

## Portfolio Manager Commentary

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Welcome to the Fall edition of our Basket Newsletter. As we enter the homestretch for 2024, we are again very happy to report continued strong performance for our Basket holders. **We have posted returns of 16.49% so far this year and continue to beat our benchmark.** Summer is generally very quiet for stock markets; however, this year brought several interesting developments. In early August, markets experienced a large sell-off caused by the frantic unwinding of a popular institutional trading strategy only to recover nicely a few short weeks later. The ongoing wars, including the developing situation in Lebanon, the US election in November, and high but declining interest rates are the main factors to watch in the months ahead.

On a positive note, we have seen the first decrease in interest rates in the US, and continued decreases in Canada and Europe. Our economist forecasts that rates will continue to fall in the US in November and December. NBF believes that rates will continue to decline over the next year as inflation cools and unemployment rises. The most difficult task for central bankers is to adjust interest rates without causing a recession or excessive inflation.

We continue to monitor our Basket holdings very closely so that we can adjust when needed and as economic conditions change. In the interim, enjoy your Fall and thank you again for your continued confidence and support. Don't hesitate to contact us if you would like to meet in person to review your present and future goals.

I have prepared this commentary to give you my thoughts on various investment alternatives and considerations which may be relevant to your portfolio. This commentary reflects my opinions alone, and may not reflect the views of National Bank Financial Group. In expressing these opinions, I bring my best judgment and professional experience from the perspective of someone who surveys a broad range of investments. Therefore, this report should be viewed as a reflection of my informed opinions rather than analyses produced by the Research Department of National Bank Financial.

### Investment Objectives

To provide a diversified portfolio, predominantly of Canadian securities, that produces capital appreciation and moderate income. The portfolio performance will be proportionately measured against the TSX and US indices.

### Fund Details

<b>Inception Date:</b>	<b>Sept. 25, 2002</b>
<b>Inception Value:</b>	<b>\$12,980 Cdn</b>
<b>30 Sep 24 Value:</b>	<b>\$72,845 Cdn</b>
<b>Total Distributions:</b>	<b>\$18,319 Cdn</b>
<b>(Since Inception)</b>	

### Total Returns (gross of fees) 30 Sep 24

	<u>Basket</u>	<u>Benchmark</u>
<b>3 mths:</b>	<b>5.41%</b>	<b>9.41%</b>
<b>1 year:</b>	<b>22.87%</b>	<b>26.59%</b>
<b>3 years:</b>	<b>10.78%</b>	<b>9.69%</b>
<b>5 years:</b>	<b>12.76%</b>	<b>10.72%</b>
<b>Since Inception:</b>	<b>10.19%</b>	<b>8.94%</b>

### Present Holdings - As at Sep 30, 2024

<u>Company</u>	<u>Sector</u>	<u>Weighting</u>	<u>ESG Score*</u>
Invesco QQQ (US)	Technology/Other	10.89%	N/A
iShares Healthcare (US)	Healthcare	8.46%	N/A
National Bank of Canada	Financials	6.33%	B
Visa (US)	Financials	6.13%	B
Teck Resources	Materials	5.44%	A-
Trisura Group Ltd.	Financials	5.23%	C
Quebecor	Telecom	4.96%	C+
Canadian Natural Resources	Energy	4.94%	B-
CIBC	Financials	4.80%	B+
Cenovus Energy	Energy	4.42%	B+
Element Fleet Management	Industrials	4.35%	C+
GFL Environmental	Industrial	4.16%	B+
Tourmaline	Energy	4.15%	C+
Delta Airlines	Industrials	4.15%	B
Bank of Nova Scotia	Financials	4.06%	A-
Canadian Pacific Kansas City	Industrials	3.82%	A
Capital Power	Utility	3.79%	B-
Boeing (US)	Industrials	3.39%	A-
Costco	Consumer Staples	3.30%	B+
Kinaxis	Technology	3.10%	A-
<b>Total</b>		<b>100.00%</b>	

### Portfolio Allocation

by Sector As at Sep 30, 2024

Financials	26.64%
Industrials	20.27%
Energy	13.58%
Healthcare	9.13%
Technology	8.70%
Telecom	6.71%
Materials	5.62%
Consumer Staples	3.96%
Utilities	3.95%
Consumer Discretionary	1.41%
Real Estate	0.02%
<b>Total</b>	<b>100.00%</b>

### Year Over Year Returns

<u>Period</u>	<u>Return on Investment</u>
2002*	5.82%
2003	21.35%
2004	7.13%
2005	14.96%
2006	21.61%
2007	5.94%
2008	-22.45%
2009	18.04%
2010	12.31%
2011	4.69%
2012	9.52%
2013	18.59%
2014	16.82%
2015	-2.41%
2016	15.76%
2017	14.02%
2018	-6.74%
2019	23.95%
2020	9.36%
2021	18.21%
2022	3.43%
2023	9.50%

