

CAN Indexed Canadian Bond 75/75 (PS1)†

May 31, 2026

A Canadian fixed-income fund that invests in securities with a minimum A credit rating.

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. This fund focuses on mirroring the holdings of the Scotia Capital Markets Universe Bond Index.
- You're comfortable with a low level of risk.



Fund category
Canadian Fixed Income

Inception date
May 14, 2012

Management expense ratio (MER)*
1.43%
(December 31, 2024)

Fund management
TD Asset Management Inc.

How is the fund invested? (as of May 31, 2026)



Asset allocation (%)

Domestic Bonds	99.3
Foreign Bonds	0.6
Cash and Equivalents	0.2
Other	-0.1



Geographic allocation (%)

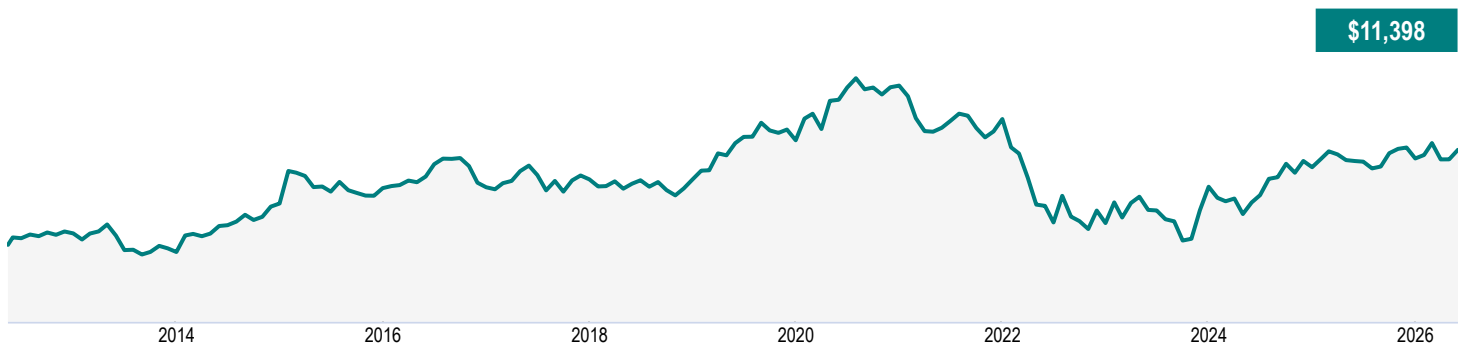
Canada	99.5
United States	0.6
Other	-0.1



Sector allocation (%)

Fixed Income	99.8
Cash and Cash Equivalent	0.2

Growth of \$10,000 (since inception)



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Fund details (as of May 31, 2026)

Top holdings	%
Canada Government 2.50% 01-Aug-2027	2.0
Canada Government 2.75% 01-Sep-2030	1.7
Canadian Government Bond 2.75% 01-Mar-2031	1.6
Canada Government 2.75% 01-Sep-2027	1.5
Canada Government 3.25% 01-Dec-2035	1.5
Canada Government 1.50% 01-Jun-2031	1.4
Canada Government 2.75% 01-Mar-2030	1.3
Canada Government 3.25% 01-Jun-2035	1.3
Canada Government 3.25% 01-Dec-2034	1.2
Canada Government 1.50% 01-Dec-2031	1.2
Total allocation in top holdings	14.7

Portfolio characteristics	
Standard deviation	5.13%
Dividend yield	-
Yield to maturity	3.64%
Duration (years)	7.07
Coupon	3.51%
Average credit rating	AA
Average market cap (million)	-

Net assets (million)
\$5.7

Price
\$11.40

Number of holdings
1000

Minimum initial investment
\$500

A minimum \$500,000 in eligible assets required for preferred pricing. (refer back to info folder for eligible assets)

Fund codes

FEL – CLGC116A
DSC[^] – CLGC116B
CB4 – CLGC116C

Contact information

Customer service centre

Toll free:
1-888-252-1847

Corporate website:
canadalife.com

Understanding returns

Annual compound returns (%)

1 MO	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
1.25	-0.86	1.13	1.47	2.73	-0.56	0.35	0.94

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
1.15	2.64	5.18	-12.91	-3.98	6.97	5.25	-0.01

Range of returns over five years (June 01, 2012 - May 31, 2026)

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
2.81%	Nov. 2020	-2.23%	July 2025	0.46%	54.13%	59	50

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Q1 2026 Fund Commentary

Commentary and opinions are provided by TD Asset Management Inc..

Market commentary

The first quarter of 2026 was marked by elevated volatility, driven by shifting macroeconomic expectations and rising geopolitical uncertainty. Canadian inflation decelerated, with headline consumer price index growth falling below the Bank of Canada's (BoC) 2% target. Labour market conditions remained weak, with the unemployment rate rising. This combination of subdued inflation and a weakening labour market would ordinarily support the case for further monetary policy easing. However, the escalation of conflict in the Middle East, the disruption to shipping through the Strait of Hormuz and the resulting effects on global supply complicated the outlook for monetary policy.

The BoC held its policy interest rate unchanged at 2.25% during the quarter. Policymakers noted that before the supply shock, the balance of risks had favoured additional monetary easing. The Canadian economy's weak starting point, combined with a moderate inflation backdrop, provides the BoC with flexibility to assess the impact of the supply disruption before adjusting policy further.

Canadian government bond yields ended the volatile quarter higher. Shorter-term yields rose more than longer-term yields, resulting in a flattening of the yield curve. Yields initially declined during a risk-off rally in February but reversed sharply following the escalation of geopolitical tensions, as markets reassessed risks from supply-side disruptions.

Corporate bond spreads widened modestly during the quarter. The relative stability of spreads reflected the strength of corporate fundamentals and continued demand for income-generating assets amid elevated volatility.

Performance

The Fund is a passive index strategy designed to track a broad Canadian bond index while excluding lower-rated corporate bonds at the time of purchase. Individual security-level and factor-level attribution isn't applicable for a passive strategy. The Fund's exclusion of lower-rated corporate bonds, which performed well relative to the broader index during the quarter, accounted for the tracking difference.

Portfolio activity

As a passive index strategy, the sub-advisor doesn't make active security selection or positioning decisions for the Fund's portfolio. Portfolio changes are driven by index rebalancing.

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Outlook

In the sub-advisor's view, the balance of risks remains nuanced amid a complex macroeconomic backdrop. Signs of labour market softening in the U.S. contrast with higher near-term inflation expectations from geopolitical disruptions. In Canada, economic weakness provides the BoC with flexibility to remain on hold regarding interest-rate changes as it assesses the domestic effects of elevated global uncertainty, including upcoming trade negotiations. From a corporate bond perspective, sector and issuer dispersion may continue to be a factor amid elevated macroeconomic and geopolitical uncertainty.

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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.

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.

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