

Bond Basket

What is a Basket?

It is an investment model that is managed by a professional portfolio manager on a discretionary basis in your brokerage account. You directly own its underlying securities and receive the dividends and/or interest paid.

Investment Strategy

The Bond Basket is mainly composed of investment grade bonds. The portfolio manager will adjust his strategy according to the direction of interest rates, generally shortening duration when interest rates go up and increasing it when rates go down. The portfolio manager will also look for the best corporate bonds and take advantage of spreads between government and corporate bonds. In addition, the manager will look for companies with credit ratings that can improve. Your Investment Advisor may provide you with the complete Investment Policy Statement.

Details

Investment horizon

Less than 1 year	At least 1 year	At least 3 years	At least 5 years
------------------	------------------------	------------------	------------------

Code 844076

Inception Date: January 29, 1998

Initial minimum investment: \$53,882 CAD*

Subsequent investment: \$26,941 CAD*

Portfolio Manager:

Alphafixe Capital Inc.

Benchmark:

FTSE Canada Universe Bond Index

* Contingent on the market value of the Basket and accrued interests/dividends at the time of purchase.

Risk Management

This investment is not guaranteed and its value can go down as well as up.

Low	Low to Medium	Medium	Medium to High	High
------------	---------------	--------	----------------	------

How much does it cost?

The fees you pay depend on the type of agreement you signed with your investment advisor. This agreement prevails over the following table. Should you have no such signed agreement, the following charges apply.

Investment	Fees
\$1 or more	0.75%

Mandate Statistics

Average Coupon	3.46%
Yield to Maturity	4.04
Average Duration	6.77

Asset Allocation



Canadian Government Bonds	54.92%
Canadian Corporate Bonds	42.09%
Foreign Corporate Bonds	1.90%
Canadian Equity	0.55%
Cash and Equivalents	0.54%
US Equity	0.01%

Top Holdings (%)

NBI Sustainable Canadian Corporate Bond ETF (NSCC)	31.80%
Ontario Province 4.70% 02-Jun-2037	13.28%
Ontario Province 3.75% 02-Jun-2032	11.04%
NBI Sustainable Canadian Short Term Bd ETF (NSSB)	6.41%
Canada Housing Trust No 1 1.80% 15-Dec-2024	6.35%
Ontario Province 1.35% 08-Sep-2026	5.97%
Royal Bank of Canada 2.35% 02-Jul-2024	4.85%
Canada Government 5.75% 01-Jun-2033	4.55%
Quebec Province 5.00% 01-Dec-2038	3.86%
Quebec Province 3.50% 01-Dec-2045	3.70%
Total	91.81%

Calendar Returns (%)

YTD	2021	2020	2019	2018	2017	2016
-8.86	-2.92	8.65	7.25	0.97	3.34	2.13

Annualized Returns (%)

1 month	3 month	6 month	1 year	3 year	5 year	10 year	Since Inception
3.37	1.18	-5.85	-9.39	-1.22	1.23	2.13	4.50

Returns before management fees

Disclosure

This summary may not contain all the information you need. Refer to the Discretionary Management Agreement for more detailed information. Should you require further information, please contact your National Bank Financial Investment Advisor. You can have access to this summarized fact sheet and the Disclosure Statement at <http://nbfwm.ca/en/baskets>.

National Bank Financial - Wealth Management (NBFWM) is a division of National Bank Financial Inc. (NBF), as well as a trademark owned by National Bank of Canada (NBC) that is used under license by NBF. NBF is a member of the Investment Industry Regulatory Organization of Canada (IIROC), the Canadian Investor Protection Fund (CIPF), and is a subsidiary of NBC, a public company listed on the Toronto Stock Exchange (TSX: NA). The Baskets are offered in the context of the Discretionary Management Program offered by NBF.

This document may not be copied or distributed, either in whole or in part, without the prior written consent of NBF.

The information and the data supplied in the present document, including those supplied by third parties, are considered accurate at the time of their printing and were obtained from sources which we consider reliable. We reserve the right to modify them without advance notice. This information and data are supplied as informative content only. No representation or guarantees, explicit or implicit, is made as for the exactness, the quality and the complete character of the information and data contained herein. An investment within National Bank Financial's discretionary management program is not guaranteed and its value changes frequently. Past performance is no guarantee of future returns.