

# CAN Sustainable Global Bond 75/75



December 31, 2025

This segregated fund invests primarily in fixed income securities issued by governments and corporations anywhere in the world currently through the Canada Life Sustainable Global Bond mutual fund. The fund follows a responsible approach to investing.

## Is this fund right for you?

- You are looking for an environmental, social and governance ("ESG") focused global bond fund
- You want a medium to long-term investment
- You can handle the volatility of bond markets

### RISK RATING



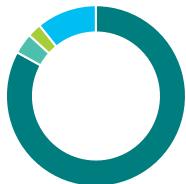
**Fund category**  
Global Fixed Income

**Inception date**  
October 23, 2023

**Management expense ratio (MER)\***  
2.33%  
(December 31, 2024)

**Fund management**  
JPMorgan Asset Management (Canada) Inc.

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



### Asset allocation (%)

|                      |      |
|----------------------|------|
| Foreign Bonds        | 83.0 |
| Domestic Bonds       | 3.7  |
| Cash and Equivalents | 2.5  |
| Other                | 10.8 |



### Geographic allocation (%)

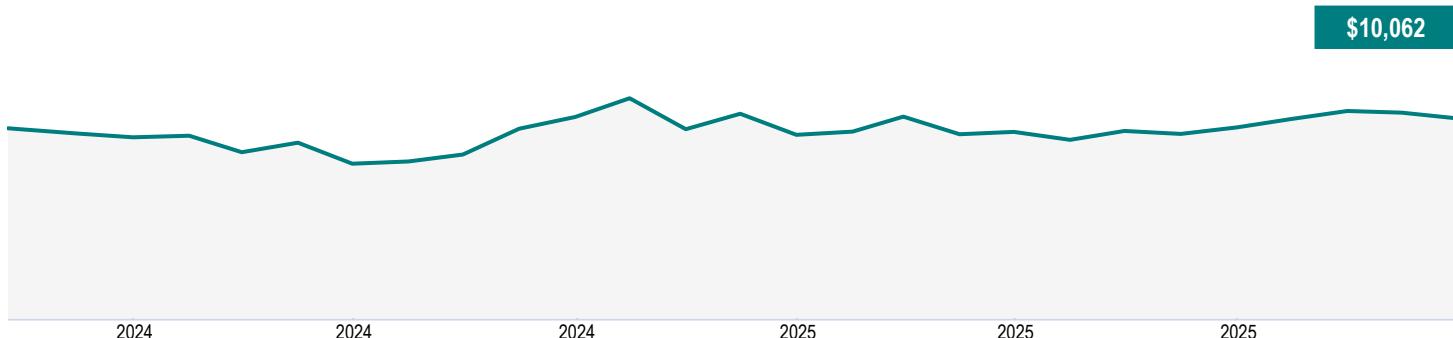
|                |      |
|----------------|------|
| United States  | 50.8 |
| Europe         | 12.1 |
| United Kingdom | 7.8  |
| Italy          | 5.7  |
| Canada         | 5.2  |
| Japan          | 4.8  |
| Mexico         | 2.8  |
| Australia      | 2.1  |
| Hungary        | 2.1  |
| Other          | 6.6  |



### Sector allocation (%)

|                          |      |
|--------------------------|------|
| Fixed Income             | 97.5 |
| Cash and Cash Equivalent | 2.5  |

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



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

| Top holdings   | %           | Portfolio characteristics    | Net assets (million) |
|--|-------------|------------------------------|----------------------|
| United States Treasury 3.75% 30-Jun-2027                   | 9.2         | Standard deviation           | \$0.8                |
| United Kingdom Government 4.50% 07-Mar-2035                | 4.9         | Dividend yield               | \$10.06              |
| Italy Government 3.65% 01-Aug-2035                         | 4.4         | Yield to maturity            | 4.24%                |
| United States Treasury 3.88% 30-Jun-2030                   | 4.3         | Duration (years)             | 6.77                 |
| United States Treasury 4.75% 15-May-2055                   | 3.3         | Coupon                       | 4.15%                |
| United States Treasury Inflation Indexed 1.88% 15-Jul-2035 | 2.6         | Average credit rating        | AA-                  |
| Government of France OAT [144A] 3.50% 25-Nov-2035          | 2.1         | Average market cap (million) | -                    |
| Spain Government 4.00% 31-Oct-2054                         | 2.1         |                              |                      |
| Government of Japan 1.50% 20-Jun-2035                      | 2.0         |                              |                      |
| United States Treasury 4.75% 15-Feb-2045                   | 1.8         |                              |                      |
| <b>Total allocation in top holdings</b>                    | <b>36.7</b> |                              |                      |

## Understanding returns

### Annual compound returns (%)

| 1 MO  | 3 MO | YTD  | 1 YR | 3 YR | 5 YR | 10 YR | INCEPTION |
|-------|------|------|------|------|------|-------|-----------|
| -0.36 | 0.03 | 1.04 | 1.04 | -    | -    | -     | 0.28      |

