

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended December 31, 2021

Meritage Global Portfolio

Meritage Global Balanced Portfolio

Notes on forward-looking statements

This report may contain forward-looking statements concerning the Portfolio, its future performance, its strategies or prospects or about future events or circumstances. Such forward-looking statements include, among others, statements with respect to our beliefs, plans, expectations, estimates and intentions. The use of the expressions “foresee”, “intend”, “anticipate”, “estimate”, “assume”, “believe” and “expect” and other similar terms and expressions indicate forward-looking statements.

By their very nature, forward-looking statements imply the use of assumptions and necessarily involve inherent risks and uncertainties. Consequently, there is a significant risk that the explicit or implicit forecasts contained in these forward-looking statements might not materialize or that they may not prove to be accurate in the future. A number of factors could cause future results, conditions or events to differ materially from the objectives, expectations, estimates or intentions expressed in such forward-looking statements. Such differences might be caused by several factors, including changes in Canadian and worldwide economic and financial conditions (in particular interest and exchange rates and the prices of other financial instruments), market trends, new regulatory provisions, competition, changes in technology and the potential impact of conflicts and other international events.

The foregoing list of factors is not exhaustive. Before making any investment decision, investors and others relying on our forward-looking statements should carefully consider the foregoing factors and other factors. We caution readers not to rely unduly on these forward-looking statements. We assume no obligation to update forward-looking statements in the light of new information, future events or other circumstances unless applicable legislation so provides.

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This annual management report of fund performance contains financial highlights, but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-866-603-3601, by writing to us at investments@nbc.ca, by visiting our website at www.nbinvestments.ca, by visiting SEDAR’s website at www.sedar.com, or by contacting your advisor. You may also contact us using one of these methods to request a copy of the Portfolio’s proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management Discussion of Fund Performance

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.

Risks

The global investment risk of the Portfolio remains as described in the simplified prospectus or any amendments thereto and Fund Facts.

Results of Operations

For the twelve-month period ended December 31, 2021, the Meritage Global Balanced Portfolio's Advisor Series units returned 6.62% compared to 10.86% for the Portfolio's blended benchmark. The broad-based indices, the Morningstar Developed Markets Large-Mid Cap Index (CAD) and the Bloomberg Global Aggregate Bond Index (CAD Hedged), returned 20.48% and -1.39% respectively. Unlike the indices, the Portfolio's performance is calculated after fees and expenses. Please see the *Past Performance* section for the returns of all of the Portfolio's series, which may vary mainly because of fees and expenses.

Certain series of the Portfolio, as applicable, may make distributions at a rate determined by the manager. This rate may change from time to time. If the aggregate amount of distributions in such series exceeds the portion of net income and net realized capital gains allocated to such series, the excess will constitute a return of capital. The manager does not believe that the return of capital distributions made by such series of the Portfolio have a meaningful impact on the Portfolio's ability to implement its investment strategy or to fulfill its investment objective.

The Portfolio's net asset value rose by 26.41% over the period, from \$252.28 million as at December 31, 2020 to \$318.92 million as at December 31, 2021.

The increase stemmed mainly from unit purchases by investors in the Portfolio as well as market fluctuations.

Reflecting the genuine economic boom that occurred in 2021, the second year of the global COVID-19 pandemic produced significant divergence across and within major asset classes.

For instance, equity markets substantially outperformed traditional bonds, which ended the year in the red—a first since 2013. Within equities, more cyclical sectors such as energy, real estate, and financials were among the top performers—an outcome that benefitted Canadian stocks which posted their best annual total return since 2009. U.S. equities managed to grab first place, supported by the spectacular resilience of its leading technology stocks, among other things.

Meanwhile, conditions proved more difficult for emerging markets, which, after delivering the best performance of the major regions in 2020, ended 2021 in negative territory, dampened by heightened regulatory and economic uncertainty in China.

