NATIONAL BANK FINANCIAL WEALTH MANAGEMENT

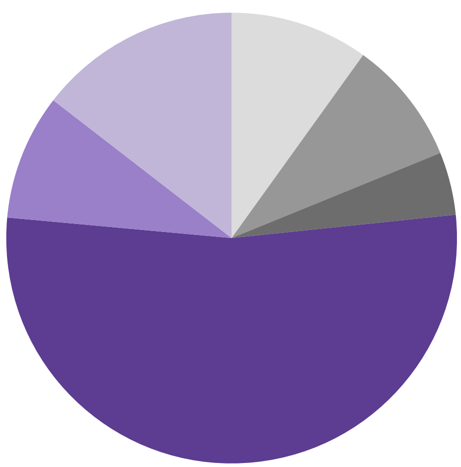
DALPÉ WEALTH PARTNERS

PERFORMANCE

Performance	Q2-24	2024	2023
Sabius[1]	**5.5 %**	**12.2 %**	**21,7 %**
Morningstar Category[2]	0.9 %	5.1 %	7,4 %
Morningstar Bench. Index[3]	1.5 %	6.2 %	11,6 %

Allocation by Asset Class

AS OF JUNE 30st , 2024



Fixed Income **23.5 %**
- Cash & Short Term Liquidity **9.9 %**
- Fixed Income **8.9 %**
- Capital Protected Notes **4.7 %**

Equity **53.0 %**

Alternatives (Institutional mandates) **9.0 %**

Alternatives (Structured Notes) **14.5%**

Sabius private institutional mandate continues its outperformance, closing the quarter at +5.5%, compared to +1.5% for the benchmark index. This result is in line with the excellent performance of 2023, where the Sabius fund ranked first in its Morningstar category with a return of 21.66%, significantly exceeding the average of competing funds (7.38%) and the benchmark index (11.57%).

As in previous quarters, our selection of listed securities (Q2: 8.9% & 2024: 23.5%) has significantly outperformed global equity indices (see table below). We will detail the reasons for this outperformance later in this report.

Performance	Q2-24	2024
S&P Canada Aggregate Bond TR	1,0 %	-0,2 %
S&P/TSX Composite Index TR	-0,5 %	6,1 %
S&P 500 TR USD	4,3 %	15,3 %
MSCI World ex USA TR	1,0 %	10,4 %
MSCI ACWI TR USD	3,0 %	11,6%
USD/CAD	2,8 %	3,3 %

After overestimating the probabilities of monetary easing at the end of 2023, bond markets are going through a difficult year. However, Sabius is doing well in this asset class with a positive return of 0.5% since January, outperforming the benchmark index (-0.2%).

Institutional mandates in private assets have made an initial contribution of 0.5% to the fund's performance, thanks to the revaluation of our position in a fund specialized in artificial intelligence. Structured notes have also contributed 1.5% since the beginning of the year. We are convinced that this asset class will support the fund's performance over the long term.

Our exposure to foreign currencies, mainly the US dollar, has a positive impact on the fund's performance. We are not currently hedging this exposure as we have a neutral view on the currency. We believe that the Bank of Canada will need to maintain a less restrictive monetary policy than that of the United States.

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QUARTERLY COMMENTARY

Market Review

The second quarter of 2024 highlights the unexpected resilience of the global economy in the face of two years of monetary tightening orchestrated by central banks. Despite initial fears of a recession, the economy has shown remarkable resilience, even as signs of a slowdown emerge.

In June, the Bank of Canada and the European Central Bank initiated a cautious shift towards monetary easing, while closely monitoring inflationary risks. This positive development nonetheless raises questions about the future trajectory of global growth.

In Canada, the economy is showing a marked slowdown, characterized by a decline in GDP per capita and sluggish domestic demand. GDP per capita has fallen 3.5% from its peak, an unprecedented decline outside of recessionary periods. This slowdown is accentuated by the fact that domestic demand growth has lagged behind population growth for the seventh consecutive quarter.

In Europe, persistent inflation is hindering the ECB's ability to further ease monetary policy, thus limiting economic growth below its potential, particularly in a context of fiscal consolidation.

China, meanwhile, is facing persistent challenges in the real estate sector, despite government support measures. The lack of liquidity in this sector could weigh on the country's overall growth.

