,658 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  |  | 16 |
| Fixed-administration fees |  | 169 | 208 |
| Fees paid by the manager |  | (30) | (37) |
| Transaction costs on purchase and sale of investments | 8 | 6 | - |
| Total expenses |  | 2,279 | 2,847 |
| Increase (decrease) in net assets attributable to holders of redeemable units <br> $(18,469) \quad 3,761$ |  |  |  |
| Increase (decrease) in net assets attributable to holders of redeemable units per series |  |  |  |
| Advisor Series |  | $(11,887)$ | 2,102 |
| Series F |  | $(6,581)$ | 1,658 |
| Series 0 |  | (1) | 1 |
|  |  | $(18,469)$ | 3,761 |
| Average number of units |  |  |  |
| Advisor Series |  | 12,905,260 | 14,541,960 |
| Series F |  | 6,109,835 | 6,404,095 |
| Series 0 |  | 157 | 151 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series |  |  |  |
| Advisor Series |  | (0.92) | 0.14 |
| Series F |  | (1.08) | 0.26 |
| Series 0 |  | (0.98) | 0.41 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the yea

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

## Statements of Cash Flows for the Years Ended December 31

 (in thousands Canadian dollars)Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities Interest received

Note

2

| 2022 | 2021 |
| :---: | :---: |
| s | \$ |
| (18,469) | 3,761 |
| 1,853 | $(2,501)$ |
| 18,368 | 358 |
| (20,732) | $(6,454)$ |
| 47,851 | 16,895 |
| ${ }^{(32)}$ |  |
| (69) | (15) |
| 28,770 | 12,044 |
|  |  |
| $(2,124)$ | $(2,221)$ |
| 16,623 | 29,690 |
| (43,434) | (39,839) |
| (28,935) | (12,370) |
|  |  |
| (165) | ${ }^{(326)}$ |
| (366) | (40) |
| (531) | (366) |

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## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Conservative Income Portfolio's investment objective seeks to achieve a current income and some capital appreciation over the medium-term by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $70-90 \%$ of net assets invested in Canadian and global fixed income securities and $10-30 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management <br> Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | M | A | 1.70 | 0.11 |
| Series F | September 25, 2006 | M | A | 0.85 | 0.11 |
| Series 0 | October 31, 2013 | M | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit $\$$ | $\begin{array}{r} \begin{array}{r} \text { Adjustment } \\ \text { Per Unit } \end{array} \\ \$ \end{array}$ | Net Asset Per Unit \$ |
| Advisor Series | 6.39 | - | 6.39 |
| Series F | 7.57 | - | 7.57 |
| Series 0 | 8.65 | - | 8.65 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 7.60 | - | 7.60 |
| Series F | 8.92 | - | 8.92 |
| Series 0 | 10.10 | - | 10.10 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

BMO Dividend Fund - I
Capital Group Global Equity Fund
Cl Signature Canadian Bond Fund
Exchange Traded Fund
Manulife Strategic Income Fund
RBC Canadian Dividend Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund
TD Ultra Short Term Bond Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\$$ | $\$$ |
| 8,688 | 12,555 |
| 5,902 | 9,589 |
| 36,112 | 49,763 |
| 6,015 | - |
| 7,809 | 10,639 |
| 8,647 | 13,618 |
| 7 | 10,870 |
| 7,840 | - |
| 36,712 | 49,966 |
|  | 8,066 |

## Price Risk (Note 5)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (20\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (80\%) | 10,268,240 | $8.8 \pm$ | 13,517,920 | 8.2 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | $\begin{array}{r} \hline \text { December 31, } \\ 2022 \end{array}$ | December 31, 2021 |
|  | \% | \% |
| Canadian Equity Funds | 14.8 | 15.9 |
| Cash, Money Market and Other Net Assets | (0.7) | (0.4) |
| Exchange Traded Funds | 5.2 | - |
| Fixed Income Funds | 75.7 | 78.7 |
| Global Equity Funds | 5.0 | 5.8 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 111,709,777 | - | - | 111,709,777 |
| Exchange traded funds | 6,015,344 | - | - | 6,015,344 |
| Total investments | 117,725,121 |  |  | 117,725,121 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 165,065,056 | - | - | 165,065,056 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Brokerage Commissions and Soft Dollars (Note 8)

(in thousands Canadian dollars)


## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Units | \% | Units | \% |
| Series 0 | 162 | 100 | 154 | 100 |

Losses (Note 9)
(in thousands Canadian dollars)

Capital Losses


Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (95.5\%) |  |  |  |
| BMO Dividend Fund - I | 481,930 | 7,352,107 | 8,687,847 |
| Capital Group Global Equity Fund, Series I | 138,831 | 4,668,973 | 5,902,310 |
| Cl Signature Canadian Bond Fund, Class I | 3,924,032 | 42,554,138 | 36,112,081 |
| Manulife Strategic Income Fund, Series I | 726,977 | 8,707,036 | 7,809,042 |
| RBC Canadian Dividend Fund, Series 0 | 95,397 | 6,524,571 | 8,646,862 |
| RP Strategic Income Plus Fund, Class O | 812,766 | 7,934,887 | 7,840,101 |
| TD Canadian Core Plus Bond Fund, Series 0 | 3,386,673 | 42,928,806 | 36,711,534 |
|  |  | 120,670,518 | 111,709,777 |
| Exchange Traded Funds (5.2\%) |  |  |  |
| NBI Sustainable Canadian Short Term Bond ETF | 635,200 | 6,116,976 | 6,015,344 |
| Total Investments (100.7\%) |  | $\underline{\text { 126,787,494 * }}$ | 117,725,121 |
| Cash and Other Net Assets ( $-0.7 \%$ ) |  |  | (774,774) |
| Net Assets (100\%) |  |  | $\underline{116,950,347}$ |

## Meritage Moderate Income Portfolio

## Financial Statements



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(16,561)$ | 9,587 |
| (615) | $(4,964)$ |
| 19,092 | $(3,230)$ |
| $(12,853)$ | $(12,434)$ |
| 26,031 | 20,138 |
| (42) | (5) |
| 15,052 | 9,092 |
| $(2,272)$ | $(2,326)$ |
| 13,013 | 21,045 |
| $(25,928)$ | $(27,731)$ |
| $(15,187)$ | $(9,012)$ |
| (135) | 80 |
| (500) | (580) |
| (635) | (500) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Moderate Income Portfolio's investment objective seeks to achieve a current income and long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $55-75 \%$ of net assets invested in Canadian and global fixed income securities and $25-45 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | M | A | 1.70 | 0.12 |
| Series F | September 25, 2006 | M | A | 0.85 | 0.12 |
| Series 0 | October 31, 2013 | M | A |  | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value $\begin{array}{r}\text { Per Unit } \\ \hline \$\end{array}$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit \$ |
| Advisor Series | 6.53 | - | 6.53 |
| Series F | 7.64 | - | 7.64 |
| Series 0 | 9.06 | - | 9.06 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 7.79 | - | 7.79 |
| Series F | 9.04 | - | 9.04 |
| Series 0 | 10.59 | - | 10.59 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

BMO Dividend Fund - I
Capital Group Global Equity Fund
CI Signature Canadian Bond Fund
Edgepoint Global Portfolio
Manulife Strategic Income Fund RBC Canadian Dividend Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund
TD Canadian Core Plus Bond Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\mathbf{\$}$ | $\mathbf{\$}$ |
| 12,530 | 17,333 |
| 6,402 | 8,236 |
| 3,708 | 40,749 |
| 6,359 | 8,142 |
| 7,753 | 9,157 |
| 18,961 | 25,015 |
| - | 9,273 |
| 7,764 | - |
| 33,708 | 40,934 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR CAD (30\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD $(5 \%)$ |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (65\%) | 11,693,612 | $9.3 \pm$ | 14,291,694 | 9.0 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |  |
| :--- | ---: | ---: | ---: |
|  |  | December 31, | December 31, |
|  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
| Canadian Equity Funds | $\%$ | $\%$ |  |
| Cash, Money Market and Other Net Assets | 24.9 | 26.8 |  |
| Fixed Income Funds | $(0.6)$ | $(0.5)$ |  |
| Global Equity Funds | 65.6 | 63.3 |  |
|  | 10.1 | 10.4 |  |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 127,183,971 | - | - | 127,183,971 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | ---: | ---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $158,838,639$ | - | - | $158,838,639$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

Series 0

| December 31, 2022 |  |  |  |
| :---: | :---: | :---: | :---: |
| Units | $\%$ | December 31, 2021 |  |
| 171 | 100 | Units | $\%$ |
| 161 | 100 |  |  |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.6\%) |  |  |  |
| BMO Dividend Fund - I | 695,065 | 10,581,176 | 12,530,083 |
| Capital Group Global Equity Fund, Series I | 150,574 | 3,339,768 | 6,401,555 |
| CI Signature Canadian Bond Fund, Class I | 3,662,804 | 39,491,905 | 33,708,055 |
| Edgepoint Global Portfolio, Series I | 203,082 | 6,089,616 | 6,358,563 |
| Manulife Strategic Income Fund, Series I | 721,785 | 8,666,804 | 7,753,270 |
| RBC Canadian Dividend Fund, Series O | 209,183 | 13,814,824 | 18,960,572 |
| RP Strategic Income Plus Fund, Class O | 804,878 | 7,857,879 | 7,764,013 |
| TD Canadian Core Plus Bond Fund, Series 0 | 3,109,581 | 39,212,502 | 33,707,860 |
|  |  | 129,054,474 | 127,183,971 |
| Total Investments (100.6\%) |  | 129,054,474 * | 127,183,971 |
| Cash and Other Net Assets (-0.6\%) |  |  | $(766,541)$ |
| Net Assets (100\%) |  |  | 126,417,430 |

*Average cost of Investments as of December 31, 2021 is $\$ 141,616,953$.

## Meritage Balanced Income Portfolio

## Financial Statements

| Statements of Financial Position |
| :--- |
| (in thousands Canadian dollars, except per unit am |
| Assets |
| Current assets |
| Investments |
| Subscriptions receivable |
| Total assets |
| Liabilities |
| Current liabilities |
| Bank overdraft |
| Redeemed units payable |
| Accrued expenses |
| Total liabilities (excluding net assets attributable to holders |
| of redeemable units) |
| Net assets attributable to holders of redeemable units |
| Net assets attributable to holders of redeemable units per |
| series |
| Advisor Series |
| Series F |
| Series O |
| Net assets attributable to holders of redeemable units per |
| unit, per series |
| Advisor Series |
| Series F |
| Series O |
| Approved on behalf of the board of directors of National Bank |
| Investments Inc. |
| Éric-Olivier Savoie |
| President and Chief Executive Officer |
| The Giang Diep |
| Director |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 7,143 | 6,736 |
| Other income |  | 161 | 101 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 4,491 | 11,883 |
| Change in net unrealized appreciation/depreciation on investments |  | $(32,879)$ | 13,595 |
| Total income |  | $(21,084)$ | 32,315 |
| Expenses | 8 |  |  |
| Management fees |  | 4,557 | 5,246 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 32 | 41 |
| Fixed-administration fees |  | 328 | 372 |
| Fees paid by the manager |  | (71) | (99) |
| Total expenses |  | 4,848 | 5,562 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(25,932)$ | 26,753 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(19,300)$ | 19,181 |
| Series F |  | $(6,632)$ | 7,572 |
| Series 0 |  | - | - |
|  |  | $(25,932)$ | 26,753 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 28,238,229 | 29,756,798 |
| Series F |  | 8,713,979 | 8,523,997 |
| Series 0 |  | 187 | 173 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (0.68) | 0.65 |
| Series F |  | (0.76) | 0.89 |
| Series 0 |  | (0.77) | 1.16 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(25,932)$ | 26,753 |
|  | $(4,491)$ | $(11,883)$ |
|  | 32,879 | $(13,595)$ |
|  | $(30,788)$ | $(29,496)$ |
|  | 56,689 | 58,798 |
|  | (91) | (13) |
|  | 28,266 | 30,564 |
| 2 |  |  |
|  | $(4,405)$ | $(4,397)$ |
|  | 21,539 | 28,303 |
|  | $(45,707)$ | $(53,766)$ |
|  | $(28,573)$ | $(29,860)$ |
|  | (307) | 704 |
|  | (411) | $(1,115)$ |
|  | (718) | (411) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Balanced Income Portfolio's investment objective seeks to achieve a high current income by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $40-60 \%$ of net assets invested in Canadian and global fixed income securities and $40-60 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | M | A | 1.95 | 0.12 |
| Series F | September 25, 2006 | M | A | 0.95 | 0.12 |
| Series 0 | October 31, 2013 | M | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 5.70 | - | 5.70 |
| Series F | 7.15 | - | 7.15 |
| Series 0 | 8.43 | - | 8.43 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 6.87 | - | 6.87 |
| Series F | 8.55 | - | 8.55 |
| Series 0 | 10.03 | - | 10.03 |

Structured Entities (Note 2)
(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman Canadian Dividend Fund BMO Dividend Fund - I Capital Group Global Equity Fund Cl Signature Canadian Bond Fund Edgepoint Global Portfolio Manulife Strategic Income Fund RBC Canadian Dividend Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund

| Fair Value |  |
| :---: | :---: |
| December 31, | December 31, |
| 2022 | 2021 |
| \$ | \$ |
| 10,851 |  |
| 22,371 | 27,659 |
| 22,485 | 27,816 |
| 10,872 | 13,738 |
| 44,739 | 55,507 |
| 11,388 | 13,941 |
| 11,289 | 13,819 |
| 33,586 | 55,527 |
|  | 13,763 |
| 11,506 |  |
| 43,915 | 55,520 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ |  |
| Morningstar Canada Large-Mid Cap GR CAD (40\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (10\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (50\%) | 20,961,967 | $9.5 \pm$ | 26,332,743 | 9.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

|  | Percentage of Net Assets as at |  |  |
| :--- | ---: | ---: | ---: |
|  |  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |  |
|  | $\%$ | $\%$ |  |
| American Equity Funds | 4.9 | - |  |
| Canadian Equity Funds | 35.4 | 40.2 |  |
| Cash, Money Market and Other Net Assets | $(0.7)$ | $(0.4)$ |  |
| Fixed Income Funds | 50.3 | 50.2 |  |
| Global Equity Funds | 10.1 | 10.0 |  |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $223,001,933$ | - | - | $223,001,933$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 277,290,783 | - | - | 277,290,783 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Positions Held by Related Parties (Note 8)

| December 31, 2022 |  |
| :---: | :---: |
| Units |  |
| 200 | $\%$ |
|  | 100 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.7\%) |  |  |  |
| AGF american growth fund | 248,409 | 11,322,458 | 10,850,637 |
| Beutel Goodman Canadian Dividend Fund, Series I | 1,873,751 | 20,613,069 | 22,370,718 |
| BMO Dividend Fund - I | 1,247,284 | 18,993,627 | 22,485,039 |
| Capital Group Global Equity Fund, Series I | 255,724 | 8,590,271 | 10,871,959 |
| Cl Signature Canadian Bond Fund, Class I | 4,861,451 | 52,246,566 | 44,738,964 |
| Edgepoint Global Portfolio, Series I | 363,715 | 10,665,096 | 11,388,074 |
| Manulife Strategic Income Fund, Series I | 1,050,929 | 12,704,989 | 11,288,873 |
| RBC Canadian Dividend Fund, Series 0 | 370,542 | 25,365,435 | 33,586,318 |
| RP Strategic Income Plus Fund, Class 0 | 1,192,825 | 11,645,339 | 11,506,230 |
| TD Canadian Core Plus Bond Fund, Series 0 | 4,051,210 | 51,119,569 | 43,915,121 |
|  |  | 223,266,419 | 223,001,933 |
| Total Investments (100.7\%) |  | 223,266,419 * | 223,001,933 |
| Cash and Other Net Assets (-0.7\%) |  |  | $(1,650,648)$ |
| Net Assets (100\%) |  |  | 221,351,285 |

## Meritage Growth Income Portfolio

## Financial Statements

| Statements of Financial Position |
| :--- |
| (in thousands Canadian dollars, except per unit am |
| Assets |
| Current assets |
| Investments |
| Subscriptions receivable |
| Total assets |
| Liabilities |
| Current liabilities |
| Bank overdraft |
| Redeemed units payable |
| Accrued expenses |
| Total liabilities (excluding net assets attributable to holders |
| of redeemable units) |
| Net assets attributable to holders of redeemable units |
| Net assets attributable to holders of redeemable units per |
| series |
| Advisor Series |
| Series F |
| Series O |
| Net assets attributable to holders of redeemable units per |
| unit, per series |
| Advisor Series |
| Series F |
| Series O |
| Approved on behalf of the board of directors of National Bank |
| Investments Inc. |
| Éric-Olivier Savoie |
| President and Chief Executive Officer |
| The Giang Diep |
| Director |

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Income from mutual funds |  | 3,306 | 2,947 |
| Other income |  | 120 | 74 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 4,589 | 5,896 |
| Change in net unrealized appreciation/depreciation on investments |  | $(15,744)$ | 10,271 |
| Total income |  | $(7,729)$ | 19,188 |
| Expenses | 8 |  |  |
| Management fees |  | 2,054 | 2,348 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 12 | 18 |
| Fixed-administration fees |  | 199 | 222 |
| Fees paid by the manager |  | (29) | (43) |
| Total expenses |  | 2,238 | 2,547 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(9,967)$ | 16,641 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(7,377)$ | 11,893 |
| Series F |  | $(2,590)$ | 4,748 |
|  |  | $(9,967)$ | 16,641 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 12,174,893 | 13,130,319 |
| Series F |  | 4,056,527 | 3,980,107 |
| Series 0 |  | 187 | 175 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (0.61) | 0.91 |
| Series F |  | (0.64) | 1.19 |
| Series 0 |  | (0.66) | 1.58 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the yea

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(9,967)$ | 16,641 |
|  | $(4,589)$ | $(5,896)$ |
|  | 15,744 | $(10,271)$ |
|  | $(16,136)$ | $(5,067)$ |
|  | 26,421 | 24,241 |
|  | (37) | (9) |
|  | 11,436 | 19,639 |
| 2 |  |  |
|  | $(1,399)$ | $(1,307)$ |
|  | 9,804 | 9,385 |
|  | $(20,094)$ | $(27,476)$ |
|  | $(11,689)$ | $(19,398)$ |
|  | (253) | 241 |
|  | (199) | (440) |
|  | (452) | (199) |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Growth Income Portfolio's investment objective seeks to achieve a high current income and long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $25-45 \%$ of net assets invested in Canadian and global fixed income securities and $55-75 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Porffolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | M | A | 1.95 | 0.16 |
| Series F | September 25, 2006 | M | A | 0.95 | 0.16 |
| Series 0 | October 31, 2013 | M | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman Canadian Dividend Fund BMO Dividend Fund -
Capital Group Global Equity Fund
CI Signature Canadian Bond Fund Edgepoint Global Portfolio Manulife Strategic Income Fund RBC Canadian Dividend Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund TD Canadian Core Plus Bond Fund

| Fair Value |  |
| :---: | :---: |
| December 31, 2022 | December 31, 2021 |
| \$ |  |
| 5,797 |  |
| 14,773 | 20,236 |
| 14,435 | 20,601 |
| 6,174 | 5,963 |
| 14,666 | 15,955 |
| 6,026 | 6,422 |
| 3,664 | 3,993 |
| 20,523 | 32,617 |
| - | 4,025 |
| 3,609 |  |
| 14,652 | 15,947 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Morningstar Canada Large-Mid Cap GR CAD (50\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (15\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD (35\%) | 9,970,726 | $9.6 \pm$ | 12,158,952 | 9.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

|  | Percentage of Net Assets as at |  |  |
| :---: | :---: | :---: | :---: |
| Asset Mix |  | December 31, 2022 | December 31, 2021 |
|  |  | \% | \% |
| American Equity Funds |  | 5.6 | - |
| Canadian Equity Funds |  | 47.9 | 58.6 |
| Cash, Money Market and Other Net Assets |  | (0.6) | (0.3) |
| Fixed Income Funds |  | 35.3 | 31.8 |
| Global Equity Funds |  | 11.8 | 9.9 |
| Fair Value of Financial Instruments Table (Note 5) |  |  |  |
| December 31, 2022 Level 1 | Level 2 | Level 3 | Total |
| \$ | \$ | \$ | \$ |
| Mutual funds 104,319,371 | - | - | 104,319,371 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $125,758,720$ | - | - | $125,758,720$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Positions Held by Related Parties (Note 8)

Series 0

| December 31, 2022 |  |
| :---: | :---: |
| Units |  |
| 202 | $\%$ |
|  | 100 |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds ( $100.6 \%$ ) |  |  |  |
| AGF American Growth Fund | 132,710 | 6,048,928 | 5,796,862 |
| Beutel Goodman Canadian Dividend Fund, Series I | 1,237,408 | 13,430,308 | 14,773,418 |
| BMO Dividend Fund - I | 800,728 | 12,189,687 | 14,434,891 |
| Capital Group Global Equity Fund, Series I | 145,232 | 3,969,604 | 6,174,460 |
| CI Signature Canadian Bond Fund, Class I | 1,593,699 | 17,107,025 | 14,666,495 |
| Edgepoint Global Portfolio, Series I | 192,457 | 5,613,978 | 6,025,892 |
| Manulife Strategic Income Fund, Series I | 341,054 | 4,176,044 | 3,663,536 |
| RBC Canadian Dividend Fund, Series 0 | 226,420 | 15,039,637 | 20,522,947 |
| RP Strategic Income Plus Fund, Class 0 | 374,155 | 3,652,807 | 3,609,173 |
| TD Canadian Core Plus Bond Fund, Series 0 | 1,351,633 | 16,969,628 | 14,651,697 |
|  |  | 98,197,646 | 104,319,371 |
| Total Investments (100.6\%) |  | 98,197,646 * | 104,319,371 |
| Cash and Other Net Assets (-0.6\%) |  |  | $(673,571)$ |
| Net Assets (100\%) |  |  | 103,645,800 |

*Average cost of Investments as of December 31, 2021 is $\$ 103,892,688$.