On the commodities side, gold prices closed the year slightly down while oil prices surged, supported by the strong recovery in global demand. Finally, despite the strength of oil, the Canadian dollar ended the year nearly unchanged next to the greenback, near its long-term equilibrium value.

On the fixed income front, bond markets had to contend with a rocky 2021 characterized by rising inflation, higher interest rates, a bumpy economic recovery, the start of tighter monetary policy by some central banks and new coronavirus variants.

Under these circumstances, the intensification of inflationary pressures over the year and the reduction of the asset purchase program by the U.S. Federal Reserve in the fourth quarter particularly affected government bonds. Meanwhile, the stretch for higher yielding assets, which continued into 2021, helped lower-quality credit assets surge for much of the year. Under these circumstances, high yield bonds stood out for the period, while long-term securities and emerging-markets local-currency bonds generated the lowest returns.

In Canada, the FTSE Canada Universe Bond Index ended the period in negative territory, with corporate bonds outperforming provincial, municipal and federal bonds. Within corporate bonds, BBB-rated issuers rated outpaced those rated A to AAA. On a sector basis, Real Estate, asset-backed securities and Financials outperformed, while infrastructure lagged.

Given this context, the Meritage Global Balanced Portfolio underperformed its blended benchmark over the period. The global equity segment of the Portfolio, particularly the EdgePoint Global Portfolio and the Capital Group Global Equity Fund, contributed the most to the Portfolio's overall performance over the period. The Canadian equity component, made up of the Fidelity Canadian Disciplined Equity Fund and the BMO Canadian Small Cap Equity Fund, as well as the Black Creek International Equity Corporate Class also contributed. The RBC Global Bond Fund hindered the Portfolio's overall return over the period.

Recent Developments

On April 30, 2021, the Fund's independent review committee (the "IRC") was reduced to three members when Yves Julien resigned as IRC member. On May 1, 2021, the Fund's IRC was increased to four members when Paul Béland was appointed as IRC member.

Global economic growth could continue at an above-average pace in 2022 despite sporadic COVID-19 outbreaks. While the pandemic dynamics may hurt economic activity in the short term, the recovery could continue as the latest coronavirus wave subsides, activity continues to normalize, and pent-up savings are unleashed.

Meanwhile, inflation could remain high, prompting central banks to gradually scale down the support measures adopted during the crisis. The U.S. Federal Reserve and the Bank of Canada may gradually begin to normalize interest rates as their respective economies operate at or near full potential.

In contrast, central banks in Europe, Japan and China may maintain their accommodative monetary policies throughout the year. The North American transition from a very accommodative to a more neutral policy could occur gradually over several years, which could extend the economic cycle.

Related Party Transactions

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

Trustee, Custodian and Registrar

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

NTC also acts as the Portfolio's custodian, registrar and transfer agent. The Manager pays NTC for its services as custodian based on the assets held by the Portfolio. In addition, a flat fee per transaction is paid to NTC. With respect to the registrar and transfer agent services for the Portfolio, a fixed annual amount is paid to NTC by the Manager.

Agent for securities lending transactions

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

Manager

As described in the *Management Fees* section, the Portfolio pays annual management fees to National Bank Investments Inc. (the “Manager”) in consideration for management services. The management fees cover mainly the Manager’s costs of managing the Portfolio’s investments. The Manager is an indirect wholly-owned subsidiary of National Bank of Canada (the “Bank”).

Since October 29, 2013, the Manager pays the operating expenses of the Portfolio other than its “portfolio costs” (defined below) (the “variable operating expenses”), in exchange for the Portfolio’s payment to the Manager of annual fixed-rate administration fees with respect to each series of the Portfolio.

The administration fees are equal to a specified percentage of the net asset value of each series of the Portfolio, calculated and paid in the same manner as the Portfolio’s management fees. The variable operating expenses payable by the Manager include, but are not limited to: transfer agency and recordkeeping costs; custodial costs; accounting and valuation fees; audit fees and legal fees; costs of preparing and distributing financial reports, simplified prospectuses, annual information forms, fund facts, continuous disclosure material and other securityholder communications; and costs of trustee services relating to registered tax plans, as applicable.