### Calendar year returns (%)

| 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 |
|------|------|------|------|------|------|------|------|
| 1.04 | 0.16 | -    | -    | -    | -    | -    | -    |

## Range of returns over five years

| 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 |
|-------------|----------------------|--------------|-----------------------|----------------|------------------------------------|----------------------------|----------------------------|
|             |                      |              |                       |                |                                    |                            |                            |

Data not available based on date of inception

**Net assets (million)**  
\$0.8

**Price**  
\$10.06

**Number of holdings**  
153

**Minimum initial investment**  
-

### Fund codes

FEL – CLGA139A  
DSC<sup>A</sup> – CLGA139B  
CB2 – CLGA139Q  
CB4 – CLGA139C

### Contact information

#### Customer service centre

Toll free:  
1-888-252-1847

Corporate website:  
canadalife.com

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## Q3 2025 Fund Commentary

### Market commentary

Financial markets rose in the third quarter of 2025, supported by enthusiasm for artificial intelligence and expectations for U.S. Federal Reserve Board (Fed) interest-rate cuts.

Bond markets were volatile amid political uncertainty and concerns about fiscal sustainability. U.S. fixed income had positive returns as the ten-year U.S. Treasury yield fell to 4.15%, down from 4.36% last quarter. The 10-year U.K. gilt and German bund yields rose, ending the quarter at 4.70% and 2.71%, respectively, compared to 4.57% and 2.68% last quarter.

Short-term U.S. Treasury yields declined as market focus shifted from inflation risks to concerns about slowing growth and a cooling labour market. In September, the Fed cut interest rates by 0.25%, signaling a willingness to shield the economy from further labour market weakness.

In the eurozone, government bonds declined 0.2% in a period marked by political turmoil in France, which must address a 6% budget deficit. Fitch downgraded France to A+, while upgrading Spain from A- to A+, citing economic strength, balanced growth model and productivity gains. Italy was also upgraded by Fitch to BBB+ with a stable outlook. Growth was sluggish, while inflation rose to the European Central Bank's 2% target in August.

In the U.K., inflation remained elevated, with services inflation at 5% and wage growth at 4.7%. Activity data was weak and concerns about the fragility of government finances rose ahead of the November budget. This pushed 30-year gilt yields to their highest level since May 1998 and the broader U.K. bond market ended the quarter lower.

In Japan, political and fiscal uncertainties dominated, adding to market volatility. Messaging from the Bank of Japan (BoJ) in September pressured Japanese Government bond yields, while Tokyo core inflation remained above the BoJ's 2% target.

### Performance

The Fund's overweight U.S. duration (sensitivity to interest rates) contributed to performance in August amid expectations for Fed interest-rate cuts. Underweight exposure to Germany contributed to performance as yields fell amid expansionary fiscal policy and inflation concerns. Overweight exposure to investment-grade corporate credit, eurozone government bond spreads and agency mortgage-backed securities (MBS) contributed to performance. Overweight exposure to Italy contributed to performance, as did exposure to emerging market currencies.

Overweight exposure to the U.K. detracted from performance. U.K. gilts sold off because of lower recession concerns and the Bank of England cutting interest rates in August.

### Portfolio activity

The sub-advisor added covered bond positions. Exposure to agency mortgage-backed securities was increased based on attractive yields. Underweight exposure to Japan was eliminated amid lower expectations of monetary policy normalization. Select U.S. dollar and euro positions were reduced.

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## Outlook

The Fed's interest rate cuts and upcoming fiscal stimulus, as well as increased spending in Germany and China, are expected to support growth into 2026. Inflation remains above central bank targets, but wage growth is stable for now. Global policymakers are focused on monetary and fiscal accommodation, reducing the likelihood of an economic contraction.

The sub-advisor sees opportunities in global hybrid capital notes, emerging market debt and leveraged credit. The sub-advisor prefers a long-duration bias in U.S. Treasuries and expects further U.S. dollar weakening. As fiscal and monetary stimulus take effect, the sub-advisor expects the low-volatility, high-return environment to persist, and views any market sell-off as a buying opportunity. The resilience of businesses and households, combined with accommodative policy, supports the sub-advisor's outlook for continued economic expansion into 2026.

The sub-advisor favours diversified income-oriented strategies across corporate credit and securitized markets for attractive yields, while leveraging duration to hedge against risk. The Fund has overweight exposure to U.S. and U.K. duration and underweight exposure to eurozone duration due to divergence in fundamentals and valuations. The Fund has overweight exposure to investment-grade corporate credit as yields are still attractive and earnings so far have been strong. In the eurozone, the Fund has overweight exposure to Italy versus Germany as income remains attractive and fundamentals for Italy remain strong.

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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.

<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.

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