CAN Canadian Fixed Income Balanced 100/100 (PS2)

July 31, 2026

A Canadian large-cap fund that seeks to provide both interest and dividend income.

Is this fund right for you?

- You want your investment to boost your income returns.
- You want to invest in Canaidan fixed-income securities and dividend-yielding stocks.
- You're comfortable with a low level of risk.

RISK RATING

LOW MODERATE HIGH

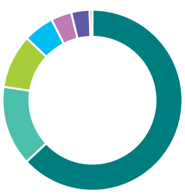
Fund category
Canadian Fixed Income Balanced

Inception date
May 14, 2012

Management expense ratio (MER)*
-

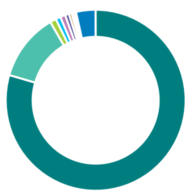
Fund management
Mackenzie Investments

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



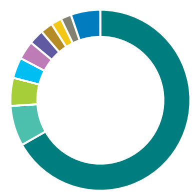
Asset allocation (%)

Domestic Bonds	63.1
Canadian Equity	14.3
US Equity	9.6
International Equity	5.5
Foreign Bonds	3.7
Cash and Equivalents	3.3
Income Trust Units	0.5



Geographic allocation (%)

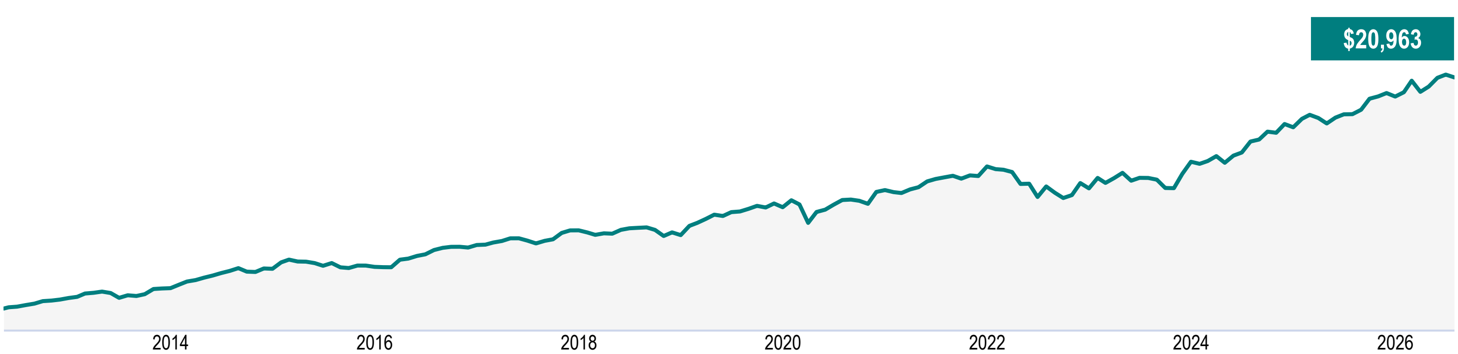
Canada	79.5
United States	12.1
United Kingdom	1.1
France	0.9
Norway	0.9
Japan	0.7
Switzerland	0.5
Taiwan	0.4
Germany	0.4
Other	3.5



Sector allocation (%)

Fixed Income	66.8
Financial Services	7.2
Technology	5.0
Energy	3.7
Cash and Cash Equivalent	3.3
Basic Materials	2.7
Industrial Services	2.2
Industrial Goods	1.9
Healthcare	1.9
Other	5.3

Growth of $10,000 (since inception)



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Fund details (as of July 31, 2026)

Top holdings	%
Canada Government 3.50% 01-Dec-2057	6.7
Canada Government 3.25% 01-Jun-2035	4.9
Canada Government 1.50% 01-Jun-2031	3.3
Province of Ontario 3.90% 06-02-2036	2.3
OVERNIGHT DEPOSITS	1.6
Royal Bank of Canada	1.4
Government of Canada 3.25% 06-01-2036	1.4
Quebec Province 4.20% 01-Dec-2057	1.4
Government of Canada 2.50% 05-01-2028	1.4
Cash and Cash Equivalents	1.2
Total allocation in top holdings	**25.6**