In addition to administration fees, the Portfolio shall also pay certain portfolio costs, namely: taxes (including, but not limited to, GST/HST and income taxes); costs of compliance with any changes to existing governmental or regulatory requirements introduced after August 1, 2013; costs of compliance with any new governmental or regulatory requirements, including any new fees introduced after August 1, 2013; interest and borrowing costs; costs related to external services that were not commonly charged in the Canadian mutual fund industry as at August 1, 2013; Independent Review Committee costs, including compensation paid to IRC members, travel expenses, insurance premiums and costs associated with their continuing education; and variable operating expenses incurred outside of the normal course of business of the Meritage Portfolios.

The Manager may, from time to time and at its sole discretion, decide to absorb a portion of a series’ management fees, administration fees or Portfolio costs.

Portfolio Manager

The Manager has appointed National Bank Trust Inc. (“NBT”), an indirect wholly-owned subsidiary of the Bank, as the portfolio manager for the Portfolio. A flat fee is payable annually to NBT for its management services.

Distribution and Dealer Compensation

Portfolio securities are offered by National Bank Direct Brokerage (a division of National Bank Financial Inc., an indirect wholly owned subsidiary of the Bank), CABN Investments (a division of National Bank Investments Inc.), National Bank Financial Inc. and other affiliated entities. Each month, brokers receive a commission representing a percentage of the average daily value of the securities held by their clients. In addition, when Advisor Series securities are purchased, brokers usually receive a commission, which varies depending on the sales charge option chosen at the time of investment.

Brokerage Fees

NBT carries out the Portfolio transactions in the underlying funds through National Bank Direct Brokerage (a division of National Bank Financial Inc., an indirect wholly owned subsidiary of the Bank). Each month, the Manager pays a flat fee for each transaction carried out in the underlying fund securities.

Administrative and Operating Services

NBT provides the Portfolio with certain services, including accounting, reporting and portfolio valuation services. The costs incurred for these services are paid by the Manager to NBT.

Management Fees

The Portfolio pays annual management fees to the Manager in consideration for management, portfolio advisory and administrative services and facilities required by the Portfolio in its day-to-day operations. A portion of the management fees paid by the Portfolio covers sales and maximum annual trailing commissions paid to dealers. As the Portfolio invests in underlying funds, the fees and expenses payable in connection with the management of the underlying funds are in addition to those payable by the Portfolio. However, the Manager makes sure that the Portfolio does not pay any management (or operating) fees that, to a reasonable person, would duplicate a fee payable by the underlying fund for the same service.

The management fees are calculated as a fixed percentage of the Portfolio’s daily net asset value, are accrued on a daily basis and are paid monthly. The Portfolio is required to pay applicable taxes on the management fees.

The breakdown of the main services received in consideration for the management fees, as a percentage of the management fees collected from the Portfolio, is as follows:

Series	Management Fees	Distribution	Others [†]
Advisor Series and Series T5*			
Front-end load	2.00%	50.00%	50.00%
Back-end load - 1 to 6 years	2.00%	25.00%	75.00%
Back-end load - 7 years and more	2.00%	50.00%	50.00%
Low load - 1 to 3 years	2.00%	25.00%	75.00%
Low load - 4 years and more	2.00%	50.00%	50.00%
Series F and Series F5	1.00%	—	100.00%