The U.S. economy stands out for its robustness, posting higher growth than other developed countries. However, signs of a slowdown are emerging in the labor market and on the consumer side, with an increase in losses on auto and credit card loans, calling for increased vigilance.

Investment Outlook

The second quarter of 2024, marked by cautious optimism, saw progress in the stock markets, but with contrasting performances across sectors. Technology stocks shone, while cyclical sectors struggled. The Canadian market underperformed, mainly due to an outflow of foreign capital exceeding $37 billion over the past 12 months, a trend often observed during recessions.

The slowdown in inflation reassured the bond market, reducing fears of an overheated economy. Bond yields have fallen, offering attractive investment opportunities.

While it is premature for a complete portfolio rotation, monetary easing paves the way for investments in sectors more sensitive to interest rates. The concentration of stock market gains in a few stocks has created opportunities in sectors/markets undervalued compared to large U.S. caps. We are considering a gradual rotation towards these neglected sectors in the coming quarters, while remaining cautious in the face of persistent economic uncertainties.

In this context, we maintain a balanced allocation between equities and bonds.

NATIONAL BANK FINANCIAL WEALTH MANAGEMENT · DALPÉ WEALTH PARTNERS

INSTITUTIONAL MANDATES

The fund currently has 9.1% of its capital invested in institutional mandates. This proportion is expected to increase significantly in the coming quarters.

Multi-Year Deployment

The gradual deployment of capital in a private equity fund, spread over several years, is a deliberate and rigorous investment strategy. Once the fund selection process is completed within Sabius, we commit capital to managers who then take the time to meticulously identify and evaluate the most promising investment opportunities. Each transaction, complex by nature, requires careful negotiation that can take several months.

This staggered deployment over several years offers a twofold advantage: it avoids the "vintage" risk, i.e., concentrating investments in a specific period, and promotes optimal risk diversification. By spreading investments over time, the fund can seize the best opportunities over the years, thus optimizing returns for its investors.

This strategy aligns with the typical lifespan of a closed-end fund, usually 10 years. During this period, the fund actively supports the development of portfolio companies before initiating the realization (or exit) phase in the final years of the fund, where the majority of gains are typically realized (J-curve performance).

Sabius has currently invested 9.1% of its capital in private assets but has already committed nearly 25% of the fund to managers.

Asset Class	Current	Committed
Agriculture	3.3	3.3
Private Equity	1.7	8.0
Carbon Credit	0.9	8.8
Infrastructure	0.8	2.4
Real Estate	2.4	2.4
Total	**9.1**	**24.9**

Activities During the Quarter

As planned during the quarter, an investment was called in Inlandsis' carbon credit fund. This was to finance one of the most ambitious decarbonization projects by introducing regenerative thermal oxidation (RTO) technology in a soda ash production plant of the company Solvay.

A revaluation of our position in Overbay's artificial intelligence fund took place during the quarter. The value of the fund, which holds stakes in leading companies in the sector such as OpenAI and Anthropic, was revised upwards by 18% during the quarter. It is rare to see such rapid revaluations in a private equity fund, which normally have a "J" curve appreciation. This reflects the quality of the portfolio companies and the fact that they benefited from initial low valuations for OpenAI and Anthropic.

PUBLICLY TRADED EQUITY

During the quarter, a large part of Sabius' performance came from the equity portfolio (78% excluding currency and 74% including currency). During the quarter, we increased our equity weighting from 43.7% to 53.1%. Sabius' equity portion achieved a return of over 8.9%, outperforming the S&P 500 TR USD (4.3%) and the MSCI All-Cap World ex USA USD (1.1%).

Market Concentration

Our selection of listed equities has continued to outperform the major global indices. This outperformance is even more remarkable given that we had no direct exposure to Nvidia, which has contributed to nearly a third of the S&P 500's gains since the beginning of the year. Four other stocks (Microsoft, Alphabet, Amazon, and Meta) are responsible for another third of the S&P 500's performance.

