

June 16, 2026

Bromley Advisor Basket Switch

We have recently made the following changes within the Bromley Advisor Basket.

SOLD

110 shares Cenovus Energy (CVE-T)

BOUGHT

72 shares Element Fleet Management (EFN-T)

6 shares Amazon (AMZN-US)

The rationale behind this decision is rooted in portfolio discipline, valuation awareness, and our forward-looking outlook across sectors. We have elected to trim our position in Cenovus following a period of strong performance driven by elevated commodity prices and favourable dynamics in the energy sector. These factors had caused Cenovus' weight in the basket to rise till it approached our 15% limit for any one holding. While we continue to view Cenovus as a well-managed company with high-quality assets, we believe the risk/reward profile has become more balanced at current levels. As such, we felt it was prudent to realize a portion of gains and redeploy capital into opportunities with more compelling long-term growth characteristics. At the same time, the energy sector remains inherently cyclical and sensitive to macroeconomic variables, including commodity price volatility, global demand expectations, and current geopolitical developments. Given this backdrop, we believe modestly reducing exposure helps maintain appropriate diversification while preserving gains achieved during the recent upswing. Proceeds from the trimming of Cenovus have been redeployed into Amazon and Element Fleet Management—two companies where we see strong fundamental momentum and attractive long-term return potential.

We've increased our exposure to Amazon as we believe the company remains exceptionally well-positioned to benefit from continued secular growth in both e-commerce and cloud computing. Amazon Web Services (AWS) continues to be a key driver of profitability and innovation, while improving cost discipline across the retail segment has enhanced overall operational efficiency. In our view, the company's scale, market leadership, and reinvestment capabilities provide a compelling runway for sustained earnings growth. We've also added to our position in Element Fleet Management, a global leader in fleet management solutions. Element continues to deliver consistent earnings growth supported by long-duration client relationships, strong free cash flow generation, and a scalable, asset-light business model. Additionally, management's focus on operational efficiency and capital allocation, including share buybacks and debt reduction, reinforces our confidence in the company's ability to compound value over time. With the recent pullback in the stock price, we also feel the timing is right to add to this global leader in fleet management.

Overall, this repositioning reflects our ongoing commitment to actively managing the portfolio with a focus on optimizing risk-adjusted returns. By selectively trimming positions that have performed well and reallocating capital toward businesses with strong structural growth profiles, we aim to enhance the long-term resilience and return potential of the Basket. We remain confident in these adjustments and believe they will be beneficial for your portfolio over the long term. As always, we appreciate your continued trust and support.

Yours truly,

NATIONAL BANK FINANCIAL

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