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

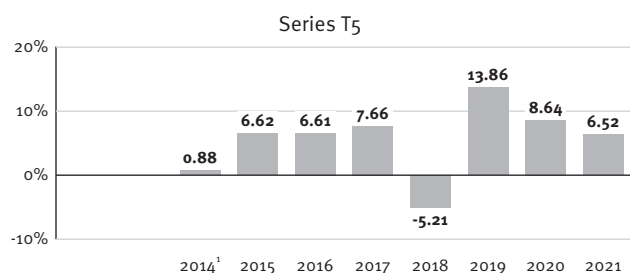
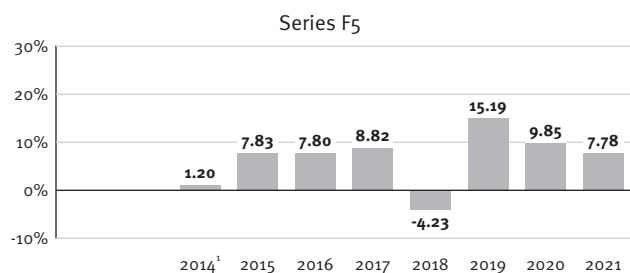
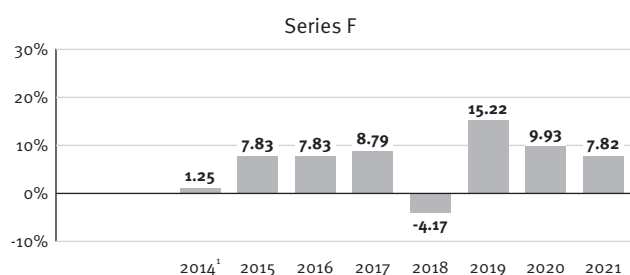
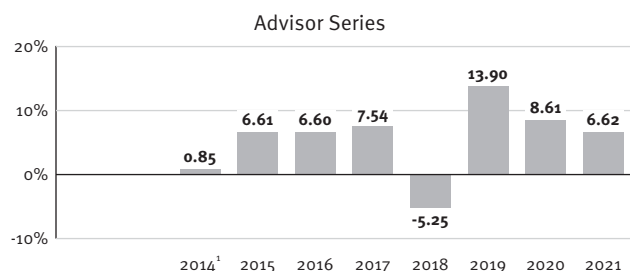
^(†) Excluding sales commissions paid on the Advisor Series and Series T5 with the low sales charge option and deferred sales charge option, which are not included in the management fees.

Past Performance

The performance of each series of the Portfolio presented below is calculated as of December 31 of each year. It assumes that all distributions made in the periods shown were reinvested in additional securities and does not take into account sales, redemption charges, distributions, or optional charges that would have reduced returns. Past performance of a series of the Portfolio does not necessarily indicate how it will perform in the future.

Annual Returns

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



⁽¹⁾ Returns for the period of August 28, 2014 (commencement of operations) to December 31, 2014.

Annual Compounded Performance

The following table shows the Portfolio's annual compound returns for each series in existence greater than one year and for each of the periods ended on December 31, 2021, compared with the following benchmarks:

The blended benchmark (the "Benchmark") is composed of:

- Bloomberg Global Aggregate Bond Index (CAD Hedged) (45%)
- Morningstar® Developed Markets Large-Mid Cap Index (CAD) (40%)
- Morningstar® Canada Large-Mid Index (CAD) (15%)

The broad-based indices are as follows:

- Broad-based index 1: Morningstar® Developed Markets Large-Mid Cap Index (CAD)
- Broad-based index 2: Bloomberg Global Aggregate Bond Index (CAD Hedged)