The concentration of the S&P 500 is at its highest level in over 30 years, with the top 10 stocks alone accounting for nearly 36.8% of the index. If we reduce the weight of these stocks since the beginning of the year, US equities have had a much less impressive start to the year. Indeed, while the market-cap weighted S&P 500 is up 15.3%, the equal-weighted index, which gives equal weight to each of the 500 companies, has only returned 5.1%, lower than the Canadian TSX Composite Index (6.1%). In reality, only 21% of S&P 500 companies have outperformed the index. We are therefore very proud of our stock selection since the creation of the fund.

Contributors

Although our Chinese holdings have been among our worst performers for several quarters, the last quarter was more favorable. Tencent Holdings was our top-performing stock for the quarter with a performance of 24% (contribution of 0.3%). It was followed by TSMC (+24%, contribution 1.23%), Broadcom (+20%, contribution 0.43%), and Alphabet (+18%, contribution 0.91%).

Only 4 sectors finished in positive territory for the MSCI ACWI, and we were overweight in the two best-performing sectors of the quarter, namely technology and communication services (overweight of +4.5% and +9.4%). Increasing our exposure to equities during the quarter was also a contributing factor to the fund's strong performance.

Detractors

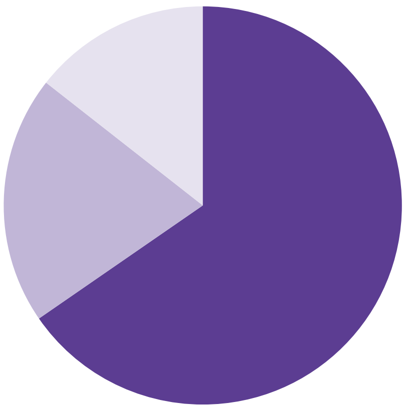
The two main detractors from our portfolio were consumer discretionary stocks Estée Lauder (-35%, contribution of -0.53%) and LVMH (-14%, contribution of -0.40%). Estée Lauder and LVMH both generate a significant portion of their revenue in Asia. Weakness in consumer demand and disruptions in the retail travel sector, particularly in Asia, therefore pose a risk to these two stocks.

At the sector level, the biggest detractor from value was our overweight in the consumer discretionary sector. Although the global consumer is showing signs of weakness, we believe our positions in this sector are less risky than other stocks in the sector.

PUBLICLY TRADED EQUITY

Geographic Breakdown

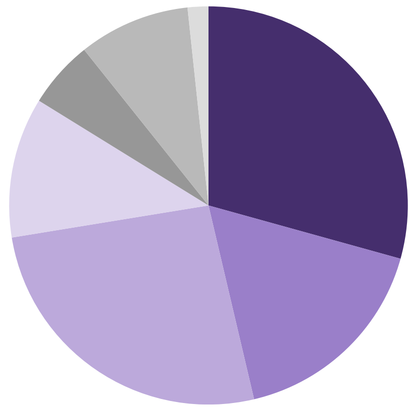
AS OF JUNE 30TH, 2024



- Americas **65.5 %**
- Larger Europe **16.0 %**
- Larger Asia **18.5 %**

Sector Breakdown

AS OF JUNE 30TH, 2024



- Information Technology **28.6 %**
- Communication Services **16.6 %**
- Consumer Discretionary **25.5 %**
- Healthcare **11.1 %**
- Financials **5.3 %**
- Industrials **8.8 %**
- Utilities **1.6 %**

Equity Portfolio Breakdown

AS OF JUNE 30TH, 2024

TOP HOLDINGS	
TSMC	6,8 %
Alphabet Inc.	6,1 %
Amazon.com, Inc.	5,5 %
Microsoft Corporation	4,1 %
Tesla Yield Shares	3,2 %
Schneider Electric SE	2,9 %
Broadcom Inc.	2,8 %
Visa Inc.	2,7 %
Louis Vuitton Moet Hennessy	2,5 %
Danaher Corp.	2,1 %
Samsung Electronics	2,0 %
Thermo Fisher Scientific Inc.	1,7 %
Novo Nordisk A/S	1,7 %
Tencent Holdings Limited	1,5 %
Mercadolibre Inc.	1,3 %
Amazon Yield Shares	1,3 %
Estee Lauder Compagnies Inc.	1,2 %
Siemens AG	1,2 %
Alphabet Yield Shares	1,1 %
Bloom Energy	0,5 %
Altus Power Inc.	0,5 %
Fluence Energy Inc.	0,5 %