## Meritage Growth Plus Income Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the yea

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(6,315)$ | 13,581 |
|  | $(2,500)$ | $(4,106)$ |
|  | 9,595 | $(9,408)$ |
|  | $(10,569)$ | $(7,056)$ |
|  | 12,620 | 12,349 |
|  | (16) | 10 |
|  | 2,815 | 5,370 |
| 2 |  |  |
|  | (879) | (719) |
|  | 8,629 | 7,735 |
|  | $(10,771)$ | $(11,933)$ |
|  | $(3,021)$ | $(4,917)$ |
|  | (206) | 453 |
|  | 92 | (361) |
|  | (114) | 92 |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Growth Plus Income Portfolio's investment objective seeks to achieve high current income and long-term capital appreciation by investing primarily in a diverse mix of fixed income and equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $10-30 \%$ of net assets invested in Canadian and global fixed income securities and $70-90 \%$ of net assets invested in Canadian and global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds. The Portfolio may also invest in mutual funds that hold small-cap stocks.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | September 25, 2006 | M | A | 1.95 | 0.18 |
| Series F | September 25, 2006 | M | A | 0.95 | 0.18 |
| Series 0 | October 31, 2013 | M | A | - | 0.02 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit $\$$ | $\begin{array}{r}\text { Adjustment } \\ \text { Per Unit }\end{array}$ $\$$ | Net Asset Per Unit |
| Advisor Series | 5.61 | - | 5.61 |
| Series F | 6.89 | - | 6.89 |
| Series 0 | 8.76 | - | 8.76 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 6.62 |  | 6.62 |
| Series F | 8.06 |  | 8.06 |
| Series 0 | 10.19 | - | 10.19 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund
Beutel Goodman Canadian Dividend Fund BMO Dividend Fund -
Capital Group Global Equity Fund
CI Signature Canadian Bond Fund
Edgepoint Global Portfolio
Manulife Strategic Income Fund
RBC Canadian Dividend Fund
TD Canadian Core Plus Bond Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\$$ | $\$$ |
| 4,882 | - |
| 13,512 | 15,410 |
| 13,513 | 15,025 |
| 5,189 | 4,174 |
| 5,733 | 6,221 |
| 5,245 | 8,637 |
| 3,829 | 4,314 |
| 19,172 | 25,603 |
| 5,715 | 6,553 |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ |  |
| Morningstar Canada Large-Mid Cap GR CAD (60\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD (20\%) |  |  |  |  |
| Morningstar Canada Liquid Bond New |  |  |  |  |
| GR CAD ( $20 \%$ ) | 7,213,194 | $9.4 \pm$ | 8,192,126 | 9.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  |  | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | December 31, |
|  | $\%$ | $\mathbf{2 0 2 1}$ |
| American Equity Funds | 6.4 | - |
| Canadian Equity Funds | 60.4 | 65.2 |
| Cash, Money Market and Other Net Assets | $(0.4)$ | $(0.1)$ |
| Fixed Income Funds | 20.0 | 19.9 |
| Global Equity Funds | 13.6 | 15.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 76,790,543 | - | - | 76,790,543 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 85,937,418 | - | - | 85,937,418 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Positions Held by Related Parties (Note 8)

Series 0

| December 31, 2022 |  |
| :---: | :---: |
| Units |  |
| 227 | $\%$ |
|  | 100 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

*Average cost of Investments as of December 31, 2021 is $\$ 68,674,174$.

## Meritage Global Conservative Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net investment income
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors
Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year

| Note | Advisor Series |  | Series F |  | Series F5 |  | Series T5 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  | \$ |  | \$ | \$ | \$ | \$ | \$ | \$ |
|  | 21,414 | 20,309 | 18,403 | 12,616 | 383 | 194 | 290 | 353 |
|  | $(2,612)$ | 125 | $(2,144)$ | 199 | (46) | 2 | (35) | 1 |
| 6 | 1,830 | 5,900 | 2,041 | 9,649 | 3 | 204 | - | 56 |
|  | $\begin{gathered} 4 \\ (6,612) \\ \hline \end{gathered}$ | $\begin{gathered} 392 \\ (4,898) \end{gathered}$ | $\begin{array}{r} 3 \\ (7,215) \\ \hline \end{array}$ | $\begin{gathered} 238 \\ (3,936) \end{gathered}$ | $\begin{array}{r} 3 \\ (114) \end{array}$ | $\begin{aligned} & 11 \\ & (6) \end{aligned}$ | $\begin{gathered} 1 \\ (28) \end{gathered}$ | $\begin{array}{r} 9 \\ (108) \\ \hline \end{array}$ |
|  | $(4,778)$ | 1,394 | $(5,171)$ | 5,951 | (108) | 209 | (27) | (43) |
| 2 |  |  |  |  |  |  |  |  |
|  | - | - | - | 19 | - | - | - | - |
|  | - | 406 |  | 341 | - | 7 | - | 6 |
|  |  |  |  |  | 17 | 15 | 13 | 15 |
|  | 4 | 8 | 3 | 3 | - | - | - | - |
|  | 4 | 414 | 3 | 363 | 17 | 22 | 13 | 21 |
|  | $(7,394)$ | 1,105 | $(7,318)$ | 5,787 | (171) | 189 | (75) | (63) |
|  | 14,020 | 21,414 | 11,085 | 18,403 | 212 | 383 | 215 | 290 |
|  | 1,942,932 | 1,819,264 | 1,618,424 | 1,105,077 | 42,723 | 20,501 | 34,003 | 38,835 |
|  | 178,150 | 526,381 | 193,244 | 835,345 | 350 | 21,682 | - | 6,241 |
|  | $456$ | $35,536$ | $325$ |  | $344$ |  | 195 | 1,086 |
|  | $(656,595)$ | $(438,249)$ | $(699,958)$ | $(342,870)$ | $(14,814)$ | (683) | $(3,468)$ | (12,159) |
|  | 1,464,943 | 1,942,932 | 1,112,035 | 1,618,424 | 28,603 | 42,723 | 30,730 | 34,003 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(4,837)$ | 327 |
|  | 1,090 | $(1,070)$ |
|  | 3,707 | 779 |
|  | $(10,588)$ | $(9,125)$ |
|  | 20,426 | 2,320 |
|  | (19) | 7 |
|  | 9,779 | $(6,762)$ |
| 2 |  |  |
| $\begin{array}{r} (26) \\ 3,909 \\ (13,680) \\ \hline \end{array}$ |  | (170) |
|  |  | 15,790 |
|  |  | $(8,947)$ |
| $(9,797)$ |  | 6,673 |
| $\begin{gathered} (18) \\ 18 \end{gathered}$ |  | (89) |
|  |  | 107 |
|  |  | 18 |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Global Conservative Portfolio's investment objective is to achieve a steady rate of return and some long-term capital appreciation by investing primarily in a diverse mix of mutual funds that may include exchange-traded funds ("ETFs") that are global fixed income funds and global equity funds.
The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $65 \%-85 \%$ of the net assets in global fixed income securities; and $15 \%-35 \%$ of the net assets in global equity securities. The portfolio manager may, in its sole discretion, review and adjust the target weighting of each asset class depending on economic and market conditions. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds. Investments in Canadian fixed income and equity funds should not exceed approximately $45 \%$ of the net assets of the Portfolio. The Portfolio may also invest in Underlying Funds that hold shares of small cap corporations and or in Underlying Funds that hold emerging market fixed income and equity securities.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 1.75 | 0.08 |
| Series F | March 1, 2016 | Q | A | 0.90 | 0.08 |
| Series F5 | March 1, 2016 | M | A | 0.90 | 0.08 |
| Series T5 | March 1, 2016 | M | A | 1.75 | 0.08 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 9.57 | - | 9.57 |
| Series F | 9.97 | - | 9.97 |
| Series F5 | 7.42 | - | 7.42 |
| Series T5 | 6.99 | - | 6.99 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  |  | \$ | \$ |
| Advisor Series | 11.02 | - | 11.02 |
| Series F | 11.37 | - | 11.37 |
| Series F5 | 8.97 | - | 8.97 |
| Series T5 | 8.52 | - | 8.52 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman American Equity Fund Capital Group Global Equity Fund
CI Black Creek International Equity Corporate Class Fund
Cl Signature Canadian Bond Fund
Edgepoint Global Portfolio

Manulife Strategic Income Fund | $\begin{array}{r}\text { December 31, } \\ 2022\end{array}$ | $\begin{array}{r}\text { December 31, } \\ 2021\end{array}$ |
| ---: | ---: |
|  |  | PH\&N Overseas Equity Fund RBC Global Bond Fund RBC Global High Yield Bond Fund RP Strategic Income Plus Fund

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Bloomberg Barclays Global Aggregate |  |  |  |  |
| Bond Index \$CA hedged (75\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD |  |  |  |  |
| (25\%) $\pm$ | 2,422,958 | $9.5 \pm$ | 3,935,650 | 9.7 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  |  | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | December 31, |
|  | $\%$ | $\mathbf{2 0 2 1}$ |
| American Equity Funds | 7.7 | $\%$ |
| Cash, Money Market and Other Net Assets | $(1.3)$ | 4.8 |
| Fixed Income Funds | 75.8 | - |
| Global Equity Funds | 17.8 | 75.0 |
|  |  | 20.2 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: |
|  | $\$ 1$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $25,857,468$ | - | - | $25,857,468$ |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $40,491,550$ | - | - | $40,491,550$ |  |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

Series T5

| December 31, 2022 |  |
| :---: | :---: |
| Units | $\%$ |
| 157 | 1 |

Losses (Note 9)
(in thousands Canadian dollars)

|  | December 31, | December 31, |
| :--- | ---: | ---: |
|  | 2022 | $\mathbf{2 0 2 1}$ |
| Capital Losses | $\$$ | $\$$ |
| Non-capital Losses | 493 | - |
| Maximum Due Date | 57 | - |

Maximum Due Date
2042

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (101.3\%) |  |  |  |
| AGF American Growth Fund | 44,900 | 2,045,602 | 1,961,256 |
| Capital Group Global Equity Fund, Series I | 37,053 | 1,442,345 | 1,575,275 |
| CI Signature Canadian Bond Fund, Class I | 696,147 | 7,148,518 | 6,406,505 |
| Edgepoint Global Portfolio, Series I | 53,261 | 1,553,777 | 1,667,621 |
| Manulife Strategic Income Fund, Series I | 122,110 | 1,452,811 | 1,311,676 |
| PH\&N Overseas Equity Fund, Series 0 | 73,260 | 1,216,773 | 1,302,561 |
| RBC Global Bond Fund, Series O | 1,081,945 | 12,018,632 | 10,312,446 |
| RP Strategic Income Plus Fund, Class 0 | 136,855 | 1,336,088 | 1,320,128 |
|  |  | 28,214,546 | 25,857,468 |
| Total Investments (101.3\%) |  | 28,214,546 * | 25,857,468 |
| Cash and Other Net Assets (-1.3\%) |  |  | $(325,772)$ |
| Net Assets (100\%) |  |  | 25,531,696 |

## Meritage Global Moderate Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | $\begin{array}{r} \text { December 31, } \\ 2022 \\ \hline \$ \end{array}$ | December 31, 2021 |
| :---: | :---: | :---: | :---: |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 52,421 | 63,307 |
| Cash |  | 80 | - |
| Subscriptions receivable |  | 6 | 502 |
| Total assets |  | 52,507 | 63,809 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  |  | 438 |
| Redeemed units payable |  | 15 | 63 |
| Accrued expenses |  | 69 | 86 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 52,423 | 63,222 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 23,721 | 31,041 |
| Series F |  | 26,486 | 28,645 |
| Series F5 |  | 1,675 | 2,377 |
| Series T5 |  | 541 | 1,159 |
|  |  | 52,423 | 63,222 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 10.34 | 11.83 |
| Series F |  | 10.33 | 11.71 |
| Series F5 |  | 7.88 | 9.45 |
| Series T5 |  | 7.51 | 9.10 |

Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

Net assets attributable to holders of redeemable units, beginning of the year

Increase (decrease) in net assets attributable to holders of redeemable units

Redeemable units transactions
Proceeds from redeemable units issued
Reinvestments of distributions to holders of redeemable units
Redemption of redeemable units
Total redeemable units transactions
Distributions to investors
Net realized gain
Return of capital
Management fees rebate
Total distributions to investors

Net increase (decrease) in net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units, end of the year

Redeemable unit transactions
Redeemable units outstanding, beginning of the year
Redeemable units issued
Redeemable units issued on reinvestments
Redeemable units redeemed
Redeemable units outstanding, end of the year


Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(7,843)$ | 2,256 |
|  | 402 | $(2,513)$ |
|  | $\begin{array}{r} 7,361 \\ (26,609) \end{array}$ | $\begin{gathered} 192 \\ (10,925) \end{gathered}$ |
|  | 29,732 | 3,022 |
|  | (17) | 13 |
|  | 3,026 | $(7,955)$ |
| 2 |  |  |
| $\begin{array}{r} (140) \\ 12,490 \\ (14,858) \\ \hline \end{array}$ |  | (588) |
|  |  | 21,934 |
|  |  | $(14,016)$ |
| $(2,508)$ |  | 7,330 |
| $\begin{gathered} 518 \\ (438) \end{gathered}$ |  | (625) |
|  |  | 187 |
| 80 |  | (438) |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Global Moderate Portfolio's investment objective is to achieve interest income and longterm capital appreciation by investing primarily in a diverse mix of mutual funds that may include exchange-traded funds ("ETFs") that are global fixed income funds and global equity funds.
The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $50 \%-70 \%$ of the net assets in global fixed income securities; and $30 \%-50 \%$ of the net assets in global equity securities. The portfolio manager may, in its sole discretion, review and adjust the target weighting of each asset class depending on economic and market conditions. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds. Investments in Canadian fixed income and equity funds should not exceed approximately $45 \%$ of the net assets of the Portfolio. The Portfolio may also invest in Underlying Funds that hold shares of small cap corporations and or in Underlying Funds that hold emerging market fixed income and equity securities.

## General Information

|  | Date Operations Commenced (Note 1) | $\begin{array}{r} \text { Distribution } \\ \text { of Net } \\ \text { Income } \\ \text { (Note 2) } \\ \hline \end{array}$ | Distribution of Gains (Note 2) | Annual <br> Management <br> Fees <br> (Maximum) <br> (Note 8) |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 1.75 | 0.08 |
| Series F | March 1, 2016 | Q | A | 0.90 | 0.08 |
| Series F5 | March 1, 2016 | M | A | 0.90 | 0.08 |
| Series T5 | March 1, 2016 | M | A | 1.75 | 0.08 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 10.34 | - | 10.34 |
| Series F | 10.33 | - | 10.33 |
| Series F5 | 7.88 | - | 7.88 |
| Series T5 | 7.51 | - | 7.51 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 11.83 | - | 11.83 |
| Series F | 11.71 | - | 11.71 |
| Series F5 | 9.45 | - | 9.45 |
| Series T5 | 9.10 | - | 9.10 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund
Beutel Goodman American Equity Fund
Capital Group Global Equity Fund
Fair Value
December 31, December 31,

| December 31, | December 31, <br> $\mathbf{2 0 2 2}$ |
| ---: | ---: |
| $\mathbf{2 0 2 1}$ |  |
| 5,118 | $\mathbf{\$}$ |
| - | - |
| 3,932 | 3,370 |
| - | 3,875 |
| 10,512 | 6,030 |
| 3,937 | 8,431 |
| - | 3,645 |
| 5,225 | - |
| 2,663 | 6,116 |
| 2,583 | - |
| 15,789 | 18,491 |
| - | 6,146 |
| 2,662 | - |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Bloomberg Barclays Global Aggregate |  |  |  |  |
| Bond Index \$CA hedged (60\%) |  |  |  |  |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (5\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD |  |  |  |  |
| (35\%) $\pm$ | 4,843,893 | $9.2 \pm$ | 5,968,201 | 9.4 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  |  |  |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | $\%$ | $\%$ |
| American Equity Funds | 9.8 | 5.3 |
| Canadian Equity Funds | 10.0 | 5.8 |
| Cash, Money Market and Other Net Assets | - | $(0.1)$ |
| Fixed Income Funds | 60.3 | 58.1 |
| Global Equity Funds | 19.9 | 30.9 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  |  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $52,420,844$ | - | - | $52,420,844$ |  |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |
| Mutual funds | $63,307,010$ | - | - | $63,307,010$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Losses (Note 9)
(in thousands Canadian dollars)

| December 31, | December 31, |  |
| :--- | ---: | ---: |
|  | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| Capital Losses | $\$$ | $\$$ |
| Non-capital Losses | 270 | - |
| Maximum Due Date | 86 | - |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds ( $100.0 \%$ ) |  |  |  |
| AGF American Growth Fund | 117,167 | 5,340,450 | 5,117,906 |
| Beutel Goodman American Equity Fund, Series I |  | 2 | 2 |
| Capital Group Global Equity Fund, Series I | 92,480 | 3,699,756 | 3,931,728 |
| CI Signature Canadian Bond Fund, Class I | 1,142,295 | 11,344,907 | 10,512,315 |
| Edgepoint Global Portfolio, Series I | 125,746 | 3,749,026 | 3,937,166 |
| Leith Wheeler Canadian Equity Fund | 93,916 | 5,260,000 | 5,224,646 |
| Manulife Strategic Income Fund, Series I | 247,902 | 2,958,024 | 2,662,916 |
| PH\&N Overseas Equity Fund, Series 0 | 145,294 | 2,413,168 | 2,583,307 |
| RBC Global Bond Fund, Series O | 1,656,559 | 18,477,617 | 15,789,330 |
| RP Strategic Income Plus Fund, Class 0 | 275,915 | 2,693,705 | 2,661,528 |
|  |  | 55,936,655 | 52,420,844 |
| Total Investments ( $100.0 \%$ ) |  | 55,936,655 * | 52,420,844 |
| Cash and Other Net Assets (0.0\%) |  |  | 2,245 |
| Net Assets (100\%) |  |  | 52,423,089 |

*Average cost of Investments as of December 31, 2021 is $\$ 59,461,772$.

## Meritage Global Balanced Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | Series | Seri |  | Serie |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 176,009 | 147,736 | 104,504 | 79,150 | 23,603 | 15,729 | 14,809 | 9,670 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(21,950)$ | 10,234 | $(12,307)$ | 6,865 | $(2,824)$ | 1,485 | $(1,944)$ | 734 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 22,730 | 52,861 | 23,537 | 38,688 | 3,489 | 9,575 | 1,694 | 5,207 |
| Reinvestments of distributions to holders of redeemable units <br> Redemption of redeemable units |  | $\begin{array}{r} 26 \\ (34,339) \\ \hline \end{array}$ | $\begin{gathered} 2,096 \\ (34,691) \end{gathered}$ | $\begin{array}{r} 1,530 \\ (20,796) \\ \hline \end{array}$ | $\begin{gathered} 2,451 \\ (19,062) \end{gathered}$ | $\begin{array}{r} 535 \\ (3,428) \\ \hline \end{array}$ | $\begin{array}{r} 843 \\ (2,205) \\ \hline \end{array}$ | $\begin{gathered} 132 \\ (966) \\ \hline \end{gathered}$ | $\begin{gathered} 296 \\ (285) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | $(11,583)$ | 20,266 | 4,271 | 22,077 | 596 | 8,213 | 860 | 5,218 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |
| Net realized gain |  | - | 2,200 | 2,304 | 3,567 | 464 | 790 | 3 | 196 |
| Return of capital |  |  |  |  |  | 1,210 | 1,026 | 781 | 613 |
| Management fees rebate |  | 25 | 27 | 22 | 21 | 7 | 8 | 5 | 4 |
| Total distributions to investors |  | 25 | 2,227 | 2,326 | 3,588 | 1,681 | 1,824 | 789 | 813 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(33,558)$ | 28,273 | $(10,362)$ | 25,354 | $(3,909)$ | 7,874 | $(1,873)$ | 5,139 |
| Net assets attributable to holders of redeemable units, end of the year |  | 142,451 | 176,009 | 94,142 | 104,504 | 19,694 | 23,603 | 12,936 | 14,809 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 12,994,629 | 11,484,182 | 7,782,597 | 6,140,951 | 2,299,917 | 1,521,137 | 1,515,243 | 990,918 |
| Redeemable units issued |  | 1,820,769 | 3,941,220 | 1,909,322 | 2,862,892 | 375,481 | 903,577 | 191,042 | 523,052 |
| Redeemable units issued on reinvestments |  | 2,111 | 154,116 | 132,416 | 181,841 | 63,490 | 81,731 | 15,601 | 29,999 |
| Redeemable units redeemed |  | $(2,778,713)$ | $(2,584,889)$ | $(1,691,112)$ | $(1,403,087)$ | $(383,313)$ | $(206,528)$ | $(116,495)$ | $(28,726)$ |
| Redeemable units outstanding, end of the year |  | 12,038,796 | 12,994,629 | 8,133,223 | 7,782,597 | $2,355,575$ | 2,299,917 | $\xrightarrow{1,605,391}$ | 1,515,243 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(39,025)$ | 19,318 |
|  | $(6,519)$ | $(15,152)$ |
|  | 43,894 | $(5,772)$ |
|  | $(142,783)$ | $(60,318)$ |
|  | 155,614 | 13,663 |
|  | (87) | 107 |
|  | 11,094 | $(48,154)$ |
| 2 |  |  |
|  | $(2,598)$ | $(2,766)$ |
|  | 51,803 | 105,935 |
|  | $(59,699)$ | $(56,115)$ |
|  | $(10,494)$ | 47,054 |
|  | 600 | $(1,100)$ |
|  | (301) | 799 |
|  | 299 | (301) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Global Balanced Portfolio's investment objective seeks to achieve a combination of income and long-term capital appreciation by investing primarily in a diverse mix of global fixed income and global equity mutual funds.
The portfolio manager's target weighting for this Portfolio is $35-55 \%$ of net assets invested in global fixed income securities, with $45-65 \%$ of net assets invested in global equity. This weighting may be reviewed and adjusted based on economic and market conditions. The portfolio manager may, in its sole discretion, select the underlying funds, allocate assets to the underlying funds, change the percentage holding of any underlying fund, remove any underlying fund or add other underlying funds.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | August 28, 2014 | Q | A | 2.00 | 0.08 |
| Series F | August 28, 2014 | Q | A | 1.00 | 0.08 |
| Series F5 | August 28, 2014 | M | A | 1.00 | 0.08 |
| Series T5 | August 28, 2014 | M | A | 2.00 | 0.08 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 11.83 | - | 11.83 |
| Series F | 11.57 |  | 11.57 |
| Series F5 | 8.36 |  | 8.36 |
| Series T5 | 8.06 | - | 8.06 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.54 | - | 13.54 |
| Series F | 13.43 | - | 13.43 |
| Series F5 | 10.26 | - | 10.26 |
| Series T5 | 9.77 | - | 9.77 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

AGF American Growth Fund Beutel Goodman American Equity Fund Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund
Capital Group Global Equity Fund
CI Black Creek International Equity Corporate Class Fund
Edgepoint Global Portfolio
Fidelity Canadian Disciplined Equity Fund
Leith Wheeler Canadian Equity Fund
Manulife Strategic Income Fund
PH\&N Overseas Equity Fund
RBC Global Bond Fund
Fair Value
December 31, December 31,

RBC Global High Yield Bond Fund
RP Strategic Income Plus Fund

| 2022 | $\mathbf{2 0 2 1}$ |
| ---: | ---: |
|  | $\$$ |
| 33,393 | $\mathbf{-}$ |
| 14,186 | 24,999 |
| - | 17,782 |
| 28,057 | 39,044 |
| - | 22,795 |
| 27,977 | 41,653 |
| - | 34,533 |
| 27,418 | - |
| 14,082 | 30,997 |
| 18,712 | - |
| 92,167 | 76,490 |
| - | 31,223 |
| 13,320 | - |

## Price Risk (Note 5)

| The Fund's Benchmark Composition | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% |  | \% |
| Bloomberg Barclays Global Aggregate |  |  |  |  |
| Bond Index \$CA hedged (45\%) |  |  |  |  |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (15\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD |  |  |  |  |
| (40\%) $\pm$ | 24,983,929 | $9.3 \pm$ | 30,234,049 | 9.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | $\begin{array}{r} \hline \text { December 31, } \\ 2022 \end{array}$ | December 31, 2021 |
|  | \% | \% |
| American Equity Funds | 12.4 | 7.8 |
| Canadian Equity Funds | 15.5 | 16.4 |
| Cash, Money Market and Other Net Assets | - | (0.2) |
| Fixed Income Funds | 44.3 | 43.5 |
| Global Equity Funds | 27.8 | 32.5 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 269,312,446 | - | - | 269,312,446 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $\$$ | $\$$ | $\$$ | $\$$ |  |
| Mutual funds |  | 319,517,631 | - | - | $319,517,631$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.0\%) |  |  |  |
| AGF American Growth Fund | 764,486 | 34,768,816 | 33,393,190 |
| Beutel Goodman Canadian Equity Fund, Series I | 328,249 | 14,921,462 | 14,186,451 |
| Capital Group Global Equity Fund, Series I | 659,945 | 25,278,207 | 28,057,160 |
| Edgepoint Global Portfolio, Series I | 893,531 | 26,334,529 | 27,976,802 |
| Leith Wheeler Canadian Equity Fund | 492,848 | 27,555,121 | 27,417,626 |
| Manulife Strategic Income Fund, Series I | 1,310,966 | 15,796,667 | 14,082,136 |
| PH\&N Overseas Equity Fund, Series 0 | 1,052,415 | 17,479,449 | 18,711,829 |
| RBC Global Bond Fund, Series O | 9,669,841 | 105,081,776 | 92,167,123 |
| RP Strategic Income Plus Fund, Class 0 | 1,380,868 | 13,481,168 | 13,320,129 |
|  |  | 280,697,195 | 269,312,446 |
| Total Investments (100.0\%) |  | 280,697,195 * | 269,312,446 |
| Cash and Other Net Assets (0.0\%) |  |  | $(89,070)$ |
| Net Assets (100\%) |  |  | 269,223,376 |

*Average cost of Investments as of December 31, 2021 is $\$ 287,008,491$.