Meritage Global Balanced Portfolio

	1 year	3 years	5 years	10 years	Since inception
Advisor Series¹	6.62%	9.67%	6.09%	–	6.06%
Benchmark	10.86%	11.87%	8.58%	–	8.44%
Broad-based index 1	20.48%	18.82%	14.07%	–	14.22%
Broad-based index 2	(1.39)%	3.72%	2.96%	–	3.20%
Series F¹	7.82%	10.95%	7.32%	–	7.28%
Benchmark	10.86%	11.87%	8.58%	–	8.44%
Broad-based index 1	20.48%	18.82%	14.07%	–	14.22%
Broad-based index 2	(1.39)%	3.72%	2.96%	–	3.20%
Series F5¹	7.78%	10.90%	7.28%	–	7.25%
Benchmark	10.86%	11.87%	8.58%	–	8.44%
Broad-based index 1	20.48%	18.82%	14.07%	–	14.22%
Broad-based index 2	(1.39)%	3.72%	2.96%	–	3.20%
Series T5¹	6.52%	9.63%	6.10%	–	6.07%
Benchmark	10.86%	11.87%	8.58%	–	8.44%
Broad-based index 1	20.48%	18.82%	14.07%	–	14.22%
Broad-based index 2	(1.39)%	3.72%	2.96%	–	3.20%

¹Commencement of operations: August 28, 2014

A discussion of the Portfolio's relative performance in comparison to the index (or indices) can be found in the *Results of Operations* Section of this report.

Index Descriptions

The **Bloomberg Global Aggregate Bond Index**, hedged in CAD, is a market capitalization weighted index which is designed to measure the broad global markets for corporate, government, governmental agency, supranational, mortgage-backed and asset backed fixed income securities.

The **Morningstar® Developed Markets Large-Mid Cap Index** is a subset of large- and mid-cap stocks included in the Morningstar® Developed Markets Index, a broad-based index that represents 97% of the market capitalization of developed markets.

The **Morningstar® Canada Large-Mid Index** measures the performance of Canadian stock exchanges by targeting 90% of shares, based on their order of importance in terms of market capitalization.

Financial Highlights

The following tables show selected key financial information about the Portfolio and are intended to help you understand the Portfolio's financial performance for the accounting periods shown.

Advisor Series

Net Assets per Unit⁽¹⁾

Commencement of operations: August 28, 2014

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Net Assets, Beginning of Accounting Period Shown ^(a)	12.86	11.84	10.45	11.42	10.94
Increase (Decrease) from Operations (\$)					
Total revenue	0.18	0.25	0.28	0.31	0.27
Total expenses	(0.32)	(0.27)	(0.27)	(0.27)	(0.27)
Realized gains (losses)	0.68	0.23	0.18	0.39	0.55
Unrealized gains (losses)	0.29	0.73	1.24	(1.12)	0.28
Total Increase (Decrease) from Operations (\$) ^(a)	0.83	0.94	1.43	(0.69)	0.83
Distributions (\$)					
From net investment income (excluding dividends)	—	—	—	—	—
From dividends	—	—	0.02	0.04	—
From capital gains	0.17	—	0.04	0.33	0.35
Return of capital	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.17	—	0.06	0.37	0.35
Net Assets, End of Accounting Period Shown (\$) ^(a)	13.54	12.86	11.84	10.45	11.42

Ratios and Supplemental Data

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Total net asset value (ooo's of \$) ⁽⁵⁾	176,008	147,736	145,443	117,571	63,923
Number of units outstanding ⁽⁵⁾	12,994,629	11,484,182	12,288,644	11,248,137	5,595,583
Management expense ratio (%) ⁽⁶⁾	2.39	2.39	2.39	2.39	2.39
Management expense ratio before waivers or absorptions (%)	2.41	2.40	2.40	2.40	2.40
Trading expense ratio (%) ⁽⁷⁾	0.04	0.05	0.04	0.04	0.05
Portfolio turnover rate (%) ⁽⁸⁾	4.68	9.74	2.21	25.50	0.55
Net asset value per unit (\$)	13.54	12.86	11.84	10.45	11.42