TRANSACTIONS

Here is a summary of the major transactions carried out during the quarter

SECURITY	TRANSACTION	JUSTIFICATION
Altus Power Inc. Bloom Energy Fluence Energy Inc. Siemens AG Autocall Canadian Utilities - Coupon 17%	Purchase	The global emphasis on transitioning to cleaner energy sources, driven by climate change concerns and government incentives, is increasing demand for products and services offered by these companies. This shift could lead to significant growth in their revenues and stock prices. We initiated a small initial position, anticipating that the easing of monetary policy will make these investments even more attractive.
Novo Nordisk A/S	Purchase	We think we are still early in what could be a $200 billion global market for GLP-1 market) for diabetes and obesity (Ozempic and Wegovy). Over 650 million adults worldwide classified as obese.
Mercadolibre Inc.	Purchase	As part of our strategy to increase our exposure outside the United States, we are adding to our position in this e-commerce juggernaut, whose long-term potential we find compelling
Samsung Electronics	Purchase	Samsung stands to recover in the memory market with its advancements in HBM (High Bandwidth Memory), which is crucial for the development of AI.
Green bonds/ Long term Treasuries	Increase	With the end of restrictive monetary policy in sight, we increased the duration of our portfolio
Amazon.com, Inc. LVMH Visa Inc.	Increase	We are increasing our position in these high-conviction stocks due to their attractive relative valuations.
Tesla notes / Tesla Yield Shares	Switch	We decided to replace our exposure to Tesla from a structured note to a yield share, anticipating it would be more fiscally advantageous by replacing interest income with potential capital gains. At the time of purchase, the yield shares had the potential to yield up to 22% annually.
Alibaba	Sell	Alibaba is losing market share to competitors like PDD Holdings and Douyin, and there's no quick fix in sight. Additionally, the Chinese market has been a difficult place to invest for a while now, adding another layer of risk.
Veralto	Sell	Received as a spinoff from Danaher. We sold the position with a modest gain of 28%

DETAILED POSTIONS—PUBLICLY TRADED-EQUITY

SECURITY	DESCRIPTION
Alphabet Inc.	Alphabet is one of the largest advertisers in the world (Google, YouTube) and dominates 80% of the global online search market. Through its Android operating system, it collects revenue from the sale of applications and mobile transactions (Google Pay). Alphabet's TPUs, processors specifically designed for AI, give the company a significant competitive advantage in the development and deployment of advanced AI models, fueling innovation in various fields such as research, healthcare, and productivity.
Altus Power Inc.	Altus Power is a developer, owner, and operator of large-scale solar, energy storage, and EV charging systems that serve commercial, industrial, and community solar customers. Its key Blackstone and CBRE relationships lower their customer acquisition cost, enable scalable financing access and enable positive EBITDA generation.
Amazon.com, Inc.	Amazon is the largest player in e-commerce and cloud services. It is on track to become a major player in advertising as well. As a hyperscaler with massive infrastructure and a strategic partnership with Anthropic, Amazon is ideally positioned to become a major player in the AI field, developing and deploying advanced AI models at scale.
Bloom Energy	Bloom Energy is a differentiated pure-play hydrogen equipment manufacturer, well-positioned to capitalize on the rapidly expanding hydrogen market. The company's solid oxide fuel cells are gaining traction in various end markets, including marine, data centers, and stationary power. With legislative tailwinds and a strong partnership with Quanta Computer (for datacenter), Bloom Energy is poised for significant growth in the clean energy sector.
Broadcom	Broadcom produces a large number of high-tech products for high-end telephones and for data centers that could benefit from significant investments to support the new needs of the AI revolution.
Danaher	Danaher is well-positioned for growth due to its strategic focus on the life science and diagnostic tools markets, which have high barriers to entry and recurring revenue streams. Through the years, the company has generated a lot of value by acquiring companies and integrating them into its Danaher Business System (DBS), focused on continuous improvement and innovation, further strengthening its long-term prospects.
Esthee Lauder Companies	Estee Lauder is the global market leader in premium beauty products (skincare, makeup, fragrances) with popular brands such as Estee Lauder, Tom Ford, Clinique, MAC, La Mer, Jo Malone, Aveda, Bobbi Brown, Too Faced, Origins, Dr Jart+ and The Ordinary.

