

CAN Long Term Bond 100/100[†]



December 31, 2025

A Canadian fixed-income fund that provides an opportunity for income generation over the longer term.

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 long-term Canadian government and corporate fixed-income securities, with some exposure to foreign fixed-income securities.
- You're comfortable with a low to moderate level of risk.

RISK RATING



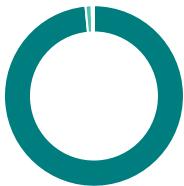
Fund category
Canadian Long Term Fixed Income

Inception date
July 08, 2013

Management expense ratio (MER)*
2.55%
(December 31, 2024)

Fund management
Canada Life

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



Asset allocation (%)

Domestic Bonds	98.6
Cash and Equivalents	1.1
Foreign Bonds	0.4
Other	-0.1



Geographic allocation (%)

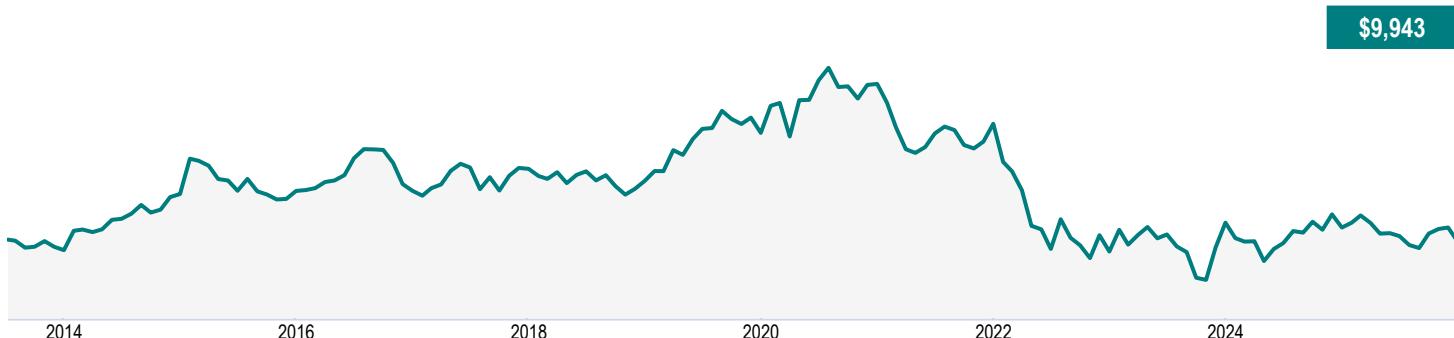
Canada	99.7
Other	0.3



Sector allocation (%)

Fixed Income	99.0
Cash and Cash Equivalent	1.1
Other	-0.1

Growth of \$10,000 (since inception)



CAN Long Term Bond 100/100[†]

December 31, 2025

Fund details (as of December 31, 2025)

Top holdings	%	Portfolio characteristics		Net assets (million)
Canada Government 2.75% 01-Dec-2055	3.4	Standard deviation	10.70%	\$21.2
Canada Government 3.50% 01-Dec-2057	3.3	Dividend yield	-	Price \$9.94
Canada Government 2.00% 01-Dec-2051	3.3	Yield to maturity	4.46%	Number of holdings 190
Quebec Province 4.40% 01-Dec-2055	2.5	Duration (years)	14.63	Minimum initial investment \$500
Canada Government 1.75% 01-Dec-2053	2.4	Coupon	3.77%	Fund codes
Ontario Province 4.60% 02-Jun-2039	2.0	Average credit rating	AA	FEL – CLGA098I
Ontario Province 3.45% 02-Jun-2045	1.8	Average market cap (million)	-	DSC [^] – CLGA098J
Ontario Province 2.90% 02-Dec-2046	1.7			CB4 – CLGA098K
Ontario Province 3.75% 02-Dec-2053	1.7			
Ontario Province 2.65% 02-Dec-2050	1.6			
Total allocation in top holdings	23.7			

Understanding returns

Annual compound returns (%)

1 MO	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
-3.31	-1.96	-3.31	-3.31	0.76	-6.14	-1.13	-0.05

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
-3.31	-1.10	6.96	-23.54	-6.84	9.17	9.90	-2.44

Range of returns over five years (August 01, 2013 - 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
4.46%	Nov. 2020	-6.78%	July 2025	-0.62%	48.89%	44	46

Contact information

Customer service centre

Toll free:
1-888-252-1847

Corporate website:
canadalife.com

CAN Long Term Bond 100/100[†]

December 31, 2025

Q3 2025 Fund Commentary

Market commentary

Long-term bond yields rose during the period, reaching year-to-date highs, but by mid-September yields had fallen, ending the quarter close to where they began. Factors contributing to this move included expectations of higher funding needs from the federal and provincial governments, global deficit concerns and elevated core inflation levels. Weak U.S. payrolls in September contributed to the decline in yields, with the anticipation of U.S. Federal Reserve Board (Fed) interest-rate cuts.