Series F

Net Assets per Unit⁽¹⁾

Commencement of operations: August 28, 2014

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Net Assets, Beginning of Accounting Period Shown ^(a)	12.89	11.79	10.41	11.37	10.86
Increase (Decrease) from Operations (\$)					
Total revenue	0.19	0.26	0.28	0.31	0.29
Total expenses	(0.17)	(0.14)	(0.13)	(0.13)	(0.13)
Realized gains (losses)	0.71	0.24	0.18	0.38	0.72
Unrealized gains (losses)	0.24	0.74	1.24	(1.13)	0.08
Total Increase (Decrease) from Operations (\$) ^(a)	0.97	1.10	1.57	(0.57)	0.96
Distributions (\$)					
From net investment income (excluding dividends)	—	—	—	—	—
From dividends	—	0.06	0.15	0.16	0.11
From capital gains	0.47	—	0.04	0.34	0.33
Return of capital	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.47	0.06	0.19	0.50	0.44
Net Assets, End of Accounting Period Shown (\$) ^(a)	13.43	12.89	11.79	10.41	11.37

Ratios and Supplemental Data

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Total net asset value (ooo's of \$) ⁽⁵⁾	104,504	79,150	69,156	60,199	25,772
Number of units outstanding ⁽⁵⁾	7,782,597	6,140,951	5,864,519	5,785,788	2,266,102
Management expense ratio (%) ⁽⁶⁾	1.28	1.28	1.21	1.23	1.22
Management expense ratio before waivers or absorptions (%)	1.30	1.30	1.23	1.25	1.23
Trading expense ratio (%) ⁽⁷⁾	0.04	0.05	0.04	0.04	0.05
Portfolio turnover rate (%) ⁽⁸⁾	4.68	9.74	2.21	25.50	0.55
Net asset value per unit (\$)	13.43	12.89	11.79	10.40	11.37

Series F5

Net Assets per Unit⁽¹⁾

Commencement of operations: August 28, 2014

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	10.34	9.92	9.12	10.41	10.37
Increase (Decrease) from Operations (\$)					
Total revenue	0.15	0.21	0.24	0.27	0.26
Total expenses	(0.13)	(0.12)	(0.12)	(0.12)	(0.13)
Realized gains (losses)	0.56	0.21	0.15	0.34	0.57
Unrealized gains (losses)	0.18	0.98	1.10	(0.98)	0.17
Total Increase (Decrease) from Operations (\$) ⁽²⁾	0.76	1.28	1.37	(0.49)	0.87
Distributions (\$)					
From net investment income (excluding dividends)	—	—	—	—	—
From dividends	—	0.04	0.12	0.14	0.11
From capital gains	0.36	—	0.04	0.29	0.31
Return of capital	0.52	0.46	0.41	0.43	0.44
Total Annual Distributions (\$) ⁽³⁾	0.88	0.50	0.57	0.86	0.86
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	10.26	10.34	9.92	9.12	10.41

Ratios and Supplemental Data

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) ⁽⁵⁾	23,603	15,729	9,697	8,865	3,881
Number of units outstanding ⁽⁵⁾	2,299,917	1,521,137	977,845	971,965	372,870
Management expense ratio (%) ⁽⁶⁾	1.28	1.28	1.25	1.26	1.25
Management expense ratio before waivers or absorptions (%)	1.32	1.31	1.27	1.28	1.26
Trading expense ratio (%) ⁽⁷⁾	0.04	0.05	0.04	0.04	0.05
Portfolio turnover rate (%) ⁽⁸⁾	4.68	9.74	2.21	25.50	0.55
Net asset value per unit (\$)	10.26	10.34	9.92	9.12	10.41

Series T5

Net Assets per Unit⁽¹⁾

Commencement of operations: August 28, 2014

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	9.76	9.47	8.75	10.01	10.06
Increase (Decrease) from Operations (\$)					
Total revenue	0.14	0.20	0.23	0.28	0.25
Total expenses	(0.24)	(0.21)	(0.21)	(0.22)	(0.23)
Realized gains (losses)	0.54	0.19	0.15	0.36	0.55
Unrealized gains (losses)	0.15	0.71	1.01	(1.10)	0.20
Total Increase (Decrease) from Operations (\$) ⁽²⁾	0.59	0.89	1.18	(0.68)	0.77
Distributions (\$)					
From net investment income (excluding dividends)	—	—	—	—	—
From dividends	—	—	0.02	0.05	0.01
From capital gains	0.13	—	0.04	0.26	0.30
Return of capital	0.49	0.48	0.42	0.45	0.49
Total Annual Distributions (\$) ⁽³⁾	0.62	0.48	0.48	0.76	0.80
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	9.77	9.76	9.47	8.75	10.01