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DETAILED POSTIONS—PUBLICLY TRADED-EQUITY

SECURITY	DESCRIPTION
Fluence Energy Inc.	Fluence Energy is well-positioned for growth due to robust demand for energy storage, favorable legislation, and an improved supply chain. The company's digital offerings and asset-lite manufacturing approach further strengthen its position in the market.
LVMH Moët Hennessy Louis Vuitton	LVMH is a global producer and distributor of luxury goods. It operates six segments: fashion and leather goods, watches and jewelry, wines and spirits, perfumes and cosmetics, selective retailing (Sephora and DTS Duty Free in airports), and other (e.g., publishing). The best-known brands include Louis Vuitton, Bulgari, Fendi, Givenchy, Tag Heuer, Hennessy, Moët & Chandon, Glenmorangie and Sephora.
Mercadolibre Inc.	MercadoLibre is well-positioned for significant growth due to increasing e-commerce and digital payment adoption in Latin America. The company's comprehensive ecosystem, including marketplace, payments, lending, shipping, and advertising, creates a strong competitive advantage, ensuring long-term value for investors.
Microsoft	Microsoft is an early leader in AI and remains well-positioned for public cloud growth. It has a wide economic moat due to high switching costs and a network effect, and we expect the company to continue to generate strong revenue growth with improving margins.
Novo Nordisk A/S	Novo Nordisk is a wide-moat company with a dominant position in the growing diabetes and obesity treatment markets, with the global GLP-1 market in diabetes and obesity expected to approach $200 billion by 2031. The company's innovative GLP-1 therapies, including Ozempic and Wegovy, are poised for continued growth, supported by strong clinical data and with over 650 million adults worldwide classified as obese.
Samsung Electronics	Samsung Electronics, a leading provider of high-bandwidth memory (HBM) technology, is well-positioned to capitalize on the growing demand for AI-powered applications. As AI models become increasingly complex, the need for faster and more efficient memory solutions like HBM becomes paramount. Samsung's expertise in semiconductor manufacturing, combined with its focus on HBM innovation, positions it as a key player in the AI supply chain, ensuring continued growth and profitability in the expanding AI market.
Schneider Electric	Schneider Electric is well positioned across the value chain to take advantage of long-term growth in data centers, automation, smart grid (IoT) and the electrification of fossil process.

DETAILED POSTIONS—PUBLICLY TRADED-EQUITY

SECURITY	DESCRIPTION
Siemens AG	Siemens AG, a global technology powerhouse, is well-positioned for growth due to its focus on digitalization, automation, and sustainable solutions. The company's diverse portfolio, strong innovation track record, and significant investments in key growth areas offer investors attractive long-term potential. At the time of purchase the stock was particularly cheap compared to the market.
TSMC	TSMC, the world's leading semiconductor foundry, dominates the market with over 50% of global chip production. Its unmatched technological lead, particularly with the production of the world's most advanced 3nm chips, gives it a crucial strategic position in the semiconductor industry, fueling technological innovation in many sectors such as artificial intelligence, data centers, and mobile devices.
Tencent Holdings Limited	Tencent is the world’s largest video game provider. Tencent also runs China’s largest social media super app (WeChat) used for chatting, shopping, watching videos, playing games, ordering food and cabs, etc. Tencent also has a global investment arm with stakes in companies such as Meituan, JD, DiDi, Snap, PDD, Kuaishou, Epic Games, etc.
Tesla (Yield Shares)	Tesla is a leading electric vehicle manufacturer with a strong brand and innovative technology. It is well-positioned for continued growth as the world transitions to electric vehicles, and its investments in battery technology and autonomous driving could further enhance its competitive advantage. At the time of purchase, shares had the potential to yield up to 22% annually (considered capital gains).
Thermo Fisher Scientific Inc.	Thermo Fisher Scientific sells scientific instruments and laboratory equipment for health research and analysis. The company's strategic acquisitions, focus on high-growth areas like clinical trials, and efficient operations support its ability to deliver consistent returns for investors.
Visa Inc.	Visa, as the undisputed global leader in payment processing, benefits from a sustainable competitive advantage due to its extensive and difficult-to-replicate network. This allows Visa to capitalize on the continued growth of electronic transactions and the increasing adoption of digital payments worldwide, while adapting to the constant evolution of the payment industry.