The Bank of Canada and the Fed cut interest rates by 0.25% in September, leaving overnight rates at 2.50% and 4.25%, respectively. As of the end of the quarter, market expectations were just below 0.25% of cuts in Canada and 0.50% of cuts in the U.S. by year end. Both headline and core consumer price index inflation was stable, but core inflation remained at the higher end of the 1–3% target band.

Performance

Overweight exposure to Enbridge Pipelines Inc. (4.33%, 2049) contributed to performance. Relative exposure to Canadian Utilities Ltd. (4.664%, 2054) detracted from performance because of its longer duration (sensitivity to interest rates) and rising Canadian yields.

Duration and positioning along the yield curve contributed to performance. The Fund was short duration, which contributed to performance as interest rates rose. Security selection within corporate bonds detracted from performance, particularly in energy and infrastructure. Underweight exposure to BBB-rated bonds in energy and infrastructure detracted from performance as these were the strongest performers during the quarter.

Portfolio activity

In July, a 12-year bond issued by Heathrow Funding Ltd. was added for its position at the long end of the yield curve. Accumulated cash balances were used to increase exposure to corporate bonds in the infrastructure segment. Provincial holdings that were nearing index ineligibility were sold, replaced with longer-dated assets. Province of Ontario bonds were trimmed and a small extension was completed to take advantage of yield-curve steepness.

In August, the sub-advisor added Choice Properties REIT in the 10-year tenor at new issue. The company is an infrequent issuer and it was one of the few opportunities to add real estate exposure. A variety of provincial holdings were increased to return the Fund to an overweight allocation to provincial product. Federal holdings were reduced, and the proceeds used to increase provincial and corporate holdings.

Outlook

While the sub-advisor expects there is potential for spread widening, it is likely not imminent. Because of this, the sub-advisor will look for attractive opportunities in the corporate space without increasing overall exposure. The Fund is positioned to take advantage of further steepening in the yield curve, which the sub-advisor expects to continue. Issuance of government-related debt will be monitored to determine the impacts on the yield curve.

CAN Long Term Bond 100/100[†]

December 31, 2025

Disclaimer

The commentaries on the company specific information and purchases and sales were provided by the fund manager. Canada Life will not be liable for any loss, or damages whatsoever, whether directly or indirectly incurred, arising out of the use or misuse of errors or omissions in any information contained in this commentary. The data provided in this commentary is for information purposes only and, except where otherwise indicated, is current as of Sep 30, 2025.

The views expressed in this commentary are those of fund manager as at the date of publication and are subject to change without notice. This commentary is presented only as a general source of information and is not intended as a solicitation to buy or sell specific investments, nor is it intended to provide tax or legal advice. Prospective investors should review the offering documents relating to any investment carefully before making an investment decision and should ask their Advisor for advice based on their specific circumstances.

The content of this commentary (including facts, views, opinions, recommendations, descriptions of or references to, products or securities) is not to be used or construed as investment advice, as an offer to sell or the solicitation of an offer to buy, or an endorsement, recommendation or sponsorship of any entity or security cited. Although we endeavour to ensure its accuracy and completeness, we assume no responsibility for any reliance upon it.

This document may contain forward-looking information which reflect our or third-party current expectations or forecasts of future events. Forward-looking information is inherently subject to, among other things, risks, uncertainties and assumptions that could cause actual results to differ materially from those expressed herein. These risks, uncertainties and assumptions include, without limitation, general economic, political and market factors, interest and foreign exchange rates, the volatility of equity and capital markets, business competition, technological change, changes in government regulations, changes in tax laws, unexpected judicial or regulatory proceedings and catastrophic events. Please consider these and other factors carefully and not place undue reliance on forward-looking information. The forward-looking information contained herein is current only as of Sep 30, 2025. There should be no expectation that such information will in all circumstances be updated, supplemented or revised whether as a result of new information, changing circumstances, future events or otherwise.

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.**

Canada Life Investment Management and design, and Canada Life and design are trademarks of The Canada Life Assurance Company.

CAN Long Term Bond 100/100[†]

December 31, 2025

*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.

Distribution of the chart, history standard and short-term reports are not permitted without including the fund profile long-term report. 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. A description of the key features of Canada Life's individual variable insurance contract is contained in the information folder, available from your advisor. Reports produced using this web site are for information purposes only. Canada Life and their affiliates, representatives, and third party content providers do not warrant the accuracy, completeness, or timeliness of this website or any content, and shall not be responsible for investment decisions, damages, or other losses resulting from the use of this website or its content. The only true report on unit values is the periodic statement prepared and sent by Canada Life. For more information about Canada Life and its products visit canadalife.com or talk to your advisor. In Quebec, advisor refers to a financial security advisor for individual insurance and segregated funds policies; and to an advisor in group insurance/annuity plans for group products. Funds are available through a segregated funds policy issued by Canada Life. Canada Life and design are/is a trademark(s) of The Canada Life Assurance Company.

Financial information provided by Fundata Canada Inc.

©Fundata Canada Inc. All rights reserved.

