

CAN Canadian Core Plus Bond II 75/75†



December 31, 2025

A fixed-income fund seeking to provide a high level of interest income with the potential for growth.

Is this fund right for you?

- You want to protect your money from inflation while also protecting it from large swings in the market.
- You want to invest in government and corporate bonds, as well as other debt securities issued in Canada and around the world.
- You're comfortable with a low level of risk.

Fund category
Canadian Core Plus Fixed Income

Inception date
October 05, 2009

Management expense ratio (MER)*
1.96%
(December 31, 2024)

Fund management
Mackenzie Investments



How is the fund invested? (as of December 31, 2025)



Asset allocation (%)

Domestic Bonds	93.0
Cash and Equivalents	4.6
Foreign Bonds	2.3
Canadian Equity	0.1



Geographic allocation (%)

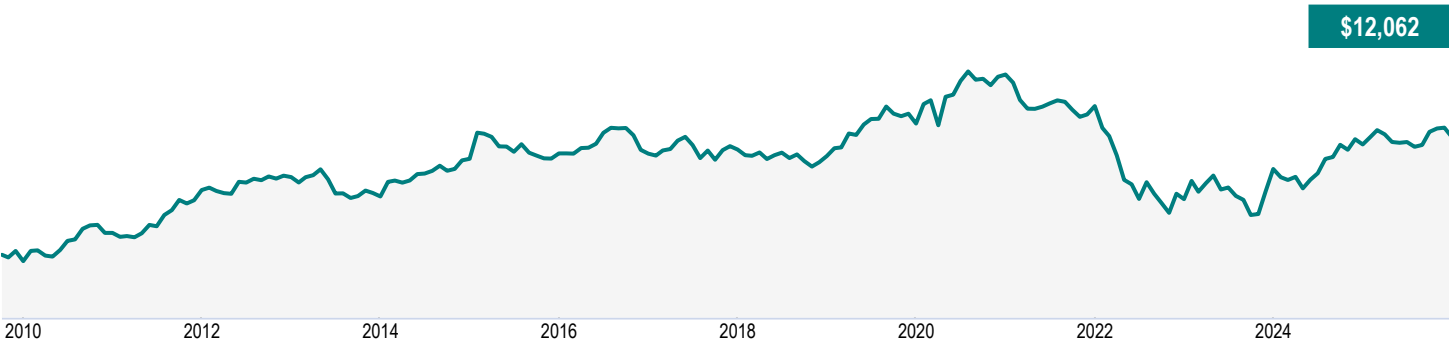
Canada	95.6
United States	2.0
France	0.3
Other	2.1



Sector allocation (%)

Fixed Income	95.3
Cash and Cash Equivalent	4.6
Financial Services	0.1
Utilities	0.1
Other	-0.1

Growth of \$10,000 (since inception)



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Fund details (as of December 31, 2025)

Top holdings	%
Canada Government 3.25% 01-Jun-2035	13.1
Ontario Province 3.95% 02-Dec-2035	5.1
Canada Government 2.75% 01-Dec-2055	4.2
Ontario Province 3.60% 02-Jun-2035	2.9
Canada Government 2.75% 01-Sep-2030	2.3
Ontario Province 4.60% 02-Dec-2055	2.2
OVERNIGHT DEPOSITS	2.0
Enbridge Inc 5.38% 27-Sep-2027	1.6
Quebec Province 4.40% 01-Dec-2055	1.5
British Cmbia Invst Mgmt Corp 4.00% 02-Jun-2035	1.4
Total allocation in top holdings	36.3

Portfolio characteristics	
Standard deviation	5.26%
Dividend yield	4.49%
Yield to maturity	3.85%
Duration (years)	7.39
Coupon	4.06%
Average credit rating	A+
Average market cap (million)	\$38,410.5

Net assets (million)
\$251.5

Price
\$12.06

Number of holdings
1408

Minimum initial
investment
\$500

Fund codes
FEL – CLGA112A
DSC^ – CLGA112B
CB4 – CLGA112C

Understanding returns

Annual compound returns (%)