Portfolio characteristics	
Standard deviation	5.58%
Dividend yield	1.98%
Yield to maturity	3.97%
Duration (years)	7.90
Coupon	3.80%
Average credit rating	AA-
Average market cap (million)	$899,574.5

Net assets (million)
$526.7

Price
$20.96

Number of holdings
3920

Minimum initial investment
$100,000
A minimum $500,000 in eligible assets required forpreferred pricing. (refer back to info folder for eligible assets)

Fund codes
FEL – CLGE121I

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
-0.64	**2.11**	**4.52**	**9.07**	**8.98**	**5.26**	**5.08**	**5.35**

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
7.84	**9.64**	**8.04**	**-6.22**	**7.18**	**5.50**	**9.81**	**-1.66**

Range of returns over five years (June 01, 2012 - July 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
6.25%	**March 2025**	**2.51%**	**Oct. 2022**	**4.55%**	**100.00%**	**111**	**0**

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Q2 2026 Fund Commentary

Commentary and opinions are provided by Mackenzie Investments.

Market commentary

Canada's economy stayed under pressure in the second quarter as trade uncertainty continued to weigh on business confidence, though the labour market showed signs of stabilizing. Employment picked up in May, and the unemployment rate eased to 6.6%. Inflation accelerated, with the annual pace rising to 3.2% in May from 2.8% in April, as higher gasoline prices linked to the conflict in the Middle East pushed up energy costs. Core inflation measures held closer to 2%.

The Bank of Canada (BoC) held its policy rate at 2.25% at both its April and June meetings, its fourth and fifth consecutive holds. The BoC said it was looking through the temporary effect of higher energy prices while watching for signs that price pressures were becoming more persistent, and it pointed to risks on both sides from the trade dispute with the U.S. and the energy shock.

The Canadian fixed income market rose over the second quarter. The yield on the 10-year Government of Canada bond eased late in the period, falling below 3.40% by late June, its lowest level in more than three months, as contained core inflation supported expectations that the BoC would leave rates unchanged. Government bond prices firmed as yields declined, while corporate bonds were broadly stable.

Canadian equities advanced in the second quarter. The S&P/TSX Composite Index climbed to a record high in June, extending its gain for the year to about 10%. The energy sector was a standout early in the quarter as crude oil prices stayed elevated, and most sectors ended higher. The Materials sector was down as gold prices retreated sharply after their earlier record run. Market leadership broadened as the quarter progressed and oil prices eased.

Performance

Stock selection in communication services contributed to performance, as did exposure to Taiwan. Exposure to Lam Research Corp., Alphabet Inc. and Taiwan Semiconductor Manufacturing Co. Ltd. contributed to the Fund's performance.

Stock selection in information technology and financials detracted, as did selection in the U.S. Overweight exposures to CME Group Inc., Agnico Eagle Mines Ltd. and Motorola Solutions Inc. detracted from performance.

Within fixed income, exposure to government bonds, particularly Canadian federal bonds, contributed to performance, supported by longer duration (interest rate sensitivity) and yield curve positioning. Exposure to corporate bonds, particularly in communication services, detracted from performance, due to yield curve positioning and security selection.

Portfolio activity

The sub-advisor added Government of Canada (GoC, 3.5%, 2057/12/01), GoC (3.25%, 2036/06/01) and U.S. Government (2.375%, 2055/02/15). These were added to adjust duration and yield curve exposure. GoC (3%, 2027/02/01) was increased to adjust short-term government bond exposure.

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Province of Ontario (4.6%, 2055/12/02) was sold while GoC (2.75%, 2055/12/01) and GoC (3.25%, 2035/06/01) were reduced. These transactions were made to adjust federal and provincial bond exposures.

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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 Jun 30, 2026. 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.**

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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.

Financial information provided by Fundata Canada Inc.