Ratios and Supplemental Data

Accounting Period Ended	2021	2020	2019	2018	2017
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) ⁽⁵⁾	14,809	9,670	7,903	6,398	1,884
Number of units outstanding ⁽⁵⁾	1,515,243	990,918	834,899	731,574	188,257
Management expense ratio (%) ⁽⁶⁾	2.44	2.41	2.35	2.36	2.35
Management expense ratio before waivers or absorptions (%)	2.48	2.44	2.38	2.39	2.38
Trading expense ratio (%) ⁽⁷⁾	0.04	0.05	0.04	0.04	0.05
Portfolio turnover rate (%) ⁽⁸⁾	4.68	9.74	2.21	25.50	0.55
Net asset value per unit (\$)	9.77	9.76	9.47	8.75	10.01

- ⁽¹⁾ This information is derived from the Portfolio's Annual Audited Financial Statements. The net assets per unit presented in the financial statements might differ from the net asset value calculated for fund pricing purposes. The differences are explained in the notes to the financial statements.
- ⁽²⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the average number of units outstanding over the accounting period.
- ⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Portfolio, or both.
- ⁽⁴⁾ The net assets are calculated in accordance with IFRS.
- ⁽⁵⁾ This information is provided as at the last day of the accounting period shown.
- ⁽⁶⁾ Management expense ratio is based on total expenses including sales taxes for the accounting period indicated (excluding commission, other portfolio transaction costs and withholding taxes) and is expressed as an annualized percentage of daily average net value during the accounting period.
- ⁽⁷⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the accounting period. The trading expense ratio includes, if necessary, the trading expenses from its underlying funds, as described in Article 15.2 of Regulation 81-106.
- ⁽⁸⁾ The portfolio's turnover rate indicates how actively the Portfolio's manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Portfolio buying and selling all of the securities in its portfolio once in the course of the accounting period. The higher a portfolio's turnover rate in an accounting period, the greater the trading costs payable by the Portfolio in the accounting period, and the greater the chance of an investor receiving taxable capital gains in the accounting period. There is not necessarily a relationship between a high turnover rate and the performance of a Portfolio.

Summary of Investment Portfolio

As of December 31, 2021

Portfolio Top Holdings

	% of Net Asset Value
RBC Global Bond Fund, Series O	24.1
Edgepoint Global Portfolio, Series I	13.1
Capital Group Global Equity Fund, Series I	12.2
Fidelity Canadian Disciplined Equity Fund, Series O	10.8
RBC Global High Yield Bond Fund, Series O	9.8
Manulife Strategic Income Fund, Series I	9.7
Beutel Goodman American Equity Fund, Series I	7.8
CI Black Creek International Equity Corporate Class Fund, Class I	7.1
BMO Canadian Small Cap Equity Fund, Series I	5.6
Cash, Money Market and Other Net Assets	(0.2)
	100.0

Net asset value

\$318,924,566

Asset Mix

	% of Net Asset Value
Fixed Income Funds	43.5
Global Equity Funds	32.5
Canadian Equity Funds	16.4
American Equity Funds	7.8
Cash, Money Market and Other Net Assets	(0.2)

The above table shows the top 25 positions held by the Portfolio. In the case of a Portfolio with fewer than 25 positions, all positions are indicated.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Portfolio. A quarterly update is available. Please consult the website www.nbinvestments.ca, or contact your advisor.

The prospectus and other information on the underlying investment funds are available on the Internet at www.sedar.com.