\*From 25 Sep 02 to 31 Dec 02

\*ESG Scores are collected from Refinitiv via Thomson One

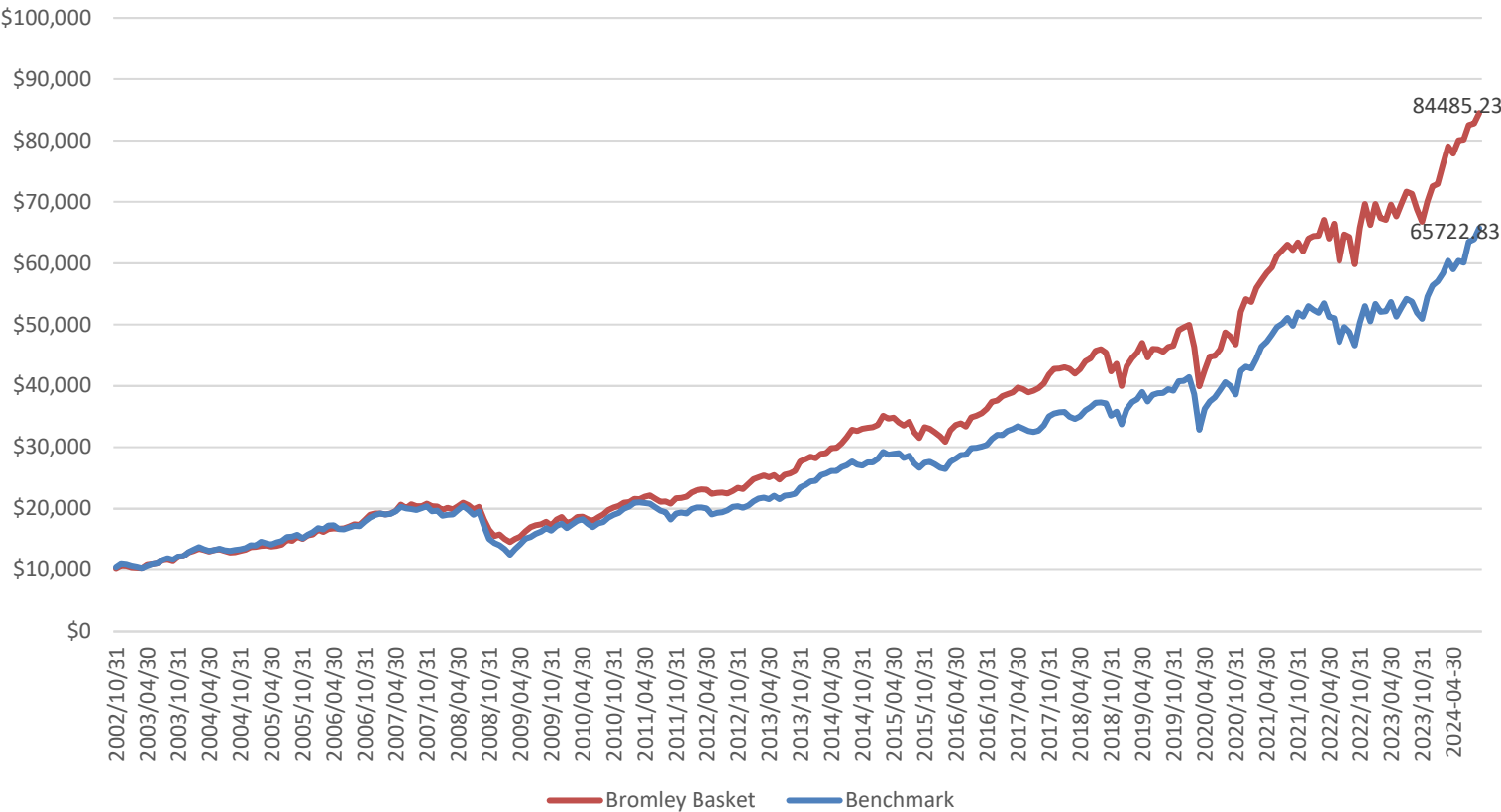
\*Please note effective for the Sep 30, 2023 newsletter, Visa has been reclassified from Technology to Financials, QQQ has been reclassified from Technology to Technology/Other

\*Please note effective for the March 31, 2024 newsletter, Element Fleet has been reclassified from Financials

**Transaction Summary for the Quarter:** Sold 94 shares Air Canada (AC-T); Sold 2 shares Costco (COST-US); Sold 30 shares Teck Resources (TECK.B-T); Bought 44 shares Delta Airlines (DAL-US); Bought 102 shares Quebecor (QBR.B-T)

## Bromley Basket Growth from \$10,000 Performance Comparison

### Portfolio Value vs Index value



**Benchmark calculated as: {0.7 x (S&P/TSX Total Returns)} + {0.3 x (DJII x US\$)}**

Note: Effective September 30, 2006, we changed one of the components of the Benchmark to more closely represent the holdings in our Basket. i.e. In the past, we were using the TSX300 Index to tabulate the Benchmark, but are now using the S&P/TSX Total Returns Index to calculate the Benchmark returns. For comparison purposes to our Benchmark, the returns are calculated gross of fees

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