DETAILED POSTIONS—STRUCTURED NOTES

NOTES	CODE	DESCRIPTION
Accelerator Note linked to a basket of US Stocks	RBC4042	Note providing a conditional participation of 6x the return of the index of a basket of US stocks (Microsoft, Intel, Texas Instruments, Ford, TMSC, Apple, Nvidia, Qualcomm) over a 5-year period. Performance is capped at 104% (15.33% annualized).
Accelerator Note linked to a Biotech index (XBI)	RBC4043	Note providing conditional participation of 6x the performance of the U.S. Biotechnology Index (XBI) over a 5-year period. Performance is capped at 94% (14.17% annualized).
Autocall Note linked to Canadian Banks	JHN16560	Conditional autocallable income (16% per year) if a basket of Canadian bank stocks is above its initial threshold at the semi-annual evaluation.
Accelerator Note linked to a Semiconductor index (SMH)	SSP3831	Note providing conditional participation of 10x the performance of the Semiconductor Index (SHM) over a 5-year period. Performance is capped at 75% (11.84% annualized).
Accelerator Note linked to a basket of Tech Stocks	JHN2962	100% principal protected note providing a contingent interest of 1x the return of the basket of technology stocks (AMD, ASML, Intel, Nvidia) over a 7-year period. Performance is capped at 173% (15.43% annualized).
Callable Income Note linked to Moderna	JHN16669	Note distributing a monthly contingent coupon (18.93% annually) if Moderna stock is above -30% of its initial threshold. Automatic redemption after 1 year if Moderna is above 105%.
Principal Protected Note (PPN) linked to Canadian Banks	JHN2939	100% principal protected note that can provide a contingent coupon payment of 9% per year held if the Canadian Banks AR 40 Index is higher than the initial level at purchase.
Autocall Note linked to Canadian Utilities	SSP4755	Conditional autocallable income (17% per year) if a basket of Canadian utility stocks remains above its initial threshold at the annual evaluation.
Accelerator Note linked to a Regeneron & Biogen	RBC9600	Note providing a conditional participation of 10 times the return of the least performing stock between Regeneron and Biogen at the end of a 5-year period. The performance is capped at 115% (16.54% annualized)

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DETAILED POSTIONS—INSTITUTIONAL MANDATES

MANDATE	DESCRIPTION
Insight Partners (Private Equity)	Insight Partners XIII Growth Buyout Fund is one of the world's largest private equity investors (10th largest in 2022), specializing in growth software companies since 1995. It invests at all stages of company development as a controlling or minority shareholder. This flexible approach gives it a comparative advantage over its competitors. Since 2007, all of Insight Partners' funds have been top quartile in the industry with an average IRR of 25% and have grown their fund size from $1.2 billion to $17 billion.
TPG Life Sciences (Private Equity)	TPG is a renowned firm with over 30 years of existence and 135 billion under management. We believe the timing is favorable to invest in a fund dedicated to life sciences given all the recent technological advancements (mRNA, CRISPR, cellular and genetic therapies) that could mark the onset of a golden age for the industry. TPG adopts an intriguing approach with this fund, allowing for diversification across modalities, stages of company development, funding rounds, and therapeutic areas.
Brookfield Infrastructure (Infrastructure)	Brookfield Infrastructure Fund V is a $25 billion opportunistic infrastructure fund managed by Brookfield Asset Management, one of the world's largest asset allocators ($800 billion under management). Brookfield invests in the infrastructure of tomorrow with investments in renewable energy, data infrastructure networks and transportation networks.
Fiera Comox (Farmland)	Fiera Comox is a Montreal-based firm founded by Antoine Bisson Mclernon (formerly at PSP where he managed one of the world's largest agricultural portfolios). The fund has a diversified approach both geographically (focus on developed countries) and in crop types. It is an open-end fund.
CBRE US Logistics (Real Estate)	CBRE U.S. Logistics Partners (USLP) is an open-end fund focused on real estate investments in the U.S. logistics sector (e.g., distribution centers for online retail). CBRE Group is the world's largest commercial real estate investment and services company (based on 2020 revenues).
Inlandsis (Carbon Credit)	Inlandsis Fund II finances greenhouse gas (GHG) emission reduction projects in North America. It receives government-issued carbon credits as reimbursement and then resells these credits to companies that need to reduce their carbon footprint or choose to do so voluntarily. This innovative fund targets a GHG reduction impact of 24 MtCO2e (equivalent to 28% of Quebec's total emissions in a calendar year).
Alphafixe (Green Bonds)	This institutional green bond mandate is managed by Alphafixe (winner of the Canadian ESG Championship). Green bonds allow for the financing of a low-carbon economy without sacrificing returns.
Overbay Technology Leaders IV LP (Private Equity–AI)	This investment fund focuses exclusively on the artificial intelligence (AI) sector. To date, 60% of its assets have been invested in six leading companies in this field, including OpenAI and Anthropic. These investments have been made at advantageous valuations, which are often significantly lower than current market estimates.

