

# Canada Life Foreign Bond Gens<sup>†</sup>



December 31, 2025

A global fixed-income fund seeking potential interest income.

## 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 bonds denominated in foreign currencies and issued by Canadian government agencies and international institutions.
- You're comfortable with a low to moderate level of risk.

**Fund category**  
Global Fixed Income

**Inception date**  
November 27, 1998

**Management expense ratio (MER)\***  
2.57%  
(December 31, 2024)

**Fund management**  
Canada Life Asset Management



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



Asset allocation (%)

|                      |      |
|----------------------|------|
| Foreign Bonds        | 90.1 |
| Cash and Equivalents | 5.9  |
| Domestic Bonds       | 4.0  |



Geographic allocation (%)

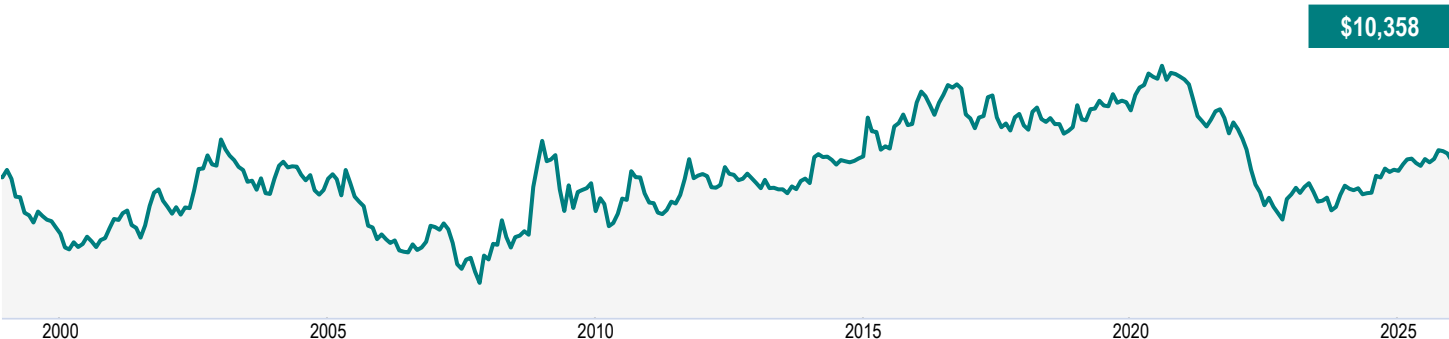
|                |      |
|----------------|------|
| United States  | 31.9 |
| Europe         | 15.6 |
| Japan          | 12.9 |
| Germany        | 10.3 |
| France         | 6.7  |
| Canada         | 5.3  |
| Australia      | 4.3  |
| United Kingdom | 4.1  |
| Luxembourg     | 3.5  |
| Other          | 5.4  |



Sector allocation (%)

|                          |      |
|--------------------------|------|
| Fixed Income             | 94.1 |
| Cash and Cash Equivalent | 5.9  |

## Growth of \$10,000 (since inception)



# Canada Life Foreign Bond Gens<sup>†</sup>

December 31, 2025

## Fund details (as of December 31, 2025)

| Top holdings   | %    |
|--|------|
| United States Treasury 0.50% 30-Oct-2027                           | 3.1  |
| United States Treasury 1.75% 15-Nov-2029                           | 2.4  |
| Germany Government 2.40% 15-Nov-2030                               | 2.2  |
| Enel SPA 4.25%   | 2.1  |
| United States Treasury 2.75% 15-Nov-2042                           | 1.9  |
| United States Treasury 1.88% 15-Feb-2032                           | 1.8  |
| SCOR SE 5.25% 12-Mar-2029  | 1.8  |
| Allianz SE 3.20% 29-Oct-2027                                       | 1.8  |
| Zurich Finance (Ireland) Designated Activity Co. 3.00% 18-Apr-2031 | 1.8  |
| United States Treasury 3.38% 15-May-2033                           | 1.5  |
| Total allocation in top holdings                                   | 20.4 |

| Portfolio characteristics    |       |
|------------------------------|-------|
| Standard deviation           | 4.99% |
| Dividend yield               | -     |
| Yield to maturity            | -     |
| Duration (years)             | -     |
| Coupon                       | -     |
| Average credit rating        | -     |
| Average market cap (million) | -     |

Net assets (million)  
\$99.8

Price  
\$10.36

Number of holdings  
121

Minimum initial  
investment  
\$1,000

Fund codes  
DSC<sup>^</sup> – CLGOF114  
NL – CLGON114

## Understanding returns

### Annual compound returns (%)

| 1 MO  | 3 MO  | YTD  | 1 YR | 3 YR | 5 YR  | 10 YR | INCEPTION |
|-------|-------|------|------|------|-------|-------|-----------|
| -1.63 | -2.30 | 2.11 | 2.11 | 2.48 | -3.17 | -1.17 | 0.13      |

### Calendar year returns (%)

| 2025 | 2024 | 2023 | 2022   | 2021  | 2020 | 2019  | 2018 |
|------|------|------|--------|-------|------|-------|------|
| 2.11 | 3.35 | 1.99 | -13.03 | -9.04 | 5.96 | -0.99 | 4.02 |

## Range of returns over five years (December 01, 1998 - 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 |
|-------------|----------------------|--------------|-----------------------|----------------|------------------------------------|----------------------------|----------------------------|
| 5.64%       | Oct. 2012            | -5.72%       | Oct. 2007             | 0.40%          | 58.27%                             | 155                        | 111                        |

## Contact information

Customer  
service centre

Toll free:  
1-888-252-1847

Corporate website:  
canadalife.com

# Canada Life Foreign Bond Gens<sup>†</sup>

December 31, 2025

## Q3 2025 Fund Commentary

### Market commentary

Fixed income investments performed well during the period, particularly in the corporate segment.

The U.S. economy stayed strong thanks to a boost to consumption. Despite trade tensions and pressure on the U.S. Federal Reserve Board (Fed) raising concerns over its independence, the U.S. showed resilience. However, the housing market slowed, labour market data showed weakness and inflation had not returned to target. The Fed made its first interest-rate cut in September.

In the eurozone, the investment backdrop was resilient, benefiting from consumer behaviour. Despite tariff announcements from the U.S. administration, Europe benefited from the 15% blanket rate negotiated by the European Commission in the summer.

The European Central Bank paused interest-rate cuts, having cut by 1.00% so far in 2025. Eurozone inflation hovered close to the 2% target and the economy did not show signs of recession. There was optimism about the fiscal stimulus, particularly the announcement of defence and infrastructure spending by the German government. France's sovereign debt rating was downgraded, the U.K.'s long-term borrowing costs rose and there were concerns over debt sustainability in both countries.

### Performance

Relative exposure to perpetual callable bonds issued by Allianz SE (3.2%, callable in 2027) and SCOR SE (5.25%, callable in 2029) contributed to performance. Zurich Finance (3.0%, 2051) was another contributor to performance. These holdings performed well because of their low duration (sensitivity to interest rates) and high coupon rates.

Exposure to Hammerson PLC (5.875%, 2036) detracted from performance as 12-year tenors underperformed amid new issues. A perpetual callable bond issued by Development Bank of Latin America and the Caribbean (6.75%, callable 2030) detracted from performance amid uncertainty over U.S. trade. Another detractor from performance was a perpetual callable bond issued by JPMorgan Chase & Co. (6.5%, callable in 2030).

Softness of the Canadian dollar, especially against European currencies, contributed to performance. Weakness in the Japanese yen detracted from performance.

### Portfolio activity

U.S. Treasuries were increased and U.S. Treasuries and Spanish government bonds were sold to manage the Fund's duration.

# Canada Life Foreign Bond Gens<sup>†</sup>

December 31, 2025

## Outlook

Having passed the peak of post-global financial crisis valuations for credit markets, the sub-advisor is more cautious and focused on security selection. The sub-advisor expects the financials sector, particularly global banking groups, to perform well. Interest rates are likely to stabilize in Europe, and 2026 could see discussions about hiking interest rates. The sub-advisor expects further interest-rate cuts in the U.S. and the U.K., where the cutting cycles began after Europe.

In the U.S., the Fed is more divided than ever, leading to the possibility of a change in outlook. Fed Chair Jerome Powell's mandate is expected to end in May 2026. For this reason, the sub-advisor believes there will likely be curve movements, not necessarily because the economy requires them, but because of political factors.

# Canada Life Foreign Bond Gens<sup>†</sup>

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.

# Canada Life Foreign Bond Gens<sup>†</sup>

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.

<sup>^</sup>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.

<sup>†</sup>Soft capped - Contributions are no longer accepted to new investors., <sup>‡</sup>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](http://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.

