Large Cap Dividend Growth Portfolio

December 31, 2020

Portfolio Manager:

Jim Van Vliet, Senior Investment Advisor

2019 Awards of Excellence
Portfolio Management Excellence
National Winner

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Basket Investment Strategy

The portfolio is invested primarily in low volatility, dividend-paying equities, with a history of dividend growth, in addition to earnings growth. The portfolio's mandate is to be primarily invested in Canada, but may also hold some U.S. and International stocks.

Top 10 Holdings

Issuer	Sector	%
NORTHLAND POWER INC	Utilities	6.1%
ACCENTURE PLC CL-A	Technology	6.0%
HONEYWELL INTL INC	Industrials	5.4%
CANADIAN NATIONAL RAILWAY	Industrials	5.3%
ABBOTT LABORATORIES	Health care	5.0%
PEPSICO INC	Consumer staples	4.8%
THOMSON REUTERS CORP-NEW	Industrials	4.7%
NATIONAL BANK OF CDA	Financials	4.4%
PARKER-HANNIFIN CORP	Industrials	4.4%
ROYAL BANK OF CANADA	Financials	4.1%

Performance:

Portfolio Performance

	1 Month	3 Months	1 Year	3 Years	5 Years	Since Inception*
Portfolio Performance	1.3%	8.1%	8.1%	7.7%	9.9%	11.4%
Benchmark	1.7%	9.0%	5.6%	5.7%	9.3%	8.2%

**Annualized return. Portfolio inception date is June 1, 2012*

Value of Portfolio December 31, 2020	$106,800

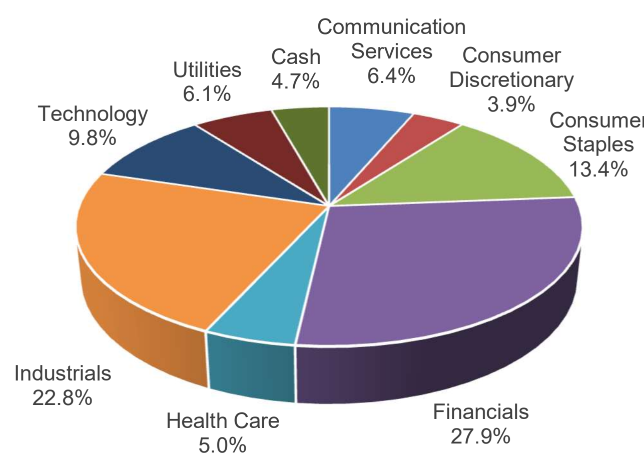
Fees: *Returns presented are gross of fees.*

Source*:*
Index performance information from Morningstar Canada.
Indices are shown for comparison purpose only.

Composition of the benchmark:
Benchmark is the TSX Total Return

Basket Geographical Breakdown

The Portfolio is comprised of 66% Canadian Equities, 24% US Equities, and 6% International Equities.



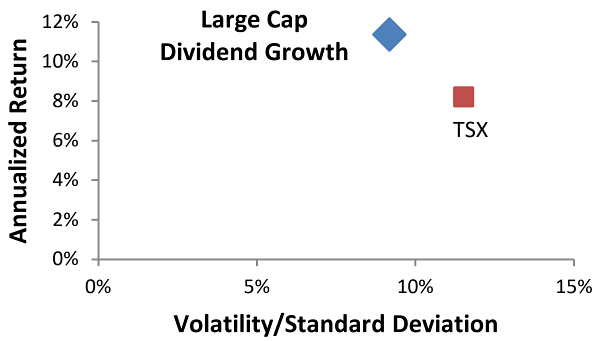
NATIONAL BANK FINANCIAL
WEALTH MANAGEMENT

Performance Data

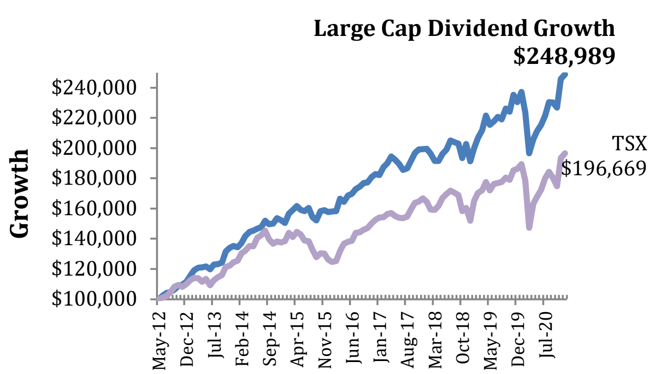
The average dividend increase for stocks in the portfolio over the past 12 months is 6.2%.

Since inception, the Basket has experienced 20.2% less volatility, while delivering 38.4% better performance than the benchmark (TSX).

Risk/Return Since Inception



Growth of $100,000



Transactions Performed During the Fourth Quarter of 2020

BUY / SELL	Description	Price (USD$)
BUY	PARKER-HANNIFIN CORP	$276.85
SELL	ABBVIE INC	$103.37

Portfolio Manager’s Comments

Our focus on companies with highly visible and steady growth, as well as strong and increasing dividends continued to be rewarded this year with excellent downside protection combined with low volatility.

Year to date, 79% of the companies in the current portfolio increased their dividends.

This adds up to solid, risk-adjusted total returns derived from steady growth in our underlying companies combined with an average current dividend yield of approximately 2.9%.

We are optimistic that our discipline of quality, value-based stock selection should continue to provide superior risk-adjusted performance for investors.

Who is this Investment for?

This Basket is suitable for investors who:

- want to add a long-term growth component to their portfolio.
- want to receive dividend income.
- are willing to tolerate a moderate level of risk.