MORNINGSTAR'S "LOW CARBON" DESIGNATION

We are particularly proud of the acknowledgment we received during this quarter. The independent organization Morningstar has granted us the "Low Carbon" designation. This acknowledgment is given to portfolios demonstrating low carbon risk, which measures the threats businesses face due to the shift towards a low-carbon economy, and also a low exposure to fossil fuels. This designation is an indicator that the businesses held in a portfolio are generally in alignment with the transition towards an economy with reduced carbon emissions.

"Sabius Private Institutional Mandate has several promising attributes that may appeal to sustainability-focused investors. Currently, the fund's involvement in fossil fuels is negligible, and compares favorably with 15.94% for its average peer."

- Morningstar

Responsible Investment

Although this recognition is appreciated, it doesn't come as a surprise. Sabius was designed as a vehicle for responsible investment. The fund has positioned ethical considerations at the heart of its investment strategy.

For the selection of publicly traded securities, we follow the investment principles of the Norwegian sovereign fund, which has been a pioneer in globally responsible investments. We apply the same principles of exclusion from investing in sectors considered problematic for a sustainable economy. Excluded sectors range from producers of weapons, tobacco, coal (or companies that rely on coal), as well as companies that demonstrate reprehensible behaviors (such as corruption, human rights violations, severe environmental impact, etc.). We also made a conscious decision to refrain from investing in oil companies.

In addition to these exclusions, as long as the returns are promising, we expect to have a positive impact with our investments. We have invested in a green bond institutional fund that finances the decarbonization activities of the economy. This mandate is managed by the Montreal firm AlphaFixe, which won the first Canadian ESG (Environment-Social-Governance) Championship in 2022.

We have also invested along with leading players in responsible investment in Quebec (Fondaction, HEC Montreal, the Lucie and André Chagnon Foundation) in the Inlandsis fund, one of the largest funds financing greenhouse gas reduction projects in Canada. The fund finances various types of projects, including the reduction of methane emissions in agricultural environments and in abandoned coal mines, and generates a return through the carbon credits released by the supported projects. Inlandsis estimates that the projects funded by the fund will reduce greenhouse gas emissions by 24 million tons over the life of the fund, equivalent to a quarter of Quebec's annual emissions.

MORNINGSTAR™

Low Carbon

NOTES

Note 1 (page 1): Our performance is calculated and verified by Purpose Investments. These results are then compiled by an independent firm, Morningstar, which aggregates all of the industry's mutual funds, classifies them into categories of funds it deems similar, and assigns them a benchmark it deems appropriate.

Note 2 (page 1): Our Morningstar category is called "Tactical Balanced Fund" and currently includes 309 Canadian mutual funds.

Note 3 (page 1): Our benchmark is called the "Morningstar Canadian Neutral Global Target Allocation CAD" and is composed as follows: Money Market (5.79%), Canadian Bonds (22.21%), Global Bonds ex-Canada (21.12%), Canadian Equities (12.36%), U.S. Equities (22.73%), Developed Markets ex-North America (13.26%), Emerging Markets Equities (2.53%).

Note 4 (multiples instances): The data about index performance were retrieved from Morningstar Direct. All Rights Reserved

Note 5 (multiples instances): Data sourced from the software TrueQuant, a financial data software owned and operated by Purpose Investments.

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The indicated rate of return is the historical annual compounded total return including changes in share/unit value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns.