

# ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended December 31, 2023

Short Term and Income Fund  
**NBI Unconstrained Fixed Income Fund**

## Notes on forward-looking statements

This report may contain forward-looking statements concerning the Fund, its future performance, its strategies or prospects or about future events or circumstances. Such forward-looking statements include, among others, statements with respect to our beliefs, plans, expectations, estimates and intentions. The use of the expressions "foresee", "intend", "anticipate", "estimate", "assume", "believe" and "expect" and other similar terms and expressions indicate forward-looking statements.

By their very nature, forward-looking statements imply the use of assumptions and necessarily involve inherent risks and uncertainties. Consequently, there is a significant risk that the explicit or implicit forecasts contained in these forward-looking statements might not materialize or that they may not prove to be accurate in the future. A number of factors could cause future results, conditions or events to differ materially from the objectives, expectations, estimates or intentions expressed in such forward-looking statements. Such differences might be caused by several factors, including changes in Canadian and worldwide economic and financial conditions (in particular interest and exchange rates and the prices of other financial instruments), market trends, new regulatory provisions, competition, changes in technology and the potential impact of conflicts and other international events.

The foregoing list of factors is not exhaustive. Before making any investment decision, investors and others relying on our forward-looking statements should carefully consider the foregoing factors and other factors. We caution readers not to rely unduly on these forward-looking statements. We assume no obligation to update forward-looking statements in the light of new information, future events or other circumstances unless applicable legislation so provides.

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This annual management report of fund performance contains financial highlights, but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-888-270-3941 or 514-871-2082, by writing to us at National Bank Investments Advisory Service, 500, Place d'Armes, 12th floor, Montreal, Quebec, H2Y 2W3, by visiting our website at [www.nbinvestments.ca](http://www.nbinvestments.ca), by visiting SEDAR+'s website at [www.sedarplus.ca](http://www.sedarplus.ca), or by contacting your advisor. You may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

## Management Discussion of Fund Performance

### Investment Objective and Strategies

The NBI Unconstrained Fixed Income Fund's investment objective is to maximize total return, consistent with preservation of capital. The Fund invests, directly or indirectly through investments in securities of other mutual funds or through the use of derivatives, in a diversified portfolio composed mainly of fixed income securities of issuers located throughout the world with various maturities and credit ratings.

The portfolio sub-advisor seeks to achieve its objective by managing portfolio duration, credit risk, and volatility. It has significant latitude to pursue opportunities across the fixed-income spectrum, and is not managed or compared to any specific index. It has the flexibility to invest across different sectors, credit ratings, maturities and geographic regions, including moving between sectors or across credit risks, and may have long, short or negative duration. The portfolio sub-advisor may invest a significant portion of its net assets in a specific type of securities, by weighting one or other of the above criteria more heavily. The portfolio sub-advisor also integrates financially material environmental, social and governance factors as part of its investment process ("ESG Integration").

### Risks

The global investment risk of the Fund remains as described in the simplified prospectus or any amendments thereto and Fund Facts.

### Results of Operations

For the twelve-month period ended December 31, 2023, the NBI Unconstrained Fixed Income Fund's Investors Series units returned 4.43% compared to 6.33% for the Fund's benchmark, the Bloomberg Global Aggregate Index (CAD Hedged). Unlike the benchmark, the Fund's performance is calculated after fees and expenses. Please see the *Past Performance* section for the returns of all of the Fund's series, which may vary mainly because of fees and expenses.

Certain series of the Fund, as applicable, may make distributions at a rate determined by the manager. This rate may change from time to time. If the aggregate amount of distributions in such series exceeds the portion of net income and net realized capital gains allocated to such series, the excess will constitute a return of capital. The manager does not believe that the return of capital distributions made by such series of the Fund have a meaningful impact on the Fund's ability to implement its investment strategy or to fulfill its investment objective.

The Fund's net asset value rose by 21.34% over the period, from \$1.967 billion as at December 31, 2022 to \$2.387 billion as at December 31, 2023. The increase stemmed mainly from investments in the Fund by other NBI Funds.

In 2023, market sentiment was even more mercurial than normal. Recession concerns dominated the narrative to open the year and spiked with the regional banking crisis in March before a buoyant economy gradually took over in the summer. Resilient economic data persistently surprised to the upside and by autumn, nerves were frayed as investors concluded that interest rates could remain high for longer.

However, as a clear disinflationary trend