1 MO	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
-1.37	-0.77	1.06	1.06	3.19	-1.73	0.24	1.16

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
1.06	3.74	4.82	-12.94	-4.20	6.99	4.85	-0.96

Range of returns over five years (November 01, 2009 - December 31, 2025)

Best return	Best period end date	Worst return	Worst period end date	Average Return	% of periods with positive returns	Number of positive periods	Number of negative periods
3.86%	March 2015	-2.09%	July 2025	0.69%	65.93%	89	46

Contact information

Customer
service centre

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Corporate website:
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Q3 2025 Fund Commentary

Market commentary

Canada's economy faced challenges in the third quarter as trade tensions with the U.S. continued. This weighed on trade activity and the manufacturing sector. Household spending demonstrated resiliency despite a slowing labour market and economic uncertainty.

The Bank of Canada (BoC) lowered its key interest rate to 2.50%, citing a weaker labour market and easing inflation. The BoC emphasized a cautious approach to balancing growth and price stability. Canada's unemployment rate was 7.1%, the highest since 2021, with youth unemployment rising sharply.

The Canadian fixed income market posted gains. Yields on 10-year Government of Canada bonds finished at 3.18%, slightly lower than 3.27% at the beginning of the quarter. Government bond prices increased, while investment-grade corporate bonds outperformed. High-yield bonds rose, driven by improving risk sentiment and appetite for income.

Performance

Overweight exposure to Kleopatra Finco SARL (9.0%, 2029/09/01) detracted from the Fund's performance. The bond declined because of lower end-market demand, the withdrawal of expected sponsor equity support and a liability management exercise that weakened market confidence.

At the sector level, government bond exposure contributed to the Fund's performance. Security selection within industrials detracted from performance.

Portfolio activity

The sub-advisor added Warnermedia Holdings Inc. (5.05%, 2042/03/15) for its attractiveness compared to peers, content portfolio and cash flow generation. Warnermedia is also expected to be added to the high-yield index, which would likely improve its liquidity and broaden investor participation. Bruce Power L.P. (4.27%, 2034/12/21) was increased for its long-term contracts, which support cash flow and credit fundamentals. The sub-advisor has a positive view of the company for its defensive profile and high quality.

Government of New Zealand (3.5%, 2033/04/14) was sold after the Reserve Bank of New Zealand lowered its interest rate in August. Carnival Corp. (5.75%, 2027/03/01) was reduced for portfolio management considerations. The proceeds were used to participate in new issues.

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There can be no assurance that the Fund's return or volatility targets will be met, or met over any particular time horizon. Targeted returns and volatility should be evaluated over the time period indicated and not over shorter periods. Targeted returns are not actual performance and should not be relied upon as an indication of actual or future performance.

This fund is available through a segregated funds policy issued by Canada Life.

A description of the key features of Canada Life's individual variable insurance contract is contained in the information folder, available from your advisor.

Any amount that is allocated to a segregated fund is invested at the risk of the policyowner and may increase or decrease in value.

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*For Partner series and Preferred partner series an advisory and management services (AMS) fee, of between 0.50% and 1.25%, is negotiated between you and your advisor. The MER doesn't include this fee.

Canada Life is currently waiving a portion of the investment management fees on the High Interest Savings fund to target an estimated management expense ratio of 1.00%. Canada Life is not obligated to continue waiving these fees and it may cease to do so at any time without notice.

The 7-day annualized yield is based on the annualized total return of the fund over the past seven calendar days and does not represent an actual one-year return. It's important to note that 7-day annualized yield is not an indicator of future performance of the fund.

[^]Deferred Sales Charge (DSC) purchase option is not available for new contributions given regulatory bans that came into effect June 1, 2023. For certain policies where DSC is the only sales charge option available, new contributions may be accepted. Additional disclosure may be required.

[†]Soft capped - Contributions are no longer accepted to new investors., [‡]Hard capped - Contributions are no longer accepted.

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