## Meritage Global Growth Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | eries | Seri |  | Serie |  | Serie |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 96,648 | 62,693 | 51,981 | 26,386 | 3,690 | 1,259 | 2 | 2 | 2,551 | 2,183 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(12,150)$ | 7,382 | $(6,287)$ | 4,096 | (484) | 259 | - | - | (340) | 242 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 14,244 | 39,528 | 12,662 | 27,852 | 1,902 | 2,606 | - | - | 812 | 876 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(14,606)$ | $(12,830)$ | $(8,816)$ | $(5,920)$ | $(1,234)$ | (326) | . | . | (954) | (655) |
| Total redeemable units transactions |  | (346) | 30,382 | 3,858 | 24,225 | 685 | 2,482 | - | - | (96) | 354 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net realized gain |  |  | 3,793 | - | 2,716 | - | 185 | - | - | - | 105 |
| Return of capital |  |  |  | - |  | 224 | 124 | - | - | 130 | 122 |
| Management fees rebate |  | 16 | 16 | 12 | 10 | 1 | 1 |  |  | 1 | 1 |
| Total distributions to investors |  | 16 | 3,809 | 12 | 2,726 | 225 | 310 |  | - | 131 | 228 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(12,512)$ | 33,955 | $(2,441)$ | 25,595 | (24) | 2,431 | - | - | (567) | 368 |
| Net assets attributable to holders of redeemable units, end of the year |  | 84,136 | 96,648 | 49,540 | 51,981 | 3,666 | 3,690 | 2 | 2 | 1,984 | 2,551 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 7,112,290 | 4,802,094 | 3,695,783 | 1,949,036 | 344,162 | 116,517 | 124 | 116 | 251,863 | 213,465 |
| Redeemable units issued |  | 1,143,934 | 2,974,132 | 980,522 | 1,994,541 | 195,501 | 237,942 |  |  | 89,232 | 87,695 |
| Redeemable units issued on reinvestments |  | 1,353 | 269,698 | 962 | 162,175 | 1,843 | 18,625 | - | 8 | 5,327 | 12,960 |
| Redeemable units redeemed |  | $(1,182,516)$ | $(933,634)$ | $(697,115)$ | $(409,969)$ | $(132,165)$ | $(28,922)$ |  |  | $(109,295)$ | $(62,257)$ |
| Redeemable units outstanding, end of the year |  | 7,075,061 | 7,112,290 | 3,980,152 | 3,695,783 | 409,341 | 344,162 | 124 | 124 | 237,127 | 251,863 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(19,261)$ | 11,979 |
|  | $(1,367)$ | $(10,168)$ |
|  | 19,827 | $(2,792)$ |
|  | $(78,965)$ | $(54,556)$ |
|  | 76,196 | 20,451 |
|  | (27) | 101 |
|  | $(3,597)$ | $(34,985)$ |
| 2 |  |  |
|  | (293) | (761) |
|  | 29,768 | 55,670 |
|  | $(25,655)$ | $(19,717)$ |
|  | 3,820 | 35,192 |
|  | 223 | 207 |
|  | 176 | (31) |
|  | 399 | 176 |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Global Growth Portfolio's investment objective is to achieve long-term capital appreciation and provide some income by investing primarily in a diverse mix of mutual funds that may include exchange-traded funds ("ETFs") that are global fixed income funds and global equity funds.
The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $20 \%-40 \%$ of the net assets in global fixed income securities; and $60 \%-80 \%$ of the net assets in global equity securities. The portfolio manager may, in its sole discretion, review and adjust the target weighting of each asset class depending on economic and market conditions. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds. Investments in Canadian fixed income and equity funds should not exceed approximately $45 \%$ of the net assets of the Portfolio. The Portfolio may also invest in Underlying Funds that hold shares of small cap corporations and or in Underlying Funds that hold emerging market fixed income and equity securities.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | $\begin{array}{r} \text { Distribution } \\ \text { of Gains } \\ \text { (Note 2) } \\ \hline \end{array}$ | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 2.00 | 0.11 |
| Series F | March 1, 2016 | Q | A | 1.00 | 0.11 |
| Series F5 | March 1, 2016 | M | A | 1.00 | 0.11 |
| Series 0 | March 1, 2016 | Q | A |  | 0.02 |
| Series 75 | March 1, 2016 | M | A | 2.00 | 0.11 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 11.89 |  | 11.89 |
| Series F | 12.45 | - | 12.45 |
| Series F5 | 8.96 | - | 8.96 |
| Series 0 | 12.88 | - | 12.88 |
| Series T5 | 8.36 | - | 8.36 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.59 |  | 13.59 |
| Series F | 14.07 |  | 14.07 |
| Series F5 | 10.72 |  | 10.72 |
| Series 0 | 14.38 |  | 14.38 |
| Series T5 | 10.13 | - | 10.13 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

## AGF American Growth Fund

Beutel Goodman American Equity Fund
Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund
Capital Group Global Equity Fund
CI Black Creek International Equity Corporate Class Fund
Edgepoint Global Portfolio
Fidelity Canadian Disciplined Equity Fund
Leith Wheeler Canadian Equity Fund
Leith Wheeler Canadian Equity
Manulife Strategic Income Fund

Fair Value

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\mathbf{\$}$ | $\mathbf{\$}$ |
| 21,977 | - |
| - | 15,143 |
| 6,626 | - |
| - | 8,306 |
| 16,186 | 26,902 |
| - | 7,783 |
| 16,327 | 26,936 |
| - | 16,424 |
| 17,764 | - |
| 10,579 | 12,282 |
| 11,859 | - |
| 6,662 | 7,237 |
| 31,081 | 22,863 |
| - | 10,878 |

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | 15.8 | $\%$ |
| American Equity Funds | 17.5 | 9.8 |
| Canadian Equity Funds | 0.2 | 16.0 |
| Cash, Money Market and Other Net Assets | 29.9 | 0.1 |
| Fixed Income Funds | 36.6 | 29.7 |
| Global Equity Funds |  | 44.4 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Mutual funds | 139,061,553 |  | - | 139,061,553 |
| During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3. |  |  |  |  |
| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 154,753,492 | - | - | 154,753,492 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |  |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |  |
| Series 0 | 124 | 100 | 124 | 100 |  |

Losses (Note 9)
(in thousands Canadian dollars)

| 俋 | December 31, <br> 2022 | December 31, $2021$ |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Non-capital Losses | 160 |  |
| Maximum Due Date | 2042 |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (99.8\%) |  |  |  |
| AGF american growth fund | 503,120 | 22,932,194 | 21,976,579 |
| Beutel Goodman Canadian Equity Fund, Series I | 153,320 | 6,969,599 | 6,626,286 |
| Capital Group Global Equity Fund, Series I | 380,726 | 16,096,870 | 16,186,337 |
| Edgepoint Global Portfolio, Series I | 521,449 | 16,072,382 | 16,326,778 |
| Leith Wheeler Canadian Equity Fund | 319,316 | 17,852,951 | 17,763,868 |
| Manulife Strategic Income Fund, Series I | 984,891 | 11,911,689 | 10,579,497 |
| PH\&N Overseas Equity Fund, Series 0 | 666,997 | 11,078,084 | 11,859,139 |
| RBC Emerging Markets Equity Fund, Series 0 | 390,169 | 7,354,568 | 6,662,064 |
| RBC Global Bond Fund, Series O | 3,260,907 | 35,204,724 | 31,081,005 |
|  |  | 145,473,061 | 139,061,553 |
| Total Investments (99.8\%) |  | 145,473,061 * | 139,061,553 |
| Cash and Other Net Assets (0.2\%) |  |  | 266,133 |
| Net Assets (100\%) |  |  | 139,327,686 |

*Average cost of Investments as of December 31, 2021 is $\$ 141,338,336$.

## Meritage Global Growth Plus Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

|  | Note | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
|  |  |  |  |

## Assets Current assets <br> Investments

Subscriptions receivable
Total assets
Liabilities
Current liabilities
Bank overdraft
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Advisor Series
Series F
Series F5
Series 0
Series T5

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F
Series F5
Series 0
Series T5
Approved on behalf of the board of directors of National Bank Investments Inc.
Eric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | ries | Seri |  | Serie |  | Serie |  | Serie |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 29,103 | 19,169 | 16,192 | 11,887 | 251 | 146 | 2 | 2 | 196 | 165 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,347)$ | 2,651 | (1,760) | 1,678 | (32) | 25 | - | - | (23) | 22 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 5,981 | 12,713 | 4,141 | 7,671 | 243 | 101 | - | - | - | 32 |
| Reinvestments of distributions to holders of redeemable units |  | 5 | 1,245 |  | 592 | 2 | 16 | . | - | 8 |  |
| Redemption of redeemable units |  | $(5,869)$ | $(5,356)$ | $(2,612)$ | $(4,667)$ | (72) | (12) | - | - | (14) | (21) |
| Total redeemable units transactions |  | 117 | 8,602 | 1,533 | 3,596 | 173 | 105 | - | - | (6) | 27 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net realized gain |  | - | 1,314 | - | 965 | - | 15 | - | - | - | 9 |
| Return of capital |  |  |  |  |  | 20 | 10 | - |  | 9 | 9 |
| Management fees rebate |  | 5 | 5 | 4 | 4 |  | - | - | - | - | - |
| Total distributions to investors |  | 5 | 1,319 | 4 | 969 | 20 | 25 | - | - | 9 | 18 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,235)$ | 9,934 | (231) | 4,305 | 121 | 105 | - | - | (38) | 31 |
| Net assets attributable to holders of redeemable units, end of the year |  | 25,868 | 29,103 | $\underline{15,961}$ | 16,192 | 372 | 251 | 2 | 2 | 158 | 196 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,097,898 | 1,457,513 | 1,160,776 | 896,984 | 23,487 | 13,699 | 138 | 128 | 19,058 | 16,122 |
| Redeemable units issued |  | 472,000 | 930,055 | 324,501 | 552,837 | 25,282 | 9,338 | - | - | - | 3,382 |
| Redeemable units issued on reinvestments |  | 417 | 89,115 | 308 | 42,134 | 167 | 1,471 |  | 10 | 849 | 1,529 |
| Redeemable units redeemed |  | $(463,999)$ | $(378,785)$ | $(207,521)$ | $(331,179)$ | $(7,764)$ | $(1,021)$ | - | - | $(1,482)$ | $(1,975)$ |
| Redeemable units outstanding, end of the year |  | 2,106,316 | 2,097,898 | 1,278,064 | 1,160,776 | 41,172 | 23,487 | 138 | 138 | 18,425 | $\xrightarrow{19,058}$ |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Change in net unrealized appreciation/depreciation on investments
Purchases of investments
Proceeds from sale and maturity of investments
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net increase (decrease) for the year Cash (bank overdraft), beginning of the year

Cash (bank overdraft), end of the year

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
| 2 | (5,162) | 4,376 |
|  | (487) | $(4,140)$ |
|  | 5,457 | (604) |
|  | $(27,469)$ | $(14,502)$ |
|  | 26,141 | 8,226 |
|  | (5) | 25 |
|  | $(1,525)$ | $(6,619)$ |
| 2 |  |  |
|  | (19) | (462) |
|  | 10,437 | 16,731 |
|  | $(8,570)$ | $(10,069)$ |
|  | 1,848 | 6,200 |
|  | $323$ | (419) |
|  | (323) | 96 |
|  |  | (323) |

## Fund Specific Notes

## Investment Objective and Strategies

The Meritage Global Growth Plus Portfolio's investment objective is to achieve long-term capital appreciation by investing primarily in a diverse mix of mutual funds that may include exchange-traded funds ("ETFs") that are global fixed income funds and global equity funds.
The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $5 \%-25 \%$ of the net assets in global fixed income securities; and $75 \%-95 \%$ of the net assets in global equity securities. The portfolio manager may, in its sole discretion, review and adjust the target weighting of each asset class depending on economic and market conditions. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds. Investments in Canadian fixed income and equity funds should not exceed approximately 45\% of the net assets of the Portfolio. The Portfolio may also invest in Underlying Funds that hold shares of small cap corporations and or in Underlying Funds that hold emerging market fixed income and equity securities.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 2.00 | 0.13 |
| Series F | March 1, 2016 | Q | A | 1.00 | 0.13 |
| Series F5 | March 1, 2016 | M | A | 1.00 | 0.13 |
| Series 0 | March 1, 2016 | Q | A | - | 0.02 |
| Series T5 | March 1, 2016 | M | A | 2.00 | 0.13 |

Net Assets/Equity Attributable to Holders of Redeemable Securities per
Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 12.28 |  | 12.28 |
| Series F | 12.49 | - | 12.49 |
| Series F5 | 9.03 | - | 9.03 |
| Series 0 | 12.44 | - | 12.44 |
| Series T5 | 8.60 | - | 8.60 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.87 |  | 13.87 |
| Series F | 13.95 |  | 13.95 |
| Series F5 | 10.68 |  | 10.68 |
| Series 0 | 13.72 |  | 13.72 |
| Series T5 | 10.30 | - | 10.30 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

## AGF American Growth Fund

Beutel Goodman American Equity Fund
Beutel Goodman Canadian Equity Fund BMO Canadian Small Cap Equity Fund
Capital Group Global Equity Fund
CI Black Creek International Equity Corporate Class Fund
Edgepoint Global Portfolio
Fidelity Canadian Disciplined Equity Fund
Leith Wheeler Canadian Equity Fund
Manulife Strategic Income Fund
PH\&N Overseas Equity Fund
RBC Emerging Markets Equity Fund
RBC Global Bond Fund
RBC Global High Yield Bond Fund

## Currency Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Price Risk (Note 5) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | December 31, 2022 |  | December 31, 2021 |  |
| The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results | Percentage of Net Assets |
|  | \$ | \% | \$ | \% |
| Bloomberg Barclays Global Aggregate |  |  |  |  |
| Bond Index \$CA hedged (15\%) |  |  |  |  |
| Morningstar Canada Large-Mid Cap GR |  |  |  |  |
| CAD (15\%) |  |  |  |  |
| Morningstar DM Large-Mid Cap GR CAD |  |  |  |  |
| (70\%) $\pm$ | 3,871,787 | $9.1 \pm$ | 4,327,366 | 9.5 |

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Concentration Risk (Note 5) |  |  |
| :--- | ---: | ---: |
|  | Percentage of Net Assets as at |  |
|  | December 31, | December 31, |
| Asset Mix | $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
|  | $\%$ | $\%$ |
| American Equity Funds | 19.6 | 15.5 |
| Canadian Equity Funds | 20.3 | 15.9 |
| Cash, Money Market and Other Net Assets | $(0.1)$ | $(0.7)$ |
| Fixed Income Funds | 14.5 | 14.3 |
| Global Equity Funds | 45.7 | 55.0 |

## Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ |  |
| Mutual funds | 42,417,958 | - | - | 42,417,958 |
| During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3. |  |  |  |  |
| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
|  | \$ | \$ | \$ | \$ |
| Mutual funds | 46,059,592 | - | - | 46,059,592 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

## Positions Held by Related Parties (Note 8)

| December 31, 2022 |  |
| :---: | ---: |
| Units | $\%$ |
| 138 | 100 |
| 338 | 2 |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \begin{array}{r} \text { Fair } \\ \text { Value } \end{array} \\ \$ \end{array}$ |
| :---: | :---: | :---: | :---: |
| Mutual Funds (100.1\%) |  |  |  |
| AGF american growth fund | 189,849 | 8,653,293 | 8,292,699 |
| Beutel Goodman Canadian Equity Fund, Series I | 49,324 | 2,244,198 | 2,131,732 |
| Capital Group Global Equity Fund, Series I | 149,302 | 6,460,523 | 6,347,490 |
| Edgepoint Global Portfolio, Series I | 206,948 | 6,355,105 | 6,479,628 |
| Leith Wheeler Canadian Equity Fund | 116,408 | 6,508,362 | 6,475,887 |
| Manulife Strategic Income Fund, Series I | 194,789 | 2,345,223 | 2,092,388 |
| PH\&N Overseas Equity Fund, Series 0 | 243,493 | 4,044,154 | 4,329,285 |
| RBC Emerging Markets Equity Fund, Series 0 | 129,357 | 2,380,317 | 2,208,750 |
| RBC Global Bond Fund, Series O | 425,971 | 4,508,467 | 4,060,099 |
|  |  | 43,499,642 | 42,417,958 |
| Total Investments (100.1\%) |  | 43,499,642 * | 42,417,958 |
| Cash and Other Net Assets (-0.1\%) |  |  | $(57,054)$ |
| Net Assets (100\%) |  |  | 42,360,904 |

*Average cost of Investments as of December 31, 2021 is $\$ 41,683,785$.

## Meritage Tactical ETF Moderate Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



## Current assets <br> Investments

Unrealized appreciation on foreign exchange contracts Cash
Subscriptions receivable
Interest receivable
Dividends receivable
Total assets
Liabilities
Current liabilities
Unrealized depreciation on foreign exchange contracts
Redeemed units payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units

Net assets attributable to holders of redeemable units per series
Advisor Series
Series F
Series F5
Series T5
Private Series

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F
Series F5
Series T5
Private Series
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)

| Income | 2 | \$ |  |
| :---: | :---: | :---: | :---: |
| Interest income for distribution purposes |  | 1,265 | 1,102 |
| Dividends income |  | 776 | 964 |
| Income from securities lending |  | 7 |  |
| Other income |  | 61 | 28 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 553 | 2,034 |
| Net realized gains (losses) on foreign currencies |  | (39) | (64) |
| Net realized gains (losses) on forwards currency |  | (332) | 130 |
| Change in net unrealized appreciation/depreciation on investments |  | $(10,044)$ | 1,472 |
| Change in unrealized gains/losses on foreign currencies |  | (3) | 3 |
| Change in unrealized gains/losses on forwards currency |  | (29) | (38) |
| Total income |  | $(7,785)$ | 5,631 |
| Expenses | 8 |  |  |
| Management fees |  | 578 | 609 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Fixed-administration fees |  | 64 | 68 |
| Fees paid by the manager |  | (65) | (121) |
| Withholding taxes | 2 | 82 | 94 |
| Transaction costs on purchase and sale of investments | 8 | 17 | 10 |
| Total expenses |  | 678 | 662 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(8,463)$ | 4,969 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | $(1,854)$ | 926 |
| Series F |  | $(4,134)$ | 2,568 |
| Series F5 |  | (143) | 93 |
| Series T5 |  | (68) | 40 |
| Private Series |  | $(2,264)$ | 1,342 |
|  |  | $(8,463)$ | 4,969 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 1,334,115 | 1,292,404 |
| Series F |  | 3,170,237 | 3,154,769 |
| Series F5 |  | 139,417 | 138,709 |
| Series T5 |  | 57,755 | 73,774 |
| Private Series |  | 1,670,951 | 1,632,963 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.39) | 0.72 |
| Series F |  | (1.30) | 0.81 |
| Series F5 |  | (1.03) | 0.68 |
| Series T5 |  | (1.16) | 0.55 |
| Private Series |  | (1.35) | 0.82 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | eries | Serie |  | Serie |  | Serie |  | Private | ries |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 16,823 | 13,366 | 37,874 | 35,126 | 1,386 | 1,393 | 619 | 788 | 21,831 | 17,666 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(1,854)$ | 926 | $(4,134)$ | 2,568 | (143) | 93 | (68) | 40 | $(2,264)$ | 1,342 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,297 | 4,867 | 14,930 | 24,718 | 74 | 9 | 11 | 22 | 7,755 | 12,251 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(2,286)$ | $(2,326)$ | $(15,003)$ | $(24,409)$ | (35) | (57) | (126) | (216) | $(11,753)$ | $(9,175)$ |
| Total redeemable units transactions |  | (854) | 2,717 | 484 | 938 | 58 | (29) | (101) | (174) | $(3,875)$ | 3,254 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 140 | 182 | 635 | 749 | 23 | 27 | 4 | 7 | 360 | 431 |
| Return of capital |  |  |  |  |  | 49 | 44 | 23 | 28 |  | - |
| Management fees rebate |  | 3 | 4 | 8 | 9 |  |  |  |  |  |  |
| Total distributions to investors |  | 143 | 186 | 643 | 758 | 72 | 71 | 27 | 35 | 360 | 431 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,851)$ | 3,457 | $(4,293)$ | 2,748 | (157) | (7) | (196) | (169) | $(6,499)$ | 4,165 |
| Net assets attributable to holders of redeemable units, end of the year |  | 13,972 | 16,823 | 33,581 | 37,874 | 1,229 | 1,386 | 423 | 619 | 15,332 | 21,831 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 1,386,239 | 1,155,409 | 3,113,761 | 3,028,487 | 137,713 | 140,644 | 64,598 | 82,923 | 1,776,289 | 1,509,267 |
| Redeemable units issued |  | 115,680 | 411,416 | 1,311,483 | 2,073,222 | 8,753 | 922 | 1,295 | 2,281 | 691,856 | 1,015,562 |
| Redeemable units issued on reinvestments |  | 12,720 | 14,558 | 52,205 | 52,084 | 2,142 | 1,897 | 1,661 | 2,051 | 11,360 | 14,572 |
| Redeemable units redeemed |  | $(204,543)$ | $(195,144)$ | $(1,333,982)$ | $(2,040,032)$ | $(4,053)$ | $(5,750)$ | $(14,871)$ | $(22,657)$ | $(1,057,848)$ | $(763,112)$ |
| Redeemable units outstanding, end of the year |  | 1,310,096 | 1,386,239 | 3,143,467 | 3,113,761 | 144,555 | 137,713 | 52,683 | 64,598 | 1,421,657 | 1,776,289 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments
Net realized (gains) losses on foreign currencies
Net realized (gains) losses on forwards currency
Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies
Change in unrealized gains/losses on forwards currency
Purchases of investments
Proceeds from sale and maturity of investments
Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

|  |  |  |
| ---: | ---: | ---: |
|  | 2022 | 2021 |
| 2 | $\$$ | $\$$ |
|  |  |  |
|  | $(8,463)$ | 4,969 |
|  | $(553)$ | $(2,034)$ |
| 39 | 64 |  |
| 332 | $(130)$ |  |
|  |  |  |
| 10,044 | $(1,472)$ |  |
| 3 | $(3)$ |  |
| 29 | 38 |  |
| $(25,357)$ | $(30,973)$ |  |
| 30,326 | 27,983 |  |
| $(17)$ | $(11)$ |  |
| 61 | $(64)$ |  |
| $(2)$ | 6 |  |
| 6,442 | $(1,627)$ |  |
|  |  |  |

2

| (397) | (459) |
| :---: | :---: |
| 24,473 | 41,446 |
| $(29,312)$ | $(36,154)$ |
| $(5,236)$ | 4,833 |
| (39) | (64) |
| (3) | 3 |
| 1,206 | 3,206 |
| 3,010 | (135) |
| 4,174 | 3,010 |
| 1,248 | 1,091 |
| 755 | 806 |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Tactical ETF Moderate Portfolio's investment objective is to achieve a steady rate of return and long-term capital appreciation by making tactical investments primarily in a diverse mix of exchangetraded funds ("ETFs") that are fixed income funds and equity funds.
The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $40 \%-80 \%$ of the net assets in Canadian and global fixed income securities; and 20\%-60\% of the net assets in Canadian and global equity securities. The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes (normally on a quarterly basis) depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Portfolio is generally rebalanced based on the new targets. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income <br> (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Admi- nistration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 1.35 | 0.08 |
| Series F | March 1, 2016 | Q | A | 0.60 | 0.08 |
| Series F5 | March 1, 2016 | M | A | 0.60 | 0.08 |
| Series T5 | March 1, 2016 | M | A | 1.35 | 0.08 |
| Private Series | March 3, 2016 | Q | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)


## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending rransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 14 | 100 | - | - |
| Net Income Received by the Fund | 7 | 50 | - | - |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 7 | 50 | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value
December 31, December 31,

| 2022 |
| ---: |
| $\$ 2021$ |
| $\$ 4$ |

Exchange Traded Fund
60,17
4,965

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Net | Net assets attributable to holders of redeemable | Net | Net assets attributable to holders of redeemable |
|  | exposure | units | exposure | units |
|  | \$ | \% | \$ | \% |
| American Dollar | 11,181,425 | 17.3 | 20,971,816 | 26.7 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 559,071 (\$ 1,048,591 as at December 31, 2021).

## Price Risk (Note 5)

The Fund's Benchmark
Composition


Morningstar Canada Large-Mid Cap GR
CAD (14\%)
Morningstar EM Large-Mid Cap GR CAD
(4\%)
Morningstar US Large Cap TR USD
(14\%)
Morningstar Developed Markets ex North
America (8\%)
Morningstar Canada Liquid Bond New
$\begin{array}{lllll}\text { GR CAD }(60 \%) & \pm & 7,957,357 & 12.3 \pm & 9,950,163\end{array}$

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Concentration Risk (Note 5)

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 6.7 | 4.6 |
| Exchange Traded Funds | 93.3 | 95.4 |

Fair Value of Financial Instruments Table (Note 5)


During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 74,965,022 | - | - | 74,965,022 |


| Derivatives assets | - | $5,570,248$ | - | $5,570,248$ |
| :--- | :---: | :---: | :---: | :---: |
| Derivatives liabilities | - | $(5,517,499)$ | - | $(5,517,499)$ |
| Total derivatives instruments | - | 52,749 | - | 52,749 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, <br>  <br>  <br>  <br> Total Commissions | December 31, <br> 2021 |
| :--- | ---: | ---: |
| Related Entities | $\$$ | $\$$ |

Positions Held by Related Parties (Note 8)

Private Series

| December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: |
| Units | $\%$ | Units | $\%$ |
| 117 | - | 114 |  |

## Losses (Note 9)

(in thousands Canadian dollars)

| December 31, | December 31, <br> 2022 <br> $\$$2021 |
| ---: | ---: |
| 198 | 543 |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{gathered} \text { Fair } \\ \text { Value } \end{gathered}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (93.3\%) |  |  |  |
| BMO Aggregate Bond Index ETF | 2,072,695 | 31,038,944 | 27,919,202 |
| BMO Corporate Bond Index ETF | 100,976 | 5,152,349 | 4,468,188 |
| BMO Low Volatility Canadian Equity ETF | 71,102 | 2,540,945 | 2,803,552 |
| BMO MSCI USA HIGH QUAL INDX | 29,841 | 1,539,951 | 1,509,656 |
| BMO S\&PITSX Capped Composite Index ETF | 179,469 | 4,266,151 | 4,659,015 |
| Horizons Active Preferred Share ETF | 217,003 | 1,905,244 | 1,614,502 |
| Invesco Fundamental High Yield Corporate Bond ETF | 196,786 | 4,764,958 | 4,561,257 |
| iShares, Core MSCI Emerging Markets ETF | 16,425 | 1,221,877 | 1,038,506 |
| iShares Core MSCI EAFE ETF | 45,981 | 3,746,236 | 3,837,317 |
| NBI Global Real Assets Income ETF | 76,615 | 1,508,304 | 1,459,516 |
| ProShares S\&P 500 Dividend Aristocrats ETF | 13,560 | 1,410,525 | 1,652,116 |
| Schwab | 20,021 | 771,188 | 671,697 |
| Schwab, US Broad Market ETF | 65,595 | 3,790,069 | 3,979,534 |
|  |  | 63,656,741 | 60,174,058 |
| Total Investments (93.3\%) |  | 63,656,741 * | 60,174,058 |
| Unrealized Appreciation on Foreign Exchange Contracts (0.0\%) |  |  | 23,284 |
| Cash and Other Net Assets (6.7\%) |  |  | 4,339,213 |
| Net Assets (100\%) |  |  | 64,536,555 |

*Average cost of Investments as of December 31, 2021 is $\$ 68,403,461$.

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 0.7408 | CAD | 283,479 | 283,479 | USD | 210,000 | 284,282 | 803 |
| January 25, 2023 | 1.3611 | USD | 3,426,900 | 4,639,083 | CAD | 4,664,354 | 4,664,354 | 25,271 |
|  |  |  |  |  |  |  |  | 26,074 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 1.3373 | USD | 170,000 | 230,133 | CAD | 227,343 | 227,343 | $(2,790)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 23,284 |

## Meritage Tactical ETF Balanced Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)

Assets $\quad$ Note \begin{tabular}{r}

December 31, | December 31, |
| ---: |
|  |
| 2021 | <br>

\hline$\$$
\end{tabular}

## Current assets <br> Investments

Unrealized appreciation on foreign exchange contracts Cash
Subscriptions receivable
Interest receivable
Dividends receivable

## Total assets

Liabilities
Current liabilities
Unrealized depreciation on foreign exchange contracts
Redeemed units payable
Investments payable
Accrued expenses
Total liabilities (excluding net assets attributable to holders of redeemable units)

Net assets attributable to holders of redeemable units
Net assets attributable to holders of redeemable units per series

## Advisor Series

Series F
Series F5
Series T5
Private Series

Net assets attributable to holders of redeemable units per unit, per series
Advisor Series
Series F
Series F5
Series T5
Private Series
Approved on behalf of the board of directors of National Bank Investments Inc.
Éric-Olivier Savoie
President and Chief Executive Officer
The Giang Diep
Director

Statements of Comprehensive Income for the Years Ended December 31 (in thousands Canadian dollars, except per unit amounts)


Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Adviso | eries | Serie |  | Serie |  | Serie |  | Private | eries |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 52,667 | 43,937 | 37,919 | 42,644 | 5,795 | 5,445 | 7,840 | 6,484 | 48,352 | 36,895 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(5,671)$ | 4,224 | $(3,862)$ | 4,152 | (552) | 557 | (834) | 638 | $(4,921)$ | 4,383 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 6,328 | 12,923 | 9,184 | 11,814 | 534 | 343 | 223 | 1,308 | 17,690 | 28,906 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(8,395)$ | $(8,384)$ | $(8,634)$ | $(20,522)$ | (385) | (281) | (341) | (259) | $(25,048)$ | $\begin{aligned} & (21,340) \end{aligned}$ |
| Total redeemable units transactions |  | (861) | 4,891 | 1,652 | $(8,122)$ | 288 | 86 | 71 | 1,082 | $(6,758)$ | 7,977 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 265 | 376 | 598 | 746 | 87 | 104 | 36 | 51 | 759 | 903 |
| Net realized gain |  | 1,040 | - | 782 | - | 115 | - | 152 | - | 935 | - |
| Return of capital |  |  |  |  | - | 211 | 187 | 349 | 310 |  |  |
| Management fees rebate |  | 9 | 9 | 9 | 9 | 2 | , | 3 | 3 |  | - |
| Total distributions to investors |  | 1,314 | 385 | 1,389 | 755 | 415 | 293 | 540 | 364 | 1,694 | 903 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(7,846)$ | 8,730 | $(3,599)$ | $(4,725)$ | (679) | 350 | $(1,303)$ | 1,356 | $(13,373)$ | 11,457 |
| Net assets attributable to holders of redeemable units, end of the year |  | 44,821 | 52,667 | 34,320 | 37,919 | 5,116 | 5,795 | 6,537 | 7,840 | 34,979 | 48,352 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 4,005,886 | 3,620,033 | 2,847,349 | 3,466,832 | 532,628 | 524,604 | 764,096 | 656,141 | 3,652,170 | 3,021,083 |
| Redeemable units issued |  | 514,805 | 1,018,958 | 745,865 | 914,732 | 57,773 | 31,930 | 24,663 | 130,194 | 1,449,351 | 2,249,178 |
| Redeemable units issued on reinvestments |  | 105,687 | 26,660 | 95,394 | 44,296 | 15,218 | 2,247 | 22,108 | 3,296 | 52,482 | 31,241 |
| Redeemable units redeemed |  | $(685,415)$ | $(659,765)$ | $(709,419)$ | $(1,578,511)$ |  | $(26,153)$ |  | $(2,5,535)$ | $(2,083,688)$ | (1,649,332) |
| Redeemable units outstanding, end of the year |  | 3,940,963 | 4,005,886 | 2,979,189 | 2,847,349 | 565,660 | 532,628 | 775,132 | 764,096 | 3,070,315 | 3,652,170 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units Amounts paid on redemption of redeemable units

Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(15,840)$ | 13,954 |
| $(3,344)$ | $(5,228)$ |
| 93 | 104 |
| 541 | (216) |
| 20,716 | $(6,387)$ |
| 13 | (13) |
| 52 | 63 |
| $(52,464)$ | $(57,315)$ |
| 63,523 | 57,851 |
| (48) | (5) |
| 159 | (174) |
| (11) | 18 |
| 13,390 | 2,652 |

2

|  |  |  |
| ---: | ---: | ---: |
|  | $(2,116)$ <br> 33,658 <br> $(42,769)$ | $(1,294)$ <br> 55,408 <br> $(50,781)$ |
|  |  |  |
| $(11,227)$ | 3,333 |  |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Tactical ETF Balanced Portfolio's investment objective is to achieve a combination of income and long-term capital appreciation by making tactical investments primarily in a diverse mix of exchange-traded funds ("ETFs") that are fixed income funds and equity funds.
The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $25 \%-65 \%$ of the net assets in Canadian and global fixed income securities; and $35 \%-75 \%$ of the net assets in Canadian and global equity securities. The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes (normally on a quarterly basis) depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Portfolio is generally rebalanced based on the new targets. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds.

## General Information

|  | Date Operations Commenced <br> (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 1.60 | 0.08 |
| Series F | March 1, 2016 | Q | A | 0.60 | 0.08 |
| Series F5 | March 1, 2016 | M | A | 0.60 | 0.08 |
| Series T5 | March 1, 2016 | M | A | 1.60 | 0.08 |
| Private Series | March 3, 2016 | Q | A | * | * |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 11.37 | - | 11.37 |
| Series F | 11.52 | - | 11.52 |
| Series F5 | 9.04 | - | 9.04 |
| Series T5 | 8.43 | - | 8.43 |
| Private Series | 11.39 | - | 11.39 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 13.14 | 0.01 | 13.15 |
| Series F | 13.31 | 0.01 | 13.32 |
| Series F5 | 10.88 | - | 10.88 |
| Series T5 | 10.26 | - | 10.26 |
| Private Series | 13.24 | - | 13.24 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent
Value of Collateral

## Income from Security Lending (Note 2)

(in thousands Canadian dollars)
The following table shows a reconciliation of the total income generated from securities lending ransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 22 | 100 | - | - |
| Net Income Received by the Fund | 11 | 50 | - | - |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 11 | 50 | - |  |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value

## December 31, December 31,

| 2022 | 2021 |
| ---: | ---: |
| 117,987 | 148,678 |

Currency Risk (Note 5)

| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Ne | Net assets attributable to holders of | Net | Net assets attributable to holders of |
|  | exposure | units | exposure | units |
|  | \$ | \% | \$ | \% |
| American Dollar | 31,643,961 | 25.2 | 54,450,081 | 35.9 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 1,582,198$ (\$2,722,504 as at December 31, 2021).

Price Risk (Note 5)

The Fund's Benchmark
Composition


Morningstar Canada Large-Mid Cap GR
CAD (19.25\%)
Morningstar EM Large-Mid Cap GR CAD
(5.5\%)

Morningstar US Large Cap TR USD
(19.25\%)

Morningstar Developed Markets ex North
America (11\%)
Morningstar Canada Liquid Bond New
$\begin{array}{lllll}\text { GR CAD }(45 \%) & \pm & 14,639,937 & 11.6 \pm \quad 17,942,619 & 11.8\end{array}$
The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

| Concentration Risk (Note 5) |  |  |  |
| :--- | ---: | ---: | ---: |
|  | Percentage of Net Assets as at |  |  |
|  | December 31, | December 31, |  |
| Asset Mix | 2022 | 2021 |  |
|  | $\%$ | $\%$ |  |
| Cash, Money Market and Other Net Assets | 6.2 | 2.6 |  |
| Exchange Traded Funds |  | 93.8 | 97.4 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 117,986,663 | - | - | 117,986,663 |
| Derivatives assets |  | 8,206,785 | - | 8,206,785 |
| Derivatives liabilities | - | $(8,165,586)$ | - | $(8,165,586)$ |
| Total derivatives instruments | - | 41,199 | - | 41,199 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 148,678,296 | - | - | 148,678,296 |
| Derivatives assets |  | 9,253,298 |  | 9,253,298 |
| Derivatives liabilities |  | $(9,160,595)$ | - | $(9,160,595)$ |
| Total derivatives instruments |  | 92,703 |  | 92,703 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

|  | December 31, 2022 | December 31, 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| Total Commissions | 30 | 14 |
| Related Entities | 30 | 14 |

## Positions Held by Related Parties (Note 8)



Losses (Note 9)
(in thousands Canadian dollars)
December 31,

2022 | December 31, |
| ---: |
|  |
| $\mathbf{2 0 2 1}$ |
| $\$$ |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (93.8\%) |  |  |  |
| BMO Aggregate Bond Index ETF | 3,031,596 | 44,320,715 | 40,835,598 |
| BMO Corporate Bond Index ETF | 127,437 | 6,463,194 | 5,639,087 |
| BMO Low Volatility Canadian Equity ETF | 193,368 | 6,915,627 | 7,624,500 |
| BMO MSCI USA HIGH QUAL INDX | 80,984 | 4,177,836 | 4,096,981 |
| BMO S\&PITSX Capped Composite Index ETF | 536,836 | 12,859,650 | 13,936,263 |
| Horizons Active Preferred Share ETF | 343,865 | 3,041,649 | 2,558,356 |
| Invesco Fundamental High Yield Corporate Bond ETF | 328,144 | 8,002,944 | 7,605,974 |
| iShares, Core MSCI Emerging Markets ETF | 44,872 | 3,260,610 | 2,837,128 |
| iShares Core MSCI EAFE ETF | 127,267 | 10,304,359 | 10,620,991 |
| NBI Global Real Assets Income ETF | 211,200 | 4,218,535 | 4,023,360 |
| ProShares S\&P 500 Dividend Aristocrats ETF | 36,941 | 3,838,324 | 4,500,798 |
| Schwab | 54,696 | 2,081,369 | 1,835,031 |
| Schwab, US Broad Market ETF | 195,697 | 11,104,855 | 11,872,596 |
|  |  | 120,589,667 | 117,986,663 |
| Total Investments (93.8\%) |  | 120,589,667 * | 117,986,663 |
| Unrealized Appreciation on Foreign Exchange Contracts (0.0\%) |  |  | 41,199 |
| Cash and Other Net Assets (6.2\%) |  |  | 7,744,796 |
| Net Assets (100\%) |  |  | 125,772,658 |

*Average cost of Investments as of December 31, 2021 is $\$ 130,565,410$.

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25,2023 | 1.3665 | USD | 120,000 | 162,447 | CAD | 163,983 | 163,983 | 1,536 |
| January 25,2023 | 0.7410 | CAD | 242,925 | 242,925 | USD | 180,000 | 243,671 | 746 |
| January 25, 2023 | 1.3611 | USD | 5,592,486 | 7,570,692 | CAD | 7,611,933 | 7,611,933 | 41,241 |
|  |  |  |  |  |  |  |  | 43,523 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Depreciation (CAD) |
| Settlement Date | Contract Rates | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25,2023 | 1.3371 | USD | 140,000 | 189,522 | CAD | 187,198 | 187,198 | $(2,324)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 41,199 |

## Meritage Tactical ETF Growth Portfolio

## Financial Statements

## Statements of Financial Position <br> (in thousands Canadian dollars, except per unit amounts)



Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

|  |  | Advisor | eries | Seri |  | Serie |  | Serie |  | Private | ries |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 28,812 | 25,968 | 23,431 | 22,811 | 598 | 515 | 771 | 806 | 32,134 | 21,163 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(3,131)$ | 3,057 | $(2,292)$ | 2,931 | (59) | 68 | (81) | 87 | $(3,237)$ | 3,141 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 3,446 | 6,282 | 6,946 | 8,021 | 13 | 37 | 1 | 1 | 16,750 | 15,492 |
| Reinvestments of distributions to holders of redeemable units |  |  |  |  |  |  |  |  |  |  |  |
| Redemption of redeemable units |  | $(5,069)$ | $(6,466)$ | $(4,962)$ | $(10,221)$ | (30) | (1) | (60) | (88) | $(15,796)$ | $(7,347)$ |
| Total redeemable units transactions |  | $(1,017)$ | 223 | 2,683 | $(1,683)$ | 2 | 49 | (45) | (77) | 1,525 | 8,592 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 127 | 184 | 368 | 411 | 8 | 10 | 3 | 4 | 537 | 527 |
| Net realized gain |  | 520 | 247 | 452 | 212 | 11 | 5 | 13 | 7 | 614 | 235 |
| Return of capital |  |  |  |  |  | 22 | 19 | 34 | 34 |  |  |
| Management fees rebate |  | 5 | 5 | 4 | 5 |  | - | . | - | . | - |
| Total distributions to investors |  | 652 | 436 | 824 | 628 | 41 | 34 | 50 | 45 | 1,151 | 762 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | $(4,800)$ | 2,844 | (433) | 620 | (98) | 83 | (176) | (35) | $(2,863)$ | 10,971 |
| Net assets attributable to holders of redeemable units, end of the year |  | 24,012 | 28,812 | 22,998 | 23,431 | 500 | 598 | 595 | 771 | 29,271 | 32,134 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 2,083,886 | 2,070,471 | 1,682,068 | 1,804,036 | 52,543 | 48,254 | 71,811 | 79,262 | 2,308,553 | 1,680,438 |
| Redeemable units issued |  | 269,367 | 470,216 | 545,526 | 592,798 | 1,235 | 3,227 | 136 | 122 | 1,317,038 | 1,141,045 |
| Redeemable units issued on reinvestments |  | 50,270 | 29,278 | 57,602 | 37,057 | 1,937 |  | 1,537 | 937 | 47,253 | 32,141 |
| Redeemable units redeemed |  | $(403,727)$ | $(486,079)$ | $(387,524)$ | $(751,823)$ |  |  |  |  | $(1,250,565)$ | $(545,071)$ |
| Redeemable units outstanding, end of the year |  | 1,999,796 | 2,083,886 | 1,897,672 | 1,682,068 | 52,772 | 52,543 | 67,298 | 71,811 | 2,422,279 | 2,308,553 |

Statements of Cash Flows for the Years Ended December 31 (in thousands Canadian dollars)

Cash flows from (used in) operating activities
Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Change in unrealized gains/losses on forwards currency Purchases of investments
Proceeds from sale and maturity of investments Interest receivable
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities
Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies
Net increase (decrease) for the year
Cash (bank overdraft), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Interest received
Dividends received, net of withholding taxes

Note

| 2022 | 2021 |
| :---: | :---: |
| \$ | \$ |
| $(8,800)$ | 9,284 |
| $(1,584)$ | $(3,287)$ |
| 29 | 29 |
| 215 | (75) |
| 11,397 | $(4,784)$ |
| (1) | 1 |
| 17 | 23 |
| $(35,024)$ | $(33,248)$ |
| 36,153 | 29,592 |
| (24) | (9) |
| 74 | (122) |
| (4) | 9 |
| 2,448 | $(2,587)$ |

2

| (809) | (511) |
| :---: | :---: |
| 26,550 | 29,824 |
| $(25,959)$ | $(24,175)$ |
| (218) | 5,138 |
| (29) | (29) |
| 1 | (1) |
| 2,230 | 2,551 |
| 2,186 | (335) |
| 4,388 | 2,186 |
| 640 | 440 |
| 1,387 | 1,342 |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Tactical ETF Growth Portfolio's investment objective is to achieve a combination of income and long-term capital appreciation by making tactical investments primarily in a diverse mix of exchangetraded funds ("ETFs") that are fixed income funds and equity funds. The weighting assigned to equity securities will generally be greater than the weighting assigned to fixed income securities

The target weighting for each asset class in which the Portfolio invests under normal market conditions is the following: $10 \%-50 \%$ of the net assets in Canadian and global fixed income securities; and $50 \%-90 \%$ of the net assets in Canadian and global equity securities. The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes (normally on a quarterly basis) depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Portfolio is generally rebalanced based on the new targets. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | Administration Fees (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | March 1, 2016 | Q | A | 1.60 | 0.08 |
| Series F | March 1, 2016 | Q | A | 0.60 | 0.08 |
| Series F5 | March 1, 2016 | M | A | 0.60 | 0.08 |
| Series T5 | March 1, 2016 | M | A | 1.60 | 0.08 |
| Private Series | March 3, 2016 | Q | A | * |  |

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 12.00 | 0.01 | 12.01 |
| Series F | 12.12 | - | 12.12 |
| Series F5 | 9.48 | - | 9.48 |
| Series T5 | 8.84 | 0.01 | 8.85 |
| Private Series | 12.08 |  | 12.08 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | S | \$ | \$ |
| Advisor Series | 13.83 |  | 13.83 |
| Series F | 13.93 | - | 13.93 |
| Series F5 | 11.38 | - | 11.38 |
| Series T5 | 10.73 | - | 10.73 |
| Private Series | 13.92 | - | 13.92 |

## Securities Lending (Note 2)

(in thousands Canadian dollars)

Value of Securities Lent

| December 31, | December 31, |
| ---: | ---: |
| $\mathbf{2 0 2 2}$ | $\mathbf{2 0 2 1}$ |
| $\$$ | $\$$ |
| 2,938 | - |
| 2,997 | - |

## Income from Security Lending (Note 2) <br> (in thousands Canadian dollars)

The following table shows a reconciliation of the total income generated from securities lending ransactions of the Fund and the revenue from securities lending disclosed in the Fund's Statement of

|  | December 31, 2022 |  | December 31, 2021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% |
| Total Income | 12 | 100 | - | - |
| Net Income Received by the Fund | 6 | 50 | - | - |
| Net Income Received by |  |  |  |  |
| Natcan Trust Company | 6 | 50 | - | - |

## Structured Entities (Note 2)

(in thousands Canadian dollars)
Fair Value

## December 31, December 31,

| 2022 |
| ---: |
| \$ |

Exchange Traded Fund


The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately \$ 1,261,718 (\$1,860,485 as at December 31, 2021).

Price Risk (Note 5)

The Fund's Benchmark
Composition
Morningstar Canada Large-Mid Cap GR
CAD (24.5\%)
Morningstar EM Large-Mid Cap GR CAD
(7\%)
Morningstar US Large Cap TR USD
(24.5\%)

Morningstar Developed Markets ex North
America (14\%)
Morningstar Canada Liquid Bond New

| GR CAD $(30 \%)$ | $\pm$ | $8,457,202$ | $10.9 \pm$ | $9,432,094$ |
| :--- | :--- | :--- | :--- | :--- | 11.0

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 6.8 | 1.8 |
| Exchange Traded Funds | 93.2 | 98.2 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 72,113,477 | - | . | 72,113,477 |
| Derivatives assets |  | 3,515,050 |  | 3,515,050 |
| Derivatives liabilities | - | $(3,500,801)$ | - | $(3,500,801)$ |
| Total derivatives instruments | - | 14,249 |  | 14,249 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 84,191,118 | - | - | 84,191,118 |
| Derivatives assets |  | 3,456,158 |  | 3,456,158 |
| Derivatives liabilities |  | $(3,425,222)$ | - | $(3,425,222)$ |
| Total derivatives instruments |  | 30,936 |  | 30,936 |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)


## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Units | $\%$ | Units | $\%$ |
|  | 119 | - | 115 | - |

## Schedule of Investments as at December 31, 2022

(in Canadian dollars)

|  | Number of units | Average Cost | $\begin{array}{r} \text { Fair } \\ \text { Value } \end{array}$ |
| :---: | :---: | :---: | :---: |
| Exchange Traded Funds (93.2\%) |  |  |  |
| BMO Aggregate Bond Index ETF | 1,252,139 | 18,052,617 | 16,866,312 |
| BMO Corporate Bond Index ETF | 34,649 | 1,760,193 | 1,533,218 |
| BMO Low Volatility Canadian Equity ETF | 148,475 | 5,391,877 | 5,854,369 |
| BMO MSCI USA HIGH QUAL INDX | 62,130 | 3,203,817 | 3,143,157 |
| BMO S\&PITSX Capped Composite Index ETF | 437,485 | 10,465,103 | 11,357,111 |
| Horizons Active Preferred Share ETF Invesco Fundamental High Yield Corporate Bond ETF | 208,496 | 1,821,419 | 1,551,210 |
|  | 135,049 | 3,247,494 | 3,130,269 |
| iShares, Core MSCI Emerging Markets ETF | 34,372 | 2,497,216 | 2,173,243 |
| iShares Core MSCI EAFE ETF | 101,054 | 8,257,546 | 8,433,401 |
| NBI Global Real Assets Income ETF | 180,043 | 3,579,912 | 3,429,819 |
| ProShares S\&P 500 Dividend Aristocrats ETF | 28,250 | 2,962,795 | 3,441,908 |
| Schwab | 41,907 | 1,593,082 | 1,405,965 |
| Schwab, US Broad Market ETF | 161,427 | 9,323,501 | 9,793,495 |
|  |  | 72,156,572 | 72,113,477 |
| Total Investments (93.2\%) |  | 72,156,572 * | 72,113,477 |
| Unrealized Appreciation on Foreign Exchange Contracts (0.0\%) |  |  | 14,249 |
| Cash and Other Net Assets (6.8\%) |  |  | 5,248,318 |
| Net Assets (100\%) |  |  | 77,376,044 |

*Average cost of Investments as of December 31, 2021 is $\$ 72,837,346$.

## Schedule of Investments as at December 31, 2022

## (in Canadian dollars)

| Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | Unrealized Appreciation$\qquad$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 1.3611 | USD | 2,285,448 | 3,093,870 | CAD | 3,110,723 | 3,110,723 | 16,853 |
| Unrealized Depreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  |  |
|  |  | Currency to be Delivered |  |  | Currency to be Received |  |  | $\begin{array}{r} \text { Unrealized } \\ \text { Depreciation } \\ \text { (CAD) } \end{array}$ |
| Settlement Date | $\begin{array}{r} \text { Contract } \\ \text { Rates } \\ \hline \end{array}$ | Currency | Par Value | Canadian Value as December 31, 2022 | Currency | Par Value | Canadian Value as December 31, 2022 |  |
| January 25, 2023 | 1.3371 | USD | 60,000 | 81,224 | CAD | 80,227 | 80,227 | (997) |
| January 25, 2023 | 1.3471 | USD | 120,000 | 162,447 | CAD | 161,653 | 161,653 | (794) |
| January 25, 2023 | 0.7350 | CAD | 163,260 | 163,260 | USD | 120,000 | 162,447 | (813) |
|  |  |  |  |  |  |  |  | $(2,604)$ |
| Unrealized Appreciation on Foreign Exchange Contracts |  |  |  |  |  |  |  | 14,249 |

## Meritage Tactical ETF Equity Portfolio

## Financial Statements

| Statements of Financial Position |  |  |  |
| :---: | :---: | :---: | :---: |
| (in thousands Canadian dollars, except per unit amounts) |  |  |  |
|  | Note | December 31, 2022 | December 31, 2021 |
|  |  | \$ | \$ |
| Assets |  |  |  |
| Current assets |  |  |  |
| Investments | 5 | 22,059 | 22,212 |
| Subscriptions receivable |  | 35 | 20 |
| Dividends receivable |  | 89 | 93 |
| Total assets |  | 22,183 | 22,325 |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Bank overdraft |  | 2 | 145 |
| Redeemed units payable |  | 5 | 13 |
| Accrued expenses |  | 20 | 19 |
| Total liabilities (excluding net assets attributable to holders of redeemable units) |  |  |  |
| Net assets attributable to holders of redeemable units |  | 22,156 | 22,148 |
| Net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | 7,550 | 7,697 |
| Series F |  | 13,586 | 12,189 |
| Series F5 |  | 23 | 2 |
| Series T5 |  | 1 | 24 |
| Private Series |  | 996 | 2,236 |
|  |  | 22,156 | 22,148 |
| Net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | 12.61 | 14.18 |
| Series F |  | 12.80 | 14.38 |
| Series F5 |  | 9.90 | 11.86 |
| Series 75 |  | 8.86 | 10.44 |
| Private Series |  | 12.72 | 14.33 |
| Approved on behalf of the board of directors of National Bank |  |  |  |
| Investments Inc. |  |  |  |
| Éric-Olivier Savoie |  |  |  |
| President and Chief Executive Officer |  |  |  |
| The Giang Diep |  |  |  |
| Director |  |  |  |

## Statements of Comprehensive Income for the Years Ended December 31

 (in thousands Canadian dollars, except per unit amounts)|  | Note | 2022 | 2021 |
| :---: | :---: | :---: | :---: |
|  |  | \$ | \$ |
| Income | 2 |  |  |
| Dividends income |  | 549 | 508 |
| Other income |  | 21 | 16 |
| Changes in fair value |  |  |  |
| Net realized gains (losses) on sale of investments |  | 271 | 845 |
| Net realized gains (losses) on foreign currencies |  | (27) | - |
| Net realized gains (losses) on forwards currency |  | 2 | - |
| Change in net unrealized appreciation/depreciation on investments |  | $(2,669)$ | 1,804 |
| Change in unrealized gains/losses on foreign currencies |  | 1 | (1) |
| Total income |  | $(1,852)$ | 3,172 |
| Expenses | 8 |  |  |
| Management fees |  | 222 | 205 |
| Directors' fees of independent review committee |  | 2 | 2 |
| Other expenses |  | 9 | 1 |
| Fixed-administration fees |  | 19 | 18 |
| Fees paid by the manager |  | (21) | (22) |
| Withholding taxes | 2 | 44 | 39 |
| Transaction costs on purchase and sale of investments | 8 | 2 | 2 |
| Total expenses |  | 277 | 245 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | $(2,129)$ | 2,927 |
| Increase (decrease) in net assets attributable to holders of redeemable units per series | 2 |  |  |
| Advisor Series |  | (768) | 1,006 |
| Series F |  | $(1,128)$ | 1,649 |
| Series F5 |  | (6) | 1 |
| Series T5 |  | (1) | 1 |
| Private Series |  | (226) | 270 |
|  |  | $(2,129)$ | 2,927 |
| Average number of units | 2 |  |  |
| Advisor Series |  | 568,370 | 523,071 |
| Series F |  | 976,355 | 791,100 |
| Series F5 |  | 4,901 | 132 |
| Series T5 |  | 828 | 1,730 |
| Private Series |  | 110,600 | 133,515 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series | 2 |  |  |
| Advisor Series |  | (1.35) | 1.93 |
| Series F |  | (1.16) | 2.08 |
| Series F5 |  | (1.28) | 1.78 |
| Series T5 |  | (1.67) | 1.27 |
| Private Series |  | (2.05) | 2.02 |

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units per Series for the Years Ended December 31
(in thousands Canadian dollars, except per unit amounts)

| (in |  | Advisor |  | Seri |  | Serie |  | Serie |  | Private |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Note | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
|  |  | \$ | \$ | \$ | \$ | \$ | \$ | \$ | S | \$ | \$ |
| Net assets attributable to holders of redeemable units, beginning of the year |  | 7,697 | 6,543 | 12,189 | 8,531 | 2 | 1 | 24 | 10 | 2,236 | 1,259 |
| Increase (decrease) in net assets attributable to holders of redeemable units |  | (768) | 1,006 | $(1,128)$ | 1,649 | (6) | 1 | (1) | 1 | (226) | 270 |
| Redeemable units transactions | 6 |  |  |  |  |  |  |  |  |  |  |
| Proceeds from redeemable units issued |  | 1,261 | 1,352 | 4,280 | 5,725 | 105 | - | - | 13 | 1,234 | 1,310 |
| Reinvestments of distributions to holders of redeemable units Redemption of redeemable units |  | $\begin{gathered} 101 \\ (640) \end{gathered}$ | $\begin{gathered} 84 \\ (1,204) \\ \hline \end{gathered}$ | $\begin{array}{r} 301 \\ (1,725) \\ \hline \end{array}$ | $\begin{gathered} 233 \\ (3,692) \\ \hline \end{gathered}$ | $\begin{gathered} 4 \\ (78) \end{gathered}$ | - | (22) | 1 | $\begin{gathered} 2 \\ (2,222) \\ \hline \end{gathered}$ | $\begin{gathered} 29 \\ (585) \\ \hline \end{gathered}$ |
| Total redeemable units transactions |  | 722 | 232 | 2,856 | 2,266 | 31 | - | (22) | 14 | (986) | 754 |
| Distributions to investors | 2 |  |  |  |  |  |  |  |  |  |  |
| Net investment income |  | 25 | 35 | 196 | 190 | 1 | - | - | - | 19 | 35 |
| Net realized gain |  | 74 | 47 | 134 | 67 | 1 | - | - |  | 9 | 12 |
| Return of capital |  |  |  | - | - | 2 | - | - | 1 | - | . |
| Management fees rebate |  | 2 | 2 | 1 | - |  |  |  |  |  | - |
| Total distributions to investors |  | 101 | 84 | 331 | 257 | 4 | - | - | 1 | 28 | 47 |
| Net increase (decrease) in net assets attributable to holders of redeemable units |  | (147) | 1,154 | 1,397 | 3,658 | 21 | 1 | (23) | 14 | $(1,240)$ | 977 |
| Net assets attributable to holders of redeemable units, end of the year |  | 7,550 | 7,697 | 13,586 | 12,189 | 23 | 2 | 1 | 24 | 996 | 2,236 |
| Redeemable unit transactions |  |  |  |  |  |  |  |  |  |  |  |
| Redeemable units outstanding, beginning of the year |  | 542,932 | 527,302 | 847,462 | 678,641 | 137 | 129 | 2,336 | 1,015 | 156,092 | 100,649 |
| Redeemable units issued |  | 96,573 | 99,543 | 320,822 | 420,802 | 9,627 | - |  | 1,224 | 92,032 | 95,432 |
| Redeemable units issued on reinvestments |  | 7,936 | 5,851 | 23,406 | 16,018 | 345 | 8 | 38 | 97 | 144 | 2,019 |
| Redeemable units redeemed |  | $(48,906)$ | $(89,764)$ | (130,313) | $(267,999)$ |  |  |  |  | $(169,983)$ | $(42,008)$ |
| Redeemable units outstanding, end of the year |  | 598,535 | 542,932 | 1,061,377 | 847,462 | 2,305 | 137 | 155 | 2,336 | 78,285 | 156,092 |

Statements of Cash Flows for the Years Ended December 31
(in thousands Canadian dollars)

Cash flows from (used in) operating activities Increase (decrease) in net assets attributable to holders of redeemable units
Adjustments for:
Net realized (gains) losses on sale of investments Net realized (gains) losses on foreign currencies Net realized (gains) losses on forwards currency Change in net unrealized appreciation/depreciation on investments
Change in unrealized gains/losses on foreign currencies Purchases of investments
Proceeds from sale and maturity of investments
Dividends receivable
Accrued expenses
Net cash from (used in) operating activities

Cash flows from (used in) financing activities Distributions paid to holders of redeemable units, net of reinvested distributions
Proceeds from issuances of redeemable units
Amounts paid on redemption of redeemable units
Net cash from (used in) financing activities

Net realized gains (losses) on foreign currencies
Change in unrealized gains/losses on foreign currencies Net increase (decrease) for the year
Cash (bank overdratt), beginning of the year
Cash (bank overdraft), end of the year

Included in cash flows from operating activities
Dividends received, net of withholding taxes

| Note | 2022 | 2021 |
| :---: | :---: | :---: |
|  | \$ | \$ |
| 2 | $(2,129)$ | 2,927 |
|  | (271) | (845) |
|  | 27 | - |
|  | (2) | - |
|  | 2,669 | $(1,804)$ |
|  |  | 1 |
|  | $(8,037)$ | $(10,008)$ |
|  | 5,794 | 6,707 |
|  | 4 | (50) |
|  | 1 | , |
|  | $(1,945)$ | $(3,068)$ |
| 2 |  |  |
|  | (56) | (42) |
|  | 6,865 | 8,392 |
|  | $(4,695)$ | $(5,476)$ |
|  | 2,114 | 2,874 |
|  | (27) | - |
|  | 1 | (1) |
|  | 169 | (194) |
|  | (145) | 50 |
|  | (2) | (145) |
|  | 509 | 419 |

## Fund Specific Notes

## Investment Obiective and Strategies

The Meritage Tactical ETF Equity Portfolio's investment objective is to achieve long-term capital appreciation by making tactical investments primarily in a diverse mix of exchange-traded funds ("ETFs") that provide exposure to global equity securities (including Canadian equity securities).
Under normal market conditions, the Portfolio invests up to: $100 \%$ of its net assets in global equity securities (including Canadian equity securities). The portfolio manager applies a tactical allocation valuation process in which asset allocation and the choice of Underlying Funds are subject to frequent changes (normally on a quarterly basis) depending on economic and market conditions. When the target asset allocation and the choice of Underlying Funds are modified, the Portfolio is generally rebalanced based on the new targets. The portfolio manager may, in its sole discretion, select the Underlying Funds, allocate assets to the Underlying Funds, change the percentage holding of any Underlying Fund, remove any Underlying Fund or add other Underlying Funds.

## General Information

|  | Date Operations Commenced (Note 1) | Distribution <br> of Net Income (Note 2) | Distribution of Gains (Note 2) | Annual Management Fees (Maximum) (Note 8) | nistration <br> Fees <br> (Note 8) |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | \% | \% |
| Advisor Series | August 26, 2016 | A | A | 1.60 | 0.08 |
| Series F | August 26, 2016 | A | A | 0.60 | 0.08 |
| Series F5 | August 26, 2016 | M | A | 0.60 | 0.08 |
| Series T5 | August 26, 2016 | M | A | 1.60 | 0.08 |
| Private Series | August 26, 2016 | A | A | * |  |

* This series is private series

Net Assets/Equity Attributable to Holders of Redeemable Securities per Securities (Note 2)

|  | As at December 31, 2022 |  |  |
| :---: | :---: | :---: | :---: |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 12.61 | - | 12.61 |
| Series F | 12.80 | - | 12.80 |
| Series F5 | 9.90 | - | 9.90 |
| Series T5 | 8.86 | - | 8.86 |
| Private Series | 12.72 | - | 12.72 |
|  | As at December 31, 2021 |  |  |
|  | Transactional Net Asset Value Per Unit | Adjustment Per Unit | Net Asset Per Unit |
|  | \$ | \$ | \$ |
| Advisor Series | 14.18 | - | 14.18 |
| Series F | 14.38 | - | 14.38 |
| Series F5 | 11.86 | - | 11.86 |
| Series T5 | 10.44 | - | 10.44 |
| Private Series | 14.33 | - | 14.33 |

## Structured Entities (Note 2)

(in thousands Canadian dollars)

Exchange Traded Fund

| Fair Value |  |
| ---: | ---: |
| December 31, | December 31, |
| 2022 | 2021 |
| $\$$ | $\$ 8$ |
| 22,059 | 22,212 |


| Currency | December 312022 |  | December 312021 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units | $\begin{array}{r} \text { Net } \\ \text { exposure } \end{array}$ | Net assets attributable to holders of redeemable units |
|  | \$ | \% | \$ | \% |
| American Dollar | 11,174,409 | 50.4 | 12,638,966 | 57.1 |

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

Numbers shown could include monetary and non-monetary instruments, and derivatives if appropriate.
Based on the assumption that the Canadian Dollar had risen or fallen by $5 \%$ in relation to all other currencies, with all other variables held constant, net assets and results of the fund would have varied by approximately $\$ 558,720$ (\$ 631,948 as at December 31, 2021).

\section*{Price Risk (Note 5) <br> | The Fund's Benchmark Composition | Impact on Net Assets and Results | Percentage of Net Assets | Impact on Net Assets and Results |  |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \% | \$ | \% | <br> CAD (35\%) <br> Morningstar EM Large-Mid Cap GR CAD <br> (10\%) <br> Morningstar US Large Cap TR USD <br> (35\%) <br> Morningstar Developed Markets ex North <br> $\begin{array}{llllll}\text { America }(20 \%) & \pm & 2,155,759 & 9.7 \pm & 2,159,469 & 9.8\end{array}$}

The impact is presented in the event that the benchmark's performance would rise or fall by $10 \%$, with all variables held constant. This impact is presented on a 36 -month historical correlation between the fund's fluctuating performance and the reference index.

## Credit Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

## Interest Rate Risk (Note 5)

The fund holds units in mutual funds and/or exchange traded funds. The value of these investments may be indirectly exposed to this risk.

| Asset Mix | Percentage of Net Assets as at |  |
| :---: | :---: | :---: |
|  | December 31, 2022 | December 31, 2021 |
|  | \% | \% |
| Cash, Money Market and Other Net Assets | 0.4 | (0.3) |
| Exchange Traded Funds | 99.6 | 100.3 |

Fair Value of Financial Instruments Table (Note 5)

| December 31, 2022 | Level 1 | Level 2 | Level 3 | Total |
| :---: | :---: | :---: | :---: | :---: |
|  | \$ | \$ | \$ | \$ |
| Exchange traded funds | 22,058,880 | . | . | 22,058,880 |

During the year ended December 31, 2022, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

| December 31, 2021 | Level 1 |  | Level 2 | Level 3 | Total |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  |  | $\$$ | $\$$ | $\$$ | $22,211,898$ |

During the year ended December 31, 2021, there were no significant transfers of investments between Level 1, Level 2 and Level 3.

Brokerage Commissions and Soft Dollars (Note 8)
(in thousands Canadian dollars)

| December 31, <br> 2022 | December 31, <br> 2021 |
| ---: | ---: |
|  | $\$$ |
| 2 | 2 |
| 2 | 2 |

## Positions Held by Related Parties (Note 8)

|  | December 31, 2022 |  |  | December 31, 2021 |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
|  | Units | $\%$ | Units | $\%$ |  |
|  | 150 | 6 | 137 | 100 |  |
| Series F5 | 155 | 100 | 146 | 6 |  |
| Series T5 | 118 | - | 114 | - |  |

Schedule of Investments as at December 31, 2022
(in Canadian dollars)
$\left.\begin{array}{lrrrrr} & \begin{array}{r}\text { Number } \\ \text { of units }\end{array} & \begin{array}{r}\text { Average } \\ \text { Cost }\end{array} & \begin{array}{r}\text { Fair } \\ \text { Value }\end{array} \\ & & & & \\ \text { Exchange Traded Funds (99.6\%) }\end{array}\right)$
*Average cost of Investments as of December 31, 2021 is $\$ 18,788,891$.

## Notes to Financial Statements

## NOTE 1: GENERAL INFORMATION

### 1.1 Articles of incorporation

Investment funds (collectively, hereinafter the"Funds") are formed in trust, namely open-ended mutual fund trusts formed under the laws of the Province of Ontario (except the NBI Private Portfolios which are under the laws of the Province of Quebec) by an instrument of trust on the dates indicated in the Fundspecific notes.

The NBI Jarislowsky Fraser Select Income Fund and the NBI Jarislowsky Fraser Select Balanced Fund are collectively referred to as the"'NBI Jarislowsky Fraser Funds".

### 1.2 Funds management

National Bank Investments Inc. (hereinafter the «Manager» or «NBI»), a wholly owned subsidiary of National Bank of Canada, acts as a Fund's manager.

Natcan Trust Company, a wholly-owned subsidiary of National Bank of Canada, acts as the trustee (except for NBI Private Portfolios, Corporate funds, the NBI Diversified Emerging Markets Equity Fund, the NBI Presumed Sound Investments Fund, and the NBI Tactical Asset Allocation Fund), custodian, registrar and transfer agent of the Funds.

National Bank Trust Inc., a wholly owned subsidiary of National Bank of Canada, acts as the trustee of NBI Private Portfolios, the NBI Diversified Emerging Markets Equity Fund, the NBI Presumed Sound Investments Fund, and the NBI Tactical Asset Allocation Fund.

The headquarters, which is also the Funds' principal place of business, is located at 1155 Metcalfe Street, 5th floor, Montréal, Quebec, H3B 4S9, Canada.

### 1.3 Period

The commencement date of operations of each Fund or series is the date on which units of the Fund were issued and that date may differ from the inception date.

The inventories of the portfolio are presented as of December 31, 2022. The Statements of Financial position are presented as of December 31, 2022 and 2021. The Statements of Comprehensive Income, Changes in Net Assets Attributable to Holders of Redeemable Units and Cash flows are presented for the financial years ended December 31, 2022 and 2021 if applicable, except for any fund whose activity began during the past period or the previous period, in which case the information is presented for the period disclosed in the Statements of Comprehensive Income of these funds. In this document, "period" means the financial reporting period indicated above, if applicable.

### 1.4 Issue of the financial statements

These financial statements were approved and authorized for issue on March 9, 2022 by the Board of Directors of NBI.

### 1.5 Funds objectives and activities

The Funds are a pool of money contributed to by many investors with similar investment objectives to make a collective investment. The management of these investments is performed by specialists who act as portfolio managers. The portfolio manager invests the assets based on the objectives of the investment Fund. The portfolio may be invested in several different securities at
the same time, enabling investors to diversify their investments in a way they would not be able to achieve on their own.

The Funds invest in a variety of securities such as mortgage loans, equity, mortgage-backed securities, bonds, debentures, derivative financial instrument, money market instruments and other mutual funds, while keeping a portion of the portfolio in cash. Each investment type is associated with a different risk and return potential. The investment objectives of each Fund are detailed in their Simplified Prospectus.

### 1.6 Series of units

Each Fund may offer one or more series of units. Each series is intended for a type of investor and includes different management fees, administration fees (if applicable) and distribution policies as listed in the Fund-specific notes for each of the Funds.

Several funds offer more than one series, some of which may be offered through private placement

## Series Description

Investor This Series is offered to all investors on a no-load basis, which means investors pay no charge when buying, switching, converting or redeeming units through NBI or National Bank Direct Brokerage Inc. (a division of National Bank Financial Inc., a wholly owned subsidiary of National Bank of Canada). However, fees may apply if transactions are processed through another dealer.
Advisor, H, These series are offered under one of the following three purchase $T$ and $T_{5}$
options, subject to the specific conditions applicable to some NBI funds (as shown below):

- Initial sales charge option: in this case, the investors pay an initial sales charge negotiated with their dealers when purchasing fund units. There are no fees when you purchase units through National Bank Investments Inc. or National Bank Direct Brokerage. In the case of the NBI Jarislowsky Fraser Funds, initial sales charges are $0 \%$. This option is only available for the H series of the following funds: NBI U.S. Equity Private Portfolio, NBI U.S. High Conviction Equity Private Portfolio and NBI International High Conviction Equity Private Portfolio.
- Deferred sales charge option: In this case, the investors pay a redemption fee when redeeming their units within 6 years of purchase. No fees are payable at the time of purchase. This option is not available for the Series of the NBI Jarislowsky Fraser Funds, the NBI Private Portfolios, the NBI SmartData U.S. Equity Fund and NBI SmartData International Equity Fund.
- Low sales charge option: in this case, the investors pay a redemption fee when redeeming their units within 3 years of purchase. No fees are payable at the time of purchase. This option is not available for the NBI Private Portfolios.

As of May 2022, only the initial sales charge option is offered. The deferred sales charge and low sales charge options are no longer available. For unitholders prior to this change, deferred charges remain payable upon redemption made in accordance with the terms set out at the time of subscription.

The distinction between Advisor, $T$ and $T_{5}$ Series units is based, in particular, on the distribution policy. $T$ and $\mathrm{T}_{5}$ Series units are intended for investors looking to obtain regular fixed monthly distributions. For more information, please see the Distribution policy of the fund concerned. H Series units have the same
attributes as Advisor Series units, except that they strive to reflect the fund's return after substantially all the exposure to currency fluctuations has been hedged.

H Series units have the same attributes as Advisor Series units, except that they strive to reflect the fund's return after substantially all the exposure to currency fluctuations has been hedged. H Series units are intended for investors looking to obtain exposure to foreign markets while minimizing the impact of foreign currency fluctuations against the Canadian dollar
This series is offered to independent investors who have accounts with discount brokers that have an arrangement with NBI. The management fees in respect of this series are reduced.

F, F5, FH These series are only offered to investors with a fee-based account with dealers who have entered into an agreement with NBI. These investors pay their dealer annual compensation based on the asset value of their account instead of commissions on each trade. These series are also offered to certain other groups of investors for which we do not incur significant distribution expenses and to independent investors who have accounts with discount brokers that have an arrangement with NBI or any other broker or investors NBI may determine, at its discretion. These series were notably created for investors taking part in programs where their dealer was charging fees for services and which did not require NBI to incur distribution expenses. Management fees can be reduced since our distribution expenses are lower and investors who buy these units have, among other things, already entered into an agreement to pay fees directly to their dealer. The dealer is responsible for deciding whether you are eligible to subscribe for and continue to hold F, FH, FT or F5 Series units. If you are no longer eligible to hold units of these series, NBI can convert them into Advisor, $\mathrm{H}, \mathrm{T}$ or $\mathrm{T}_{5}$ Series units (under the initial sales charge option) of the same fund upon 30 days' notice or redeem them.

The distinction between F, FT and $\mathrm{F}_{5}$ Series units is based on the distribution policy. FT and $\mathrm{F}_{5}$ Series units are intended for investors looking to obtain regular fixed monthly distributions.

FH Series units have the same attributes as F Series units, except that they strive to reflect the fund's return after substantially all the exposure to currency fluctuations has been hedged. FH Series units are intended for investors looking to obtain exposure to foreign markets while minimizing the impact of foreign currency fluctuations against the Canadian dollar.

N, NR These Series units are only offered to investors who use the NBI Private Wealth Management Service. However, National Bank Investments Inc. may decide at its discretion to offer these units to other types of investors.

The distinction between these Series is based on the distribution policy. NR Series units are intended for investors looking to obtain regular fixed monthly distributions.
$0 \quad$ This Series is only available to selected investors who have been approved by us and have entered into a Series 0 account agreement with NBI. The criteria for approval may include the size of the investment, the expected level of account activity and the investor's total investment with NBI. No management fees are charged directly to the funds; instead, management fees are negotiated with and paid directly by investors and add to the fixed rate administration fees.

| R | This Series is offered on a no-load basis, which means that investors do not pay any fees if they buy, switch, convert or redeem units through NBI or National Bank Direct Brokerage (a division of National Bank Financial Inc.). You may have to pay fees if these transactions are carried out through another dealer. Currently, units of the R Series are only offered to investors who use the National Bank Managed Portfolio Service or who invest in the NBI Portfolios. NBI could, however, at its discretion, offer the units to all investors. |
| :---: | :---: |
| Investor-2, Advisor-2, F-2, R-2, T-2 and FT -2 | These series' units are like Investor, Advisor, F, FT, R and T Series units, except that they are used in connection with various mutual fund reorganizations and other changes. The management fee charged to the funds for Investor-2, Advisor-2, F-2, FT-2, R-2 and T-2. Series units is different from the management fee charged to those funds for Investor, Advisor, F FT, R and T Series units. The series Investor-2, Advisor 2, F-2, R-2 were started on May 12, 2017 and FT-2 and T-2 on March 9, 2021 and are closed, since that date, to new purchases, other than purchases made under the distribution reinvestment program or any pre-established systematic investment program. However, NBI may, at its discretion, decide to offer these units to all investors. |
| U.S.\$- <br> Advisor, <br> U.S.\$-F-, <br> U.S.\$-FT, <br> U.S.\$-O and <br> U.S.\$-T | Each of these series' units (the "U.S.\$-Series") has the same features and eligibility requirements as its corresponding Advisor, F, FT, 0 and T Series. However, units of the U.S.\$-Series may only be purchased and redeemed in U.S. dollars. We also calculate the net asset value per unit of the U.S.\$-Series in U.S. dollars. We will seek unitholder approval prior to implementing any change to the currency hedging strategy for the U.S.\$-Series, the currency used to calculate the net asset value per unit for the U.S.\$- Series, or the currency in which units of the U.S.\$-Series may be purchased or redeemed. |

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PRESENTATION

### 2.1 Basis of presentation

The financial statements of the Funds were prepared in accordance with International Financial Reporting Standards (hereafter "IFRS"). They have been prepared under the historical cost convention and at fair value through profit or loss ("FVTPL") of financial assets and financial liabilities ("including derivative financial instruments").

### 2.2. Financial instruments

2.2.1 Classification

Financial instruments include financial assets and financial liabilities such as equity

The Funds classify and measure their financial instruments in the following categories in accordance with IFRS 9 - Financial Instruments:
2.2.1.1 Financial assets and liabilities at FVTPL

Funds classify their portfolio of investments and derivative financial instruments according to the investment strategy defined in their Simplified Prospectus. These financial instruments are managed, and their performance is measured on a fair value basis. The contractual cash flows of the Funds' investments consist solely of principal and interest; however, these investments are not held for collecting contractual cash flows or for collecting contractual and selling flows. Cash flows collection is merely incidental to the achievement of the objectives of the Funds' business model.

As a result, all investments and derivative financial instruments are classified in this category.

Derivative financial instruments are financial contracts that derive their value from changes in the underlying interest rates, foreign exchange rates, or other financial or commodity prices or indices. They do not require any initial investment and are settled at maturity future date. Funds do not designate any derivatives as hedges in a hedging relationship.

In the Statement of Financial Position, financial assets and liabilities at FVTPL include the following items:

- Investments;
- Unrealized appreciation (depreciation) on:
- foreign exchange contracts;
- margin deposited on futures contracts;
- futures contracts;
- interest rate swap;
- options.

In the Statement of Comprehensive Income, gains (losses) and income from these financial instruments are included in the following items:

- Income from derivatives
- Net realized gains (losses) on:
- futures contracts;
- foreign exchange contracts;
- interest rate swap.
- Change in unrealized gains/losses:
- futures contracts;
- foreign exchange contracts;
- interest rate swap.
- Net realized gains (losses) on the sale of investments;
- Net realized gains (losses) on foreign currencies;
- Change in net unrealized appreciation/depreciation on investments;
- Change in unrealized gains/losses on foreign currencies.
2.2.1.2 Financial assets at amortized cost

The Funds have included the following:

- Cash;
- Subscriptions receivable;
- Proceeds from sale of investments receivable;
- Interest receivable;
- Dividends receivable;
- Other assets receivable.

Financial assets at amortized cost must be depreciated by the amount of expected credit losses. Given the very short maturity of these financial assets, the financial strength of the counterparties involved, and the history of losses incurred, the Manager believes that the risk of loss is very low. For this reason, no impairment was recorded for assets at amortized cost.

### 2.2.1.3 Financial liabilities at amortized cost

The Funds have included the following:

- Bank overdraft;
- Redeemed units payable;
- Accrued expenses;
- Interests payable;
- Dividends payable;
- Investments payable;
- Distributions payable.
2.2.2 Recognition


### 2.2.2.1 Investment transactions

Investment transactions are accounted for on the trade date, except for the NBI Money Market Fund, for which the investment transactions are recorded at the settlement date. Transaction costs, such as brokerage commissions, incurred at the time of purchase and sale of investments by the Funds are recognized as "Transaction costs on purchase and sale of investments" in the Statement of Comprehensive Income.

Realized gains and losses arising from investment transactions and unrealized appreciation or depreciation on investments are determined from the cost using the average cost basis that does not consider the amortization of premiums or discounts on fixed income securities and debt securities, apart from zerocoupon bonds.

### 2.2.2.2 Recording of Income and expenses

Income and expenses are recorded using the accrual basis of accounting.

## Interest income for distribution purposes

The interest income for distribution purposes presented in the Statement of Comprehensive Income is the nominal interest amount. Interest income receivable is shown separately in the Statements of Financial Position based on the debt instruments' stated rates of interest. Except for zero coupon bonds which are amortized on a straight-line basis, the Funds do not amortize the premiums paid or discounts received upon the purchase of fixed income securities.

## Dividend income

Dividend income is recognized on the ex-dividend date. Income from foreign sources is presented before deduction of taxes withheld at source deducted by foreign countries.

## Mutual fund income

Distributions from underlying funds are recorded when declared.

## Tax deductions

Withholding taxes deducted by foreign countries are recorded separately in the Statement of Comprehensive Income under "Tax deductions".

## Futures contracts

To gain exposure to different financial markets, the Funds can enter into futures contracts under which they are entitled to receive or required to pay a sum of money based upon increases or decreases in the value of the underlying financial instrument. These payments are either received or made daily through brokers acting as intermediaries. The futures contracts are guaranteed by cash and cash equivalents, such as money market instruments. The Funds have sufficient cash and cash equivalents to entirely cover their obligations with respect to these contracts.

The futures contracts are reported in the Statement of Financial Position under "Margin deposited on futures contracts." These daily payments, as well as payments made or received when the Funds exit the futures contracts, are reported in the Statement of Comprehensive Income under "Income (losses) from derivatives."

## Currencv forward contracts

The Funds can also enter into currency forward contracts to gain exposure to international currency markets or to reduce foreign currency risk within their portfolio. The Funds may also use derivatives to hedge the exposure of their investments denominated in foreign currencies and enter into currency hedging contracts, which involve the use of derivatives for hedging transactions by accepting a lower but more predictable return, rather than a potentially higher return that is less predictable.

Gains or losses on these forward contracts are reported in the Statement of Comprehensive Income under "Net realized gains (losses) on foreign exchange contracts". The fair value is recognized under "Unrealized appreciation/ depreciation of foreign exchange contracts" in the Statement of Financial Position.

## Swaps

A swap agreement is a contract between two parties to regularly exchange cash flows based on specified underlying notional amounts. Interest rate swaps are contracts entered by a Fund with major brokers in which the Fund receives or pays a variable interest rate in exchange for paying or receiving a fixed interest rate. The payment streams are usually offset, with the difference being paid by one party to the other.

## Securities lending

Certain Funds participate, in exchange for compensation, in securities lending activities whereby they lend securities they own to other parties under the terms of an agreement containing restrictions prescribed by Canadian securities laws. Any such securities lending requires collateral in cash, high quality debt instruments or equity securities which correspond to at least $102 \%$ of the value of the securities loaned. If applicable, refer to the Fund-specific notes for information on the value of securities loaned and value of the collateral received for each Fund participating in lending activities. Income from securities lending
is presented separately under "Income from securities lending" in the Statement of Comprehensive Income.

The consideration on securities loaned is not derecognized in the Statement of Financial Position because the Funds retain substantially all the risks and rewards of ownership of the securities.

## Options

Certain Funds may write or purchase options to hedge an existing position or a future investment, for speculative purposes or to manage exposure to market movements. A futures Option is an option contract in which the underlying instrument is a single futures contract.

Realized gains or losses on these options are recorded as "Income from derivatives" in the Statement of Comprehensive Income. The fair value of options is presented under "Unrealized appreciation (depreciation) on options" in the Statement of Financial position.

Writing put options tends to increase the Funds' exposure to the underlying instruments. Writing call options tends to decrease the Funds' exposure to the underlying instruments. When the Funds write a call or put, an amount equal to the premium received is recorded as a liability and subsequently recorded at fair value to reflect the current value of the option written. These liabilities are reflected as written options outstanding on the Statements of Financial Position. Premiums received from writing options which expire are treated as realized gains. Premiums received from writing options which are exercised or closed are added to the proceeds or offset against amounts paid on the underlying futures to determine the realized gain or loss. The Funds, as writers of an option, have no control over whether the underlying instrument may sell ("call") or purchase("put") and as a result bear the market risk of an unfavorable change in the price of the instrument underlying the written option. There is the risk the Funds may not be able to enter into a closing transaction because of an illiquid market.

Certain Funds may also purchase put and call options. Purchasing call options tends to increase the Funds' exposure to the underlying instruments. Purchasing put options tends to decrease the Funds' exposure to the underlying instruments. The Funds pay a premium which is included on the Funds' Statement of Financial Position as an investment and subsequently recorded at fair valued to reflect the current value of the option. Premiums paid for purchasing options which expire are treated as realized losses. Certain options may be purchased with premiums to be determined on a future date. The premiums for these options are based upon implied volatility parameters at specified terms. The risk associated with purchasing put and call options is limited to the premium paid. Premiums paid for purchasing options which are exercised or closed are added to the amounts paid or offset against the proceeds on the underlying investment transaction to determine the realized gain or loss when the underlying transaction is executed.

### 2.2.2.3 Allocation of expenses, income and realized gains (losses) and unrealized gains (losses)

Expenses directly attributable to a series are charged to that series. Income, realized gains (losses) and unrealized gains (losses) and other charges are allocated proportionately to each series based on their net asset value, except for gains (losses) specifically attributable on a series and relate to the currency hedging transactions.

### 2.2.3 Measurement

2.2.3.1 Initial measurement

Upon initial measurement, the Funds' financial instruments are measured at fair value, plus transaction costs for financial instruments measured at amortized cost.

### 2.2.3.2 Subsequent measurement

Financial assets and liabilities at FVTPL are measured at fair value. Refer to Note 5 - Financial instruments disclosures for the valuation methods used.

The Funds' obligation regarding net assets attributable to holders of redeemable units is recorded at the redemption value as at the date of the Statement of Financial Position.

All other financial assets and liabilities are measured at amortized cost. Given the short-term maturity of these financial instruments, their value at amortized cost approximates their fair value.

### 2.2.4 Derecognition

Financial assets are derecognized when the contractual rights to the cash flows from the investments have expired or when the Funds have significantly transferred the risk and financial reward of their participation (ownership). Financial liabilities are derecognized when a contractual arrangement specifies that the obligation to that liability is discharged, cancelled or expired. Realized gains and losses are recognized based on the average cost method and included in the changes in fair value in the Statement of Comprehensive Income for the period in which they occur.

### 2.3 Cash

Cash includes cash deposits with various financial institutions, that is, cash and bank overdrafts if applicable.

### 2.4 Redeemable units

### 2.4.1 Classification

The Funds' obligation in respect of the outstanding redeemable units is at the request of the unitholder. The units also include a contractual obligation to distribute any net income and net realized capital gains at least annually. Therefore, the ongoing redemption feature is not the units' only contractual obligation and their series do not have the same characteristics, given the differences in the distribution and subscription policies as well as in the management and administration fees. Consequently, the Funds' outstanding redeemable units are classified as financial liabilities in accordance with the requirements of IAS 32, Financial Instruments: Presentation.

### 2.4.2 Valuation

For the purposes of processing the operations of the Funds' unitholders in accordance with National Instrument 81-106 - Regulation for Investment Fund Continuous Disclosure, the net asset value ("NAV") of a Fund is the difference between its total assets and its total liabilities. The NAV of a unit of each series within a Fund is calculated at the end of each business day the Toronto Stock Exchange is open by dividing the NAV attributable to each series (calculated in accordance with redemption requirements) by the number of units outstanding for the corresponding series. The Funds issue units at the NAV. Unitholders of the Funds may request a redemption or a switch on any valuation date at the NAV per unit.

An exception to the above applies to the NBI Money Market Fund, for which the NAV is maintained at a fixed value of $\$ 10$, by daily crediting the net income
earned and receivable in the unitholders' accounts, in proportion to the number of units they hold.

Net assets attributable to holders of redeemable units refers to net assets calculated in accordance with IFRS. Net assets attributable to holders of redeemable units per unit is calculated by dividing net assets attributable to holders of redeemable units by the number of outstanding units.

Canadian Securities Administrators ("CSA") regulations allow the Funds to comply with IFRS requirements in the preparation of financial statements, without changing their method of calculating the NAV for the purpose of processing the transactions of the unitholders of the Funds. In accordance with the CSA requirements, a reconciliation between the NAV per unit and the net assets (attributable to holders of redeemable units) per unit calculated under IFRS is presented in the Fund-specific notes.

The adjustments between the net asset value and the net assets attributable to unitholders result from the fact that the prices used for the units in the investment portfolios for calculating the net asset value, when available, are the closing prices. The prices used for the securities in the investment portfolios for calculating the net assets attributable to unitholders valued in accordance with IFRS as described in Note 5 - Financial instruments disclosures, may be different from closing prices.

### 2.4.3 Units issuance and redemption

Units are issued or redeemed at their NAV on the last business day of each valuation period in which the deposit for the purchase of units was received or the redemption of units request was received by the Trustee within the deadlines stipulated in the trust agreement. The Statements of Changes in Net Assets Attributable to holders of redeemable units present changes in the Funds' capital during the presented periods.

### 2.4.4 Increase or decrease in net assets attributable to holders of redeemable units per unit

The increase or decrease in net assets attributable to holders of redeemable units per unit presented in the Statement of Comprehensive Income represents the increase or decrease in net assets attributable to holders of redeemable units for the period, divided by the average number of units outstanding during the period.

### 2.4.5 Distributions to unitholders

The net income of each Fund, according to the series, is distributed to unitholders of the Fund according to the period provided in the Fund-specific notes. Net realized capital gains are distributed annually for each Fund. All is distributed pro rata to the units of the Fund held by the unitholders.

In accordance with the terms of each series of the Funds, the distributions may be settled in the form of cash, depending on the option exercised by the unitholder. In cases where there is no distribution in the form of cash, the distributions are reinvested in additional series of the relevant units using the NAV per unit.

The following legend is used for the distribution frequency table in the Fundspecific notes:

- A: Annually;
- Q: Quarterly;
- M: Monthly;

Unrealized gains and losses are included in the net assets attributable to unitholders. However, they will only be distributed to unitholders once the gain or loss is realized. Capital losses are not distributed to unitholders but are retained by the Funds to be applied against future capital gains.

### 2.5 Functional currency and foreign currency translation

The Funds' purchases and redemptions are mostly denominated in Canadian dollars. The functional and presentation currency of the Funds is the Canadian dollar, except for the NBI U.S. Bond Private Portfolio, whose functional and presentation currency is the US dollar.

The fair value of investments, derivatives, other assets and liabilities denominated in foreign currencies is translated into the functional currency at the exchange rate in effect as at the date of the Statement of Financial Position.

Foreign currency transactions are converted into the functional currency of the Funds using the exchange rates prevailing at the dates of the transactions (closing rate). Foreign exchange gains and losses resulting from the settlement of such transactions and from the remeasurement of monetary items at periodend exchange rates are recognized in the Statement of Comprehensive Income under "Change in unrealized gains/losses on foreign currencies" and "Net realized gains (losses) on foreign currencies".

A conversion between the units of a hedged series (Series Hor FH) and an unhedged series (any series other than Series H and FH ) of the same Fund represents a disposal for income tax purposes and, in the case of units held in a non-registered account, will result in capital gain or loss. Currently, all other conversions do not represent a disposal for income tax purposes. It will therefore not result in any capital gain or loss for the unitholder.

### 2.6 Taxes

The following funds are registered as a "registered investment" under the Income Tax Act (Canada) for RRSPs, RRIFs and DPSPs (the "Registered Investment Funds"):

- NBI Canadian Bond Index Fund;
- NBI Global Balanced Growth Fund;
- NBI Sustainable Canadian Bond Fund;
- NBI Active International Equity Fund;
- NBI Active Global Equity Fund

All the other Funds qualify as mutual fund trusts within the meaning of the Income Tax Act (the "Funds as mutual fund trusts").

The Funds as mutual fund trusts are not taxed on the portion of taxable income and net capital gains that they pay or will pay to unitholders. These Funds may also retain a portion of net capital gains by taking advantage of the capital gains refund mechanism available to mutual fund trusts, without having to pay income tax and thus minimize taxes payable by unitholders of the Funds

Pursuant to their Declaration of Trust, the Funds as mutual fund trusts must pay out sufficient income and net capital gains not to be subject to income tax. Accordingly, these Funds have determined that they are substantially not subject to tax and, therefore, do not account for income tax in Canada. Any tax benefits or tax expense related to capital and non-capital losses and other temporary differences, if any, have not been reflected as a tax asset or liability. deferred in the statement of financial position. The Funds as a registered investment:

- may have to pay alternative minimum tax under the Tax Act;
- may have to pay special tax under Part XII. 2 of the Tax Act on its "distributed income" under the Tax Act; and
- are not eligible for capital gains refunds under the Tax Act.

These Funds as a registered investment may, in certain circumstances, be liable to pay tax under Part X. 2 of the Tax Act if they invest in property that is not a qualified investment for registered plans. The Manager does not intend to make any investment or generate any income which would cause them to pay tax under Part X. 2 of the Tax Act.

The taxation year of the Funds as registered investment and the NBI Money Market Fund ends on December 31. The taxation year of all other Funds is December 15 .

The Funds are subject to withholding taxes on investment income and capital gains in certain foreign countries. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a "Tax deduction" in the Statement of Comprehensive Income.

### 2.7 Structured entities

A structured entity is designed in such a way that voting rights or similar rights are not the determining factor in who controls the entity; this is particularly the case when the voting rights concern only administrative tasks and the relevant activities are directed by a contractual agreement.

The Funds invest in mutual funds and/or exchange-traded funds managed by the Manager or by other fund managers. The Funds consider all their investments in mutual funds (the "underlying funds") as investments in unconsolidated structured entities, because decisions taken by the underlying funds are not dependent of the voting rights or similar rights held by the Funds. The Funds do not provide and have not committed to providing any other support to these unconsolidated structured entities. The objectives of the underlying funds, whose investment strategy excludes borrowing, enable the Funds to achieve their main objectives. The underlying funds finance their operations by issuing units that are redeemable at the option of the holder, entitling him to receive a proportionate share in the net assets of the underlying funds. The Funds hold redeemable units of the underlying funds.

Asset-backed securities and mortgage-backed securities are also considered unconsolidated structured entities. Asset-backed securities result from the consolidation of assets such as auto loans, credit card receivables and student loans. A right on future cash inflow (interest and principal) is then sold in the form of a debt or an equity security, which can be held by the Funds.

Therefore, the Funds, as investment entities, account for their investments in unconsolidated structured entities at fair value. The change in fair value of these investments is presented in the Statement of Comprehensive Income under "Change in net unrealized appreciation/depreciation on investments".

If applicable, the Fund-specific notes present the fair value exposure of investments in structured entities.

### 2.8 Offsetting financial assets and financial liabilities

Financial instruments are recognized on a net or gross basis in the Statement of Financial Position based on the intention or legal obligation to offset opposite positions on instruments held with the same counterparties. Amounts offset in the Statement of Financial Position arise from transactions where the Funds have a legally enforceable right to offset and intend to settle the positions on a net basis. Amounts not offset in the Statements of Financial Position arise from transactions where a master netting arrangement is in place with a right to offset only in the event of default, insolvency or bankruptcy, or where the Funds have no intention of settling on a net basis.

As at December 31, 2022 and 2021, no financial instruments are offset in the Statement of Financial Position.

## NOTE 3: ACCOUNTING ESTIMATES AND CRITICAL JUDGMENTS

When preparing the financial statements, the Funds' Manager undertakes several judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

### 3.1 Significant judgments

The following is a discussion of the significant judgments the Manager must be made in applying the Funds' accounting policies, which have the most significant impact on the financial statements

### 3.1.1 Functional currency

The Manager considers the Canadian dollar to be the functional currency in which the Funds operate except for the NBI U.S. Bond Private Portfolio, because it is the currency which, in their opinion, most faithfully represents the economic effects of the transactions, events and conditions of the Funds. Moreover, the Canadian dollar is the currency in which the Funds assess their performance. The Funds issue and redeem their units primarily in Canadian dollars, except for the NBI U.S. Bond Private Portfolio, which issues and redeems its units in U.S. dollars.

### 3.1.2 Units classification

According to IAS 32 Financial Instruments: Presentation, units must be classified as liabilities within the Funds' Statement of Financial Position, unless all conditions required for equity classification are met. All the Funds' units are presented as liabilities.

### 3.1.3 Investment entity

It has been determined that the Funds meet the definition of an investment entity in accordance with IFRS 10: Consolidated Financial Statements and, accordingly, investments in structured entities are valued at FVTPL. An investment entity is an entity that: obtains funds from one or more investors for the purpose of providing those investors with investment management services; declares to its investors that its purpose is to invest funds for the sole purpose of realizing returns in the form of capital gains and/or investment income; and evaluates and assesses the performance of almost all of its investments on the basis of fair value. The most important judgment in determining that the Funds meet the definition above is that fair value is used as the main measure to assess the performance of almost all the Funds' investments.

### 3.2 Estimation uncertainties

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

### 3.2.1 Fair value of financial instruments

The Funds have established policies and control procedures that are intended to ensure these estimates of securities not quoted in an active market are well controlled, independently reviewed, and consistently applied from period to period. The estimates of the value of the Funds' assets and liabilities are believed to be appropriate as at the reporting date.

The Funds may hold financial instruments that are not quoted in active markets. Note 5 discusses the policies used by the Funds for the estimates used in determining fair value.

## NOTE 4: CHANGES IN ACCOUNTING STANDARDS THAT IS NOT YET IN EFFECT

At the date of authorization of these financial statements, no new standards or amendments or interpretations of existing standards that have a material impact on these financial statements have not been issued by the International Accounting Standards Board.

## NOTE 5: FINANCIAL INSTRUMENT DISCLOSURES

### 5.1 Financial risks

Investment activities of the Funds expose them to some financial risks. The main types of risk to which the Funds are exposed are credit risk, liquidity risk, market risk, and concentration risk. The Manager seeks to maximize returns for any given level of risk while minimizing these risks by entrusting the portfolio management of the Funds to seasoned portfolio managers who oversee day-today management according to the progress of each Fund's investments and market events as well as diversify the investment portfolio within the constraints of the investment objective of each Fund.

The Manager uses a rigorous fundamental approach to select and manage the investments, which is an intensive and continuous process of research of investment opportunities in a wide range of instruments of various issuers. The Manager purchases and holds securities on behalf of the Funds for a short-term. The Manager also determines when the Funds' portfolio securities are to be exchanged for those of other issuers or those with other maturities to improve performance of the Funds' portfolio and/or limit risk.

When the Funds invest in other investment funds, they may be indirectly exposed to the financial risks of such underlying fund(s), depending on their investment objectives and the type of securities they hold. The decision to buy or sell an underlying fund is based on investment guidelines and positions, rather than the risk inherent in the underlying funds.

Tables quantifying the various financial risks are presented in the Fund-specific notes for each of the Funds having a high-risk exposure at the end of the period. These sensitivity analyses may differ from actual results and the differences could be significant.

### 5.2 Credit risk

Credit risk is the risk that a commitment with a Fund will not be respected by the counterparty to a financial instrument. The Funds' credit risk is derived primarily from debt securities and derivative instruments held, if applicable.

The fair value of investments represents the maximum credit risk as at the end of the period. The fair value of a financial instrument reflects the creditworthiness and the credit rating of the issuer.

The Funds' policy with respect to credit risk management is to invest in financial assets whose credit rating is established by recognized credit rating agencies. Credit risk is reduced by choosing reputable financial asset issuers that have previously been subject to a rigorous credit assessment.

Furthermore, the investment policy of some Funds allows the portfolio manager, at his discretion, to review and adjust the target weightings of the underlying funds, as well as to add, change or delete an underlying fund. In selecting an underlying fund to invest in, the portfolio manager will consider the degree of exposure to the asset class provided by the underlying fund as well as the credit risk attached to its debt securities.

Portfolio securities transactions are settled upon delivery by the brokers. The risk of default is considered low because the delivery of securities is made once the broker has received payment. The transaction fails when one of the parties fails to honor its commitments.

Certain Funds also engage in securities lending. The credit risk related to securities lending transactions is limited by the fact that the value of cash or securities held as collateral by the Fund in connection with these transactions is at least $102 \%$ of the fair value of the securities loaned.

The credit risk relating to cash flow transactions and derivative financial instruments transactions, if applicable, is mitigated by transactions with counterparties that are regulated entities subject to prudential supervision, or that were given a high credit rating by international credit rating agencies.

Where applicable, the Funds reduce settlement risk on derivative financial instruments by using a clearing house that enables transactions to be settled upon delivery in exchange for payment.

The Funds are exposed to deposit credit risk. If the security custodian becomes insolvent, the Funds may encounter a delay in accessing their assets. This risk is limited given that the security custodian is under the control of the National Bank of Canada, a reputable financial institution with a good credit rating.

In accordance with the investment restrictions, except for exemptions obtained from the authorities for certain Funds, the Funds may not invest more than $10 \%$ of their net assets in a single issuer except for securities issued by the Government of Canada, which have a good credit rating.

The Funds' investment policy governs the maximum composition and level of risk in which the portfolio manager will work. In addition, it is the portfolio manager's responsibility to ensure that he invests in securities compliant with the credit rating standards for each Fund, according to its management mandate.

Certain Funds are indirectly exposed to credit risk if the mutual funds and/or exchange-traded funds (underlying funds) invest in debt instruments and derivatives.

### 5.3 Liquidity risk

Liquidity risk is defined as the risk that a Fund will have difficulty meeting its obligations or commitments. Unitholders of the Funds may redeem their securities on any valuation day. The Funds may not purchase an illiquid asset if, because of such an acquisition, more than $10 \%$ of their NAV would consist of illiquid assets and may have no more than $15 \%$ of their NAV invested in illiquid assets for 90 days or more.

Since the Funds invest in active markets, they can dispose of their assets quickly. The Funds may invest in derivatives, debt securities and unlisted equity securities that are not traded on an active market.

As a result, the Funds may not be able to quickly liquidate their investments in these instruments at amounts which approximate their fair values or be able to respond to specific events such as deterioration in the creditworthiness of any particular issuer. In accordance with the Funds' policy, the Manager monitors the liquidity position on a daily basis. Redeemable units are redeemable on demand at the option of the holder.

Maturities for other financial liabilities are within three months for all Funds, except for swaps. To manage this risk, the counterparty is carried out with reputable financial institutions. The Funds maintain a cash flow and short-term investment level that the Manager deems sufficient to maintain the required liquidities.

### 5.4 Market risk

The Funds' investments are subject to market risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The market risk can be broken down into the following three risk components: currency risk, interest rate risk and price risk.

The UK Financial Conduct Authority has announced the phasing out of the London Interbank Offered Rate (LIBOR) in 2021. As publication of this benchmark has ceased, the Funds are potentially exposed to financial instruments whose characteristics are based on LIBOR, namely payment obligations, financing conditions, hedging strategies or the value of the investment. The gradual replacement of LIBOR could increase volatility and liquidity problems in the markets for instruments whose terms are currently linked to LIBOR and reduce the effectiveness of hedging such securities. The ultimate consequences of this transition on the Funds remain uncertain.

### 5.4.1 Currency risk

The Funds invest in financial instruments denominated in currencies other than their functional currency. These investments result in currency risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As necessary, the Funds use foreign exchange forward contracts to reduce their exposure to foreign currency risk.

The Funds' investment policy governs the maximum permitted exposure in securities of foreign issuers and the level of risk in which the portfolio manager will have to operate. This policy provides, where applicable, the possibility to invest in derivatives to manage the risks to which the investment portfolio is exposed, such as foreign exchange contracts. The portfolio manager is responsible for making such investment decisions, based on market conditions within the limits of its management mandate and while respecting the investment objective of the Funds.

The underlying funds held by the Funds invest in financial instruments denominated in currencies other than the functional currency. These investments result in indirect exposure to currency risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The sensitivity rate retained by the Manager corresponds to the assessment of a reasonably possible change in the coming year, based on a historical analysis of foreign currency exchange rates.

### 5.4.2 Interest rate risk

Interest rate risk is the risk that the fair value of interest-bearing investments will fluctuate due to changes in market interest rates. Generally, the value of financial instruments bearing interest at a fixed rate increases when interest rates fall, and vice versa. The liabilities of the Funds are non-interest bearing or have short-term maturities; therefore, they are not exposed to significant risk resulting from fluctuations in market interest rates. Interest rate fluctuations have little impact on cash invested in short-term interest-bearing securities due to their short-term nature.

The Fund's policy requires the Manager to manage this risk by calculating and monitoring the average effective duration of the portfolio containing these securities.

The Funds' sensitivity to interest rates has been assessed using the weighted term of the portfolio. The percentage retained by the Manager for the sensitivity analysis reflects, in particular, interest rate changes, economic conditions and the market.

### 5.4.3 Price risk

Price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices caused by factors specific to a security, its issuer or any other factor affecting a market or a segment of the market (other than those arising from currency risk and interest rate risk). The Funds are exposed to price risk since all their investments, except for fixed-income securities, are exposed to the volatility of market factors and capital loss risk.

The maximum risk resulting from financial instruments is equivalent to their fair value, except for certain options and futures contracts for which the loss may be unlimited. The Funds' policy is to manage price risk through diversification and selection of investments within specified limits established by the investment guidelines set out the Simplified Prospectus of the Funds.

### 5.5 Concentration risk

Concentration risk arises from the net exposures of financial instruments to the same investment category, notably based on a region, a type of asset, industry or market segment. Financial instruments of the same category have similar characteristics and are affected similarly by changes in economic or other conditions. Exposure to this risk is managed by diversifying the investments of the Funds using their investment policy as disclosed in the Simplified Prospectus. Compliance with this policy allows the management of concentration risk related to exposure to an issuer or group of issuers with common characteristics.

A table quantifying the concentration risk is presented in the Fund-specific notes for each of the Funds according to the type of concentration that the Manager has determined to be relevant.

### 5.6 Fair value measurement

The Funds measure fair value using the following hierarchy that reflects the inputs used in making the valuations. For the purposes of presenting information about financial instruments, these must be classified according to a fair value valuation hierarchy. This three-level hierarchy is established according to the transparency of data considered in assessing the fair value of assets and liabilities and is presented below:

- Level 1: Quoted prices (unadjusted) in active markets for identical instruments that the Fund can access on the valuation date;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the instrument, either directly or indirectly. This category includes instruments valued using quoted prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data;
- Level 3: Unobservable inputs relating to the instrument. This category includes all instruments for which the valuation technique includes inputs not based on observable data and unobservable inputs that have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments, but for which significant unobservable adjustments or assumptions are required to account for differences between instruments. This category also includes illiquid securities (are considered as such when no transaction has been recorded for such securities for more than 10 days), insolvent securities, delisted securities or securities suspended for more than one year and private investments as well.

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is ranked at the lowest level of the hierarchy for which a significant input has been considered in measuring fair value. When, at the financial position date, the observable inputs used for a financial instrument are different from those used at the opening date, it is the policy of the Funds to establish that on the date of the event or change in circumstances, a transfer between levels of the fair value hierarchy is deemed to have occurred. The LIBOR reform (interbank offered rates) came into effect in 2021. The impact of this transition, if any, may involve, among other things increased volatility or liquidity in markets for instruments that currently rely on LIBOR and may result in a reduction in value of certain instruments held by the Funds.

A table showing the breakdown of securities according to their level at the end of the period is presented in the Fund-specific notes.

According to IFRS 13 - Fair Value Measurement, fair value is defined as the price that would be received on the sale of an asset or paid for the transfer of a liability in an orderly transaction between market participants at the valuation date.

### 5.6.1 Active Markets

The fair value of financial instruments that are traded in active markets are based on quoted market prices or broker price quotations:

- Common shares, preferred shares and exchange-traded funds are valued at the closing price at the valuation date when that price is within bid-ask spread. When the last quoted price does not fall within the bid-ask spread, the investments are measured at the bid price;
- Bonds, mortgage-backed securities, loans, debentures and stock options are valued at the closing price quoted by major dealers in such securities;
- Mutual fund securities are valued using the latest net asset value per unit which is provided by the mutual funds;
- Money market securities are valued at cost plus accrued interest, which approximates the fair value using the closing price;
- Forward exchange contracts are valued based on the difference between the contracted rate and the current market rate for the foreign currency at the valuation date;
- Forward contracts are valued at the gain or loss that would result from the liquidation of the position at the valuation date;
- Futures contracts entered by the Funds are financial agreements to purchase or sell a financial instrument at a contracted price at a specified future date. However, the Funds do not intend to purchase or sell the financial instrument on the settlement date; rather, they intend to close out each futures contract prior to settlement by entering into equal, but offsetting, futures contracts. Traded futures contracts are valued at the closing price whereas other futures contracts are valued at the gain or loss that would result from closing the position at the valuation date;
- Options on futures are valued at the settlement price determined by the relevant exchange;
- Interest rate swaps are valued at the amount payable or receivable according to the underlying item at the valuation date.

The Funds have a control framework established with respect to the measurement of fair value. This framework includes a portfolio valuation function.

When third party information, such as broker quotes or pricing services, is used to measure fair value, the portfolio valuation function assesses and documents the evidence obtained from third parties to support the conclusion that such valuations meet the requirements of IFRS. This includes:

- Verifying that the broker or pricing services are approved by the Funds for use in pricing the relevant type of financial instrument;
- Understanding how the fair value has been arrived at and the extent to which it represents actual market transactions; and
- If a number of quotes for the same financial instrument have been obtained, then how fair value has been determined using those quotes.


## NOTE 6: REDEEMABLE UNITS

### 6.1 Capital structure

The Funds' capital is presented in the Statement of Financial Position. All redeemable units issued are fully paid. The Funds' capital is represented by these redeemable units that are issued or outstanding.

The Funds are not subject to any specific capital requirements on the subscription and redemption of units, other than the minimum subscription requirements.

Each unit issued confers to its holders an equal interest in the Fund and is of equal value. A unit does not confer any interest in any particular asset or investment of the Fund. The unitholders have various rights under the Funds' declaration of trust, including the right to:

- Have their units redeemed in proportion to units the Fund's NAV per unit on the redemption date;
- Receive income distributions;
- Attend and vote at meetings of unitholders (except for shareholders of National Bank Funds Corporation, who hold no voting rights except for matters affecting their rights); and
- Participate in the termination and winding up of the Fund.

The rights, obligations and restrictions mentioned above, which are attached to each unit, are identical in all respects.

### 6.2 Capital management

Capital is equal to net assets. It is managed in compliance with the investment objective, policies and restrictions of each Fund, as set out in the Simplified Prospectus. Changes in the Funds' capital during the period are presented in the Statement of Changes in Net Assets Attributable to Holders of Redeemable units.

### 6.3 Units

The number of outstanding units as at December 31, 2022 and 2021, and the number of units issued, reinvested and redeemed for the periods ended are presented after the Statements of Changes in Net Assets Attributable to Holders of Redeemable units of each Fund.

## NOTE 7: SALES AND TRAILING COMMISSIONS

### 7.1 Sales commissions

As Manager of the Funds, NBI pays commissions to the brokers according to the following rates:

- No commission is paid for Investor Series, Investor-2 Series, Series E, F, F-2, F-\$US, FH, FT, FT-2, FT-\$US, F5, N, NR, O, O-\$US, R et R-2;
- For Series F, F-2, F-U.S.\$, FH, FT, FT-2, FT-U.S.\$ and F5, annual fees must be paid by the client based on the asset value of their portfolio rather than paying commissions or fees on each transaction of purchase, switch, conversion or redemption;
- For Advisor Series, Advisor-2 Series, Advisor-U.S.\$ Series, Series H, T, T2, T-U.S.\$ and T5 with an initial sales charge option, a commission of up to $5 \%$ is paid by the client, except for the NBI Jarislowsky Fraser Funds, for which no commission is paid by the client. No fees are paid for units purchased through NBI or National Bank Direct Brokerage Inc. (a division of National Bank Financial Inc., a wholly owned subsidiary of National Bank of Canada)
- For Advisor Series, Advisor-2 Series, Advisor-U.S.\$ Series, Series H, T, T2, T-U.S. \$ and $\mathrm{T}_{5}$ with a deferred sale charge option, a commission of $5 \%$ is paid. No fees are paid unless the unitholder asks for a redemption within six years of the purchase date;
- For Advisor Series, Advisor-2 Series, Advisor-U.S.\$ Series, Series H, T, T2, T-U.S. \$ and $\mathrm{T}_{5}$ with a reduced sale charge option, a commission of $2.5 \%$ is paid. No fees are paid unless the unitholder asks for a redemption within three years of the purchase date.


### 7.2 Trailing commissions

As the Manager of the Funds, NBI pays trailing commissions to brokers according to the following rates for Investor Series, Investor-2 Series, Advisor Series, Advisor-2 Series, Advisor-U.S.\$ Series, Series H, N, NR R, R-2, T, T-U.S.\$ T-2 and T5

No trailing commission is paid for Series E, F, F-2, F-U.S.\$, F5, FH, FT, FT-2, FTU.S.\$, 0 and O-U.S.\$

At the end of each month we pay an ongoing trailing commission to your dealer. We assume that the dealers will pay part of that commission to their advisors to compensate them for the services they provide to their clients. These commissions represent a percentage of the average daily value of the units of each fund held by a dealer's clients. The maximum trailing commission rates are as follows:

| Funds | Maximum annual trailing commissions |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Advisor and/or H and/or Tand/or T-2 and/or $\mathrm{T}_{5}$ and Advisor-2 and/or U.S.\$-Advisor and/or U.S.\$-T Series |  |  |  | Investor and R Series | Investor-2 <br> and R-2 Series | N Series | NR Series |
|  | Initial sales charge option | Deferred sales charge option (1 to 6 years) | Low-sales charge option (1 to 3 years) | $\begin{aligned} & \text { Low-sales } \\ & \text { charge } \\ & \text { option } \\ & \text { (4+ years) } \end{aligned}$ |  |  |  |  |
| Money Market Funds |  |  |  |  |  |  |  |  |
| NBI Money Market Fund | 0.25\% | 0.25\% | 0.25\% | 0.25\% | 0.25\% |  | - | - |
| Short Term and Income Funds |  |  |  |  |  |  |  |  |
| NBI Floating Rate Income Fund | 0.50\% | 0.25\% | 0,25\% | 0,50\% | 0,50\% |  | - | - |
|  | 0,50\% ${ }^{\text {3 }}$ |  |  | 0,50\% ${ }^{3}$ |  |  |  |  |
| NBI Bond Fund | 0.50\% | 0.25\% | 0.25\% | 0.50\% | 0.50\% | 0.50\% | - | - |
| NBI Income Fund | - |  | 1 | . | 0.50\% |  | - | - |
| NBI Global Tactical Bond Fundz | 0.75\% ${ }^{2}$ | 0.25\% ${ }^{2}$ | 0.25\% ${ }^{2}$ | 0.75\% ${ }^{2}$ | 0.75\% | - | - | - |
|  | 0.50\% |  |  | 0.50\% |  |  |  |  |
| NBI Unconstrained Fixed Income Fund | 0.50\% | 0.25\% | 0.25\% | 0.50\% | 0.50\% | - | - | - |
| NBI Corporate Bond Fund | 0.50\% | 0.25\% | 0.25\% | 0.50\% | 0.50\% | $\cdots$ | $\cdots$ | $\cdots$ |
| NBI High Yield Bond Fund | 0.50\% | 0.25\% | 0.25\% | 0.50\% | 0.50\% | - | 0.51\% | 0.51\% |
| NBI Preferred Equity Income Fund | 0.75\% | 0.25\% | 0.25\% | 0.75\% | 0.75\% | - | - | - |
| NBI Preferred Equity Fund | 0.75\% | 0.25\% | 0.25\% | 0.75\% | 0.75\% | - | - | - |
| NBI Jarislowsky Fraser Select Income Fund | 0.75\% | $\cdots$ | 0.25\% | 0.75\% | $\bigcirc$ | - | - | - |
| NBI Presumed Sound Investments Fund | 0.50\% | 0.25\% | 0.25\% | 0.50\% | 0.50\% | - | - | - |
| NBI Sustainable Canadian Bond Fund |  |  |  |  |  |  |  |  |
| NBI Portfolios | 0.50\% | 0.50\% | - | - |  |  | 0.51\% | 0.51\% |
| NBI Secure Portfolio |  |  |  |  |  |  |  |  |
| NBI Conservative Portfolio | - | $\cdots$ | - | - | 0.65\% | 0.50\% | - | - |
| NBI Moderate Portfolio | 0.70\%3 | 0.25\% ${ }^{3}$ | 0.25\% ${ }^{3}$ | 0.70\%3 | 0.70\% | 0.50\% | $-$ | - |
| NBI Balanced Portfolio | $\bigcirc$ | - | $\cdots$ | $\cdots$ | 0.75\% | 0.75\% | $-$ | - |
| NBI Growth Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | 0.80\% | 0.75\% | - | - |
| NBI Equity Portfolio | - | - | - | - | 0.90\% | 0.70\% | - | - |
| Diversified Funds | - | - | - | - | 0.95\% | 1.00\% | - | - |
| NBI Jarislowsky Fraser Select Balanced Fund |  |  |  |  |  |  |  |  |
| NBI Tactical Asset Allocation Fund | 1.00\% | - | 0.50\% | 1.00\% | - | - | - | - |
| NBI Global Balanced Growth Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | 0.51\% | 0.51\% |
| Canadian Equity Funds | 1.00\% | .- | . | . | - | - | - | . |
| NBI Canadian Equity Fund |  |  |  |  |  |  |  |  |
| (former NBI Jarislowsky Fraser Select Canadian Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | - | - |
| NBI SmartBeta Canadian Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | $\cdots$ | $-$ | - |
| NBI Canadian All cap Equity Fund | 1.00\% | 0.50\% | $0.50 \%$ | 1.00\% | 1.00\% | $\cdots$ | - | - |
| NBI Canadian Equity Growth Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | 1.00\% | - | - |
| NBI Small Cap Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | 0.51\% | 0.51\% |
| NBI Quebec Growth Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | - | - |
| NBI Sustainable Canadian Equity Fund |  |  |  |  |  |  |  |  |
| Global Equity Funds | 1.00\% | - | - | - | - | - | - | - |
| NBI SmartBeta Global Equity Fund |  |  |  |  |  |  |  |  |
| NBI Global Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | $\cdots$ | $\cdots$ |
| NBI Active Global Equity Fund | 1.00\% |  |  |  |  |  | 0,51\% | 0,51\% |
| NBI Global Diversified Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | 1.00\% | $\cdots$ | $\cdots$ |
| NBI Global Real Assets Income Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% |  | - | $\cdots$ |
| NBI SmartData U.S. Equity Fund4 | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | 0.51\% | 0.51\% |
| NBI U.S. Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | - | - |
| NBI SmartData International Equity Fund4 | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | - | $\checkmark$ |
| NBI Active International Equity Fund | 1.00\% |  |  |  |  |  |  |  |
| NBI Diversified Emerging Markets Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | $\checkmark$ | 0.51\% | 0.51\% |
| NBI Sustainable Global Equity Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% |  | 0.51\% | 0.51\% |


| Funds | Advisor and/or H and/or T and/or $\mathrm{T}_{2}$ and/or $\mathrm{T}_{5}$ and Advisor-2 and/or U.S.\$-Advisor and/or U.S.\$-T Series |  |  |  | Investor and R Series | Investor-2 and R-2 Series | $N$ Series | NR Series |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Initial sales charge option | Deferred sales charge option ( 1 to 6 years) | Low-sales charge option (1 to 3 years) | Low-sales charge option (4+ years) |  |  |  |  |
| Specialized Funds |  |  |  |  |  |  |  |  |
| NBI Resource Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | - | - |
| NBI Precious Metals Fund | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% | - | - | - |
| NBII Innovators BNI Fund) | 1.00\% | 0.50\% | 0.50\% | 1.00\% | 1.00\% |  | - | - |
| (formely NBI Science and Technology Fund) |  |  |  |  |  |  |  |  |
| Index Funds |  |  |  |  |  |  |  |  |
| NBI Canadian Equity Index Fund | - | - | - | - | 0.10\% | - | - | - |
| NBI U.S. Equity Index Fund | - | - | - | - | 0.10\% | - | - | - |
| NBI International Equity Index Fund | - | - | - | - | 0.10\% |  | - | - |
| Meritage Portfolios |  |  |  |  |  |  |  |  |
| Meritage Equity Portfolios |  |  |  |  |  |  |  |  |
| Meritage Canadian Equity Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - |  | - | - |
| Meritage Global Equity Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | $\square$ | $\cdots$ | $-$ | - |
| Meritage U.S. Equity Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage International Equity Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage Investment Portfolios |  |  |  |  |  |  |  |  |
| Meritage Conservative Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | - | $-$ | - | - |
| Meritage Moderate Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | $-$ | $\cdots$ | $-$ | - |
| Meritage Balanced Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | $\cdots$ | . |
| Meritage Growth Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage Plus Growth Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage Income Portfolios |  |  |  |  |  |  |  |  |
| Meritage Diversified Fixed Income Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | - | - | - | - |
| Meritage Conservative Income Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | - | - | $\cdots$ | - |
| Meritage Moderate Income Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | - | - | - | - |
| Meritage Balanced Income Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage Growth Income Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage Plus Growth Income Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | $-$ |
| Meritage Global Portfolios |  |  |  |  |  |  |  |  |
| Meritage Global Conservative Portfolio | $0.75 \%$ | 0.75\% | 0,25\% | 0,75\% | - | - | - | - |
| Meritage Global Moderate Portfolio | 0.75\% | 0.75\% | 0. $0.25 \%$ | 0.75\% | - | - | - | - |
| Meritage Global Balanced Portfolio | 1.00\% | 1.00\% | 0.50\% | 1.00\% | - | - | - | - |
| Meritage Global Growth Portfolio | 1.00\% | 1.00\% | 0.50\% | 1.00\% | $-$ | $\cdots$ | $\cdots$ | $-$ |
| Meritage Global Growth Plus Portfolio | 1.00\% | 1.00\% | 0.50\% | 1.00\% | $\cdots$ | $\cdots$ | $\cdots$ | - |
| Meritage Tactical ETF Portfolios |  |  |  |  |  | $-$ | $\cdots$ | - |
| Meritage Tactical ETF Moderate Portfolio | 0.75\% | 0.25\% | 0.25\% | 0.75\% | - | - | - | - |
| Meritage Tactical ETF Balanced Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | $-$ | $\cdots$ | $\cdots$ | - |
| Meritage Tactical ETF Growth Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | $\cdots$ | - | $\cdots$ | - |
| Meritage Tactical ETF Equity Portfolio | 1.00\% | 0.50\% | 0.50\% | 1.00\% | - | - | - | - |

${ }^{1}$ Rate applicable for all investments, including Advisor Series existing before May 14, 2015, systematic investments programs, reinvested distributions and switches.
${ }^{2}$ For this fund, the rates for the U.S.\$-Advisor Series and the U.S.\$-T Series are the same as those for the Advisor Series and the TSeries.
${ }^{3}$ For this fund, this figure applies to the Advisor-2 Series.
${ }^{4}$ Deferred sales charge option is not offered for the H Series of this fund.
${ }_{5}$ For this fund, the rate applies to the Advisor-2 and T-2 Series

| Funds | Maximum annual trailing commissions |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Advisor and/or $\mathrm{T}_{5}$ and/or T Series | N Series | NR Series | H Series |
|  | Initial sales charge option |  |  |  |
| Fixed Income Private Portfolios |  |  |  |  |
| NBI Canadian Bond Private Portfolio | 0.65\% | 0.51\% | 0.51\% | - |
| NBI U.S. Bond Private Portfolio | - | 0.51\% | 0.51\% | - |
| NBI Corporate Bond Private Portfolio | 0.65\% | 0.51\% | 0.51\% | - |
| NBI Non-Traditional Fixed Income Private Portfolio | - | 0.51\% | 0.51\% | - |
| NBI Canadian Preferred Equity Private Portfolio | - | 0.51\% | 0.51\% | - |
| NBI Tactical Fixed Income Private Portfolio | - | 0.51\% | 0.51\% | - |
| Balanced Private Portfolios |  |  |  |  |
| NBI Multiple Asset Class Private Portfolio | 1.00\% | - | - | - |
| Canadian Equity Private Portfolios |  |  |  |  |
| NBI Equity Income Private Portfolio | 1.00\% | - | - | - |
| NBI Canadian Equity Private Portfolio | 1.00\% | 0.51\% | 0.51\% | - |
| NBI Canadian High Conviction Equity Private Portfolio | 1.00\% | 0.51\% | $0.51 \%$ | - |
| Global Equity Private Portfolios |  |  |  |  |
| NBI North American Dividend Private Portfolio | 1.00\% | $\cdots$ | - | - |
| NBI U.S. Equity Private Portfolio | 1.00\% | 0.51\% | 0.51\% | 1.00\% |
| NBI U.S. High Conviction Equity Private Portfolio | 1.00\% | 0.51\% | 0.51\% | 1.00\% |
| NBI International High Conviction Equity Private Portfolio | 1.00\% | 0.51\% | 0.51\% | 1.00\% |
| NBI Tactical Equity Private Portfolio | - | 0.51\% | 0.51\% | - |
| NBI Non-Traditional Capital Appreciation Private Portfolio | - | 0.51\% | 0.51\% | - |

* In the case of switches, the applicable trailing commission schedule is the one that was in effect at the time of the purchase of the initial fund.

It is possible to change between purchase options of the Advisor, Advisor-2, U.S.\$-Advisor, H, T, T2, U.S.\$-T and T5 Series within the same fund, provided certainconditions are met. Decisions regarding purchase option changes are negotiated between you and your dealer.

A change from units of the Advisor, Advisor-2, U.S.\$-Advisor, H, T, T2, U.S.\$-T or T5 Series purchased under the deferred sales charge option that are no longer subject to redemption fees to units of the same series under the initial sales charge option or continuing to hold such units will generally result in an increase in the trailing commission being paid to your dealer. It is our expectation that your dealer will act in accordance with the regulations of the Mutual Fund Dealers Association of Canada and/or the regulations of the Investment Industry Regulatory Organization of Canada, including obtaining your prior consent.

E, F, F-2, U.S.\$-F, F5, FT, U.S.\$-FT, FT2, FH, $O$ and U.S.\$-O Series

Your dealer does not receive any trailing commission whatsoever with respect to E, F, F-2, U.S.\$-F, F5, FH, FT, U.S.\$-FT, O and U.S.\$-OSeries units.

## NOTE 8: TRANSACTIONS WITH RELATED PARTIES

Transactions that are considered to be related party transactions for the Funds are presented in the Fund-specific notes for each of the Funds the situation applies.

### 8.1 Management fees

Each fund pays annual management fees to National Bank Investments Inc. in consideration of its management services. Subject to the specific conditions applicable to $N$ and NR Series units indicated below, these fees cover, in particular, investment restriction and/or policy drafting services, investment fund management, office facilities and equipment, administrative personnel costs, the payment of trailing commissions to your dealer in connection with the distribution of units, and marketing and promotional activities relating to the sale of the funds.

In the case of N and NR Series units of the NBI Private Portfolios and other NBI Funds offered as part of the NBI Private Wealth Management service, management fees only cover management of fund investments, i.e. the fees related to management of fund portfolios constituting the NBI Private Wealth Management profiles.

Management fees vary by fund and series and are a percentage of the daily average net asset value of each series. The management fees are paid monthly.

For the O and U.S.\$-O Series units, no management fees are charged directly to the funds; instead, management fees are negotiated with and paid directly by investors.

For certain Funds, the Manager may negotiate management fee reductions with major investors.

The maximum annual management fees for the series offered by the Funds is presented in the Fund-specific notes for each of the Funds.

Management fees are incurred in the normal course of business and have been recorded at the amount of consideration agreed to by the related parties.

### 8.2 Administration fees

The administration fee for each series is presented in the Fund-specific notes for each of the Funds.

Administration fees are incurred in the normal course of business and measured at the amount of the consideration agreed between the related parties.

The NBI Income Fund and the NBI Jarislowsky Fraser Select Balanced Fund are referred to as "variable-fee funds". All other Funds are referred to as "fixed-fee funds".

### 8.2.1 Fixed-fee funds

The Manager pays, with the exception of the expenses specific to the fixed-fee funds defined below, the operating expenses of the Funds, including but not limited to, legal fees, audit fees, custodial costs, transfer agency and recordkeeping costs, accounting and valuation fees, the costs of preparing and distributing financial reports, prospectuses, annual information forms, fund facts, continuous disclosure materials and other investor communications and the costs of trustee services relating to registered tax plans.

The Manager will pay these operating expenses, provided such expenses are incurred in the normal course of business of the fixed-fee funds. In exchange for paying the operating expenses, the Manager receives a fixed rate administration fee ("administration fee") in respect of each series of these Funds.

The amount of the operating expenses paid by the Manager in exchange for payment of the administration fee may be more or less than the administration fee in each period.

The fixed-fee fund expenses borne by the fixed-fee funds are comprised of:

- taxes (including, but not limited to, HST and income tax);
- fees, costs and expenses associated with compliance with any governmental or regulatory requirements;
- interest and borrowing costs;
- fees, costs and expenses associated with external services that were not commonly charged in the Canadian mutual fund industry;
- fees and expenses of the Independent Review Committee (the "IRC"), including compensation paid to IRC members, travel expenses, insurance premiums and costs associated with their continuing education; and
- fees, costs and expenses relating to operating expenses that will be paid by National Bank Investments Inc. beyond the normal course of business of the fixed-fee funds.

Fixed-fee fund expenses are allocated among the fixed-fee funds and among each series of a fixed-fee fund in a fair and equitable manner

The administration fee is a specified percentage of the net asset value of a series of the fixed-fee fund and is calculated and paid in the same manner as the management fee for each series.

### 8.2.2 Variable-fee funds

The NBI Jarislowsky Fraser Funds pay all their operating expenses. Operating expenses may include, but are not limited to, legal fees, audit fees, custodial costs, investor servicing costs, transfer agency and recordkeeping costs, accounting and valuation fees, the costs of preparing and distributing financial reports, prospectuses, annual information forms, fund facts, continuous disclosure materials and other investor communications, the costs of trustee services relating to registered tax plans, interest and borrowing costs, as well as fees and expenses related to the IRC of the funds, namely their compensation, travel expenses, the insurance premiums for the members and fees associated with their continuing education.

The operating expenses of NBI Income Fund do not include fees and expenses directly related to the funds' portfolio transactions, income and other taxes payable by the funds or to which they may be subject, or borrowing costs, if any. The manager assumes all the other expenses of the funds.

If a fund offers more than one series of units, the manager distributes the common operating expenses among the series on a pro rata basis. Any expenses that are specific to a series are allocated to that series.

### 8.3 Fees relating to the underlying funds

In addition to the fees and expenses directly payable by the funds, certain fees and expenses are payable by the underlying funds held by the funds. Each fund indirectly bears its share of such fees and expenses. However, a fund does not pay management fees or incentive fees that, to a reasonable person, would duplicate a fee payable by an underlying fund of that fund for the same service. In addition, a fund does not pay any sales charges or redemption fees in relation to its purchases or redemptions of units of an underlying fund that is managed by us or an affiliate or an associate if such fees, to a reasonable person, would duplicate a fee payable by an investor in the fund.

As at December 31, 2022 and 2021, certain Funds ("Investor Funds") hold units of other Funds ("Underlying Funds"). The Investor Funds benefit from a reduction in their management fees to avoid double changing since these Funds already pay, indirectly, a portion of the management fees of the Underlying funds.

### 8.4 Other transactions with the Manager

The Manager may decide to assume a portion of the administration fee and/or management fees of the Funds. This decision will be made annually, at the discretion of the Manager without notifying the unitholders. The management and administration fees payable, if applicable, are presented under'Accrued expenses' in the Statements of Financial Position.

### 8.5 Brokerage fees

Certain Funds pay commission fees on portfolio transactions to brokers who are considered related parties, such as National Bank Financial and National Bank Direct Brokerage (a division of National Bank Financial Inc., a wholly owned subsidiary of National Bank of Canada), corporations under common control with the Manager. These related party commission fees and soft dollars allocated to the Funds are presented in the Fund-specific notes, as applicable.

### 8.6 Positions held by related parties

As at December 31, 2022 and 2021, the National Bank of Canada, of which the Manager and the Trustee of the Funds are wholly owned subsidiaries, held units of certain Funds.

As at December 31, 2022 and 2021, Intact Investment Management, the portfolio manager of the NBI Preferred Equity Income Fund, held substantial units of a series of that Fund and for this reason is considered as a related party.

As at December 31, 2022 and 2021, National Bank Trust Inc., held units of certain Funds and as such is also considered as a related party.

NBI, as Manager of the Funds, pays a notional amount to the relevant series of the Funds. In addition, a Fund may hold units of other Funds managed by NBI.

Holdings of outstanding units of the Funds by the related parties are presented, when applicable, in the Fund-specific notes for each of the Funds.

NOTE 9: LOSS CARRY FORWARD
According to the Income Tax Act:

- Non-capital losses can be carried forward for twenty years; and
- Capital losses can be carried forward indefinitely.

As reported in the 2022 and 2021 tax returns, accumulated capital losses that may be used to reduce capital gains in future years and accumulated noncapital losses that may be used to reduce capital gains or net income in future years are presented in the Fund-specific notes, if applicable.

## Independent auditor's report

## To the unitholders of

Raymond Chabot
Grant Thornton LLP Suite 2000
National Bank Tower 600 De La Gauchetière Street West Montréal, Quebec H3B 4L8

T 514-878-2691

- NBI Sustainable Global Equity Fund
- NBI Floating Rate Income Fund
- NBI Resource Fund
- NBI Bond Fund
- NBI Precious Metals Fund
- NBI Global Tactical Bond Fund
- NBI Unconstrained Fixed Income Fund
- NBI Innovators Fund (previously NBI

Science and Technology Fund)

- NBI Canadian Bond Index Fund
- NBI Corporate Bond Fund
- NBI High Yield Bond Fund
- NBI Preferred Equity Income Fund
- NBI Canadian Equity Index Fund
- NBI U.S. Equity Index Fund

NBI Preferred Equity Fund

- NBI International Equity Index Fund

NBI Jarislowsky Fraser Select Income Fund
NBI Sustainable Canadian Bond Fund
NBI Secure Portfolio
NBI Conservative Portfolio
NBI Moderate Portfolio
NBI Balanced Portfolio
NBI Growth Portfolio
NBI Equity Portfolio
NBI Jarislowsky Fraser Select Balanced Fund
NBI Global Balanced Growth Fund
NBI Canadian Equity Fund
NBI SmartBeta Canadian Equity Fund
NBI Canadian All Cap Equity Fund
NBI Canadian Equity Growth Fund
NBI Small Cap Fund

- NBI Quebec Growth Fund

NBI Sustainable Canadian Equity Fund
NBI SmartBeta Global Equity Fund
NBI Global Equity Fund
NBI Global Diversified Equity Fund
NBI Global Real Assets Income Fund
NBI SmartData U.S. Equity Fund

- NBI U.S. Equity Fund
- NBI SmartData International Equity Fund

NBI Active International Equity Fund
NBI Active Global Equity Fund
NBI Non-Traditional Fixed Income Private Portfolio
NBI Multiple Asset Class Private Portfolio
NBI Equity Income Private Portfolio
NBI North American Dividend Private Portfolio
NBI Tactical Equity Private Portfolio

- NBI Non-Traditional Capital Appreciation Private Portfolio
Meritage Canadian Equity Portfolio
Meritage Global Equity Portfolio
Meritage American Equity Portfolio
Meritage International Equity Portfolio
Meritage Conservative Portfolio
Meritage Moderate Portfolio
Meritage Balanced Portfolio
Meritage Growth Portfolio
Meritage Growth Plus Portfolio
- Meritage Diversified Fixed Income Portfolio

Meritage Conservative Income Portfolio

- Meritage Moderate Income Portfolio
- Meritage Balanced Income Portfolio
- Meritage Growth Income Portfolio
- Meritage Growth Plus Income Portfolio
- Meritage Global Conservative Portfolio
- Meritage Global Moderate Portfolio
- Meritage Global Balanced Portfolio
- Meritage Global Growth Portfolio
- Meritage Global Growth Plus Portfolio
- Meritage Tactical ETF Moderate Portfolio
- Meritage Tactical ETF Balanced Portfolio
- Meritage Tactical ETF Growth Portfolio
- Meritage Tactical ETF Equity Portfolio
(collectively, hereafter, the « Funds »)


## Opinion

We have audited the financial statements of Funds, which comprise:

- the statements of financial position as at December 31, 2022 and 2021;
- the statements of comprehensive income, the statements of changes in net assets attributable to holders of redeemable units and the statements of cash flows for the years ended December 31, 2022 and 2021;
- the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2022 and 2021, and their financial performance and their cash flows for the years then ended in accordance with International Financial Reporting Standards (IFRS).

## Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Funds in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Information other than the financial statements and auditor's report thereon

Management is responsible for the other information. The other information comprises the information included in Management's Reports of Fund Performance, and the information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained Management's Reports of Fund Performance prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

## Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

## Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for
the purpose of expressing an opinion on the effectiveness of the Funds' internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Raymond Chart Brant Thornton LLP'

Montreal
March 9, 2023

[^15]
## Independent Auditor's Report

To the Unitholders of<br>NBI Income Fund<br>NBI U.S. Equity Private Portfolio<br>NBI Canadian Preferred Equity Private Portfolio<br>NBI Canadian High Conviction Equity Private Portfolio<br>NBI U.S. High Conviction Equity Private Portfolio<br>NBI Canadian Equity Private Portfolio<br>NBI Canadian Bond Private Portfolio<br>NBI International High Conviction Equity Private Portfolio<br>NBI Corporate Bond Private Portfolio<br>NBI U.S. Bond Private Portfolio<br>NBI Diversified Emerging Markets Equity Fund<br>NBI Presumed Sound Investments Fund<br>NBI Tactical Asset Allocation Fund<br>(each individually, the "Fund")

## Opinion

We have audited the financial statements of the Fund, which comprise the statements of financial position as at December 31, 2022 and 2021, and the statements of comprehensive income, changes in net assets attributable to holders of redeemable units per series and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2022 and 2021, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards ("IFRS").

## Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Other Information

Management is responsible for the other information. The other information comprises the annual management report of fund performance.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Annual Management Report of Fund Performance prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

## Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
/S/ Deloitte LLP ${ }^{(1)}$

Montreal, Quebec
March 9, 2023


[^0]:    The accompanying notes are an integral part of these financial statements.

[^1]:    The accompanying notes are an integral part of these financial statements.

[^2]:    The accompanying notes are an integral part of these financial statements.

[^3]:    The accompanying notes are an integral part of these financial statements.

[^4]:    *Average cost of Investments as of December 31, 2021 is $\$ 4,708,404,570$.

[^5]:    The accompanying notes are an integral part of these financial statements.

[^6]:    The accompanying notes are an integral part of these financial statements.

[^7]:    The accompanying notes are an integral part of these financial statements.

[^8]:    The accompanying notes are an integral part of these financial statements.

[^9]:    The accompanying notes are an integral part of these financial statements.

[^10]:    *Average cost of Investments as of December 31, 2021 is $\$ 188,980,802$.

[^11]:    The accompanying notes are an integral part of these financial statements.

[^12]:    *Average cost of Investments as of December 31, 2021 is $\$ 1,663,558,829$.

[^13]:    The accompanying notes are an integral part of these financial statements.

[^14]:    The accompanying notes are an integral part of these financial statements.

[^15]:    ${ }^{1}$ CPA auditor, public accountancy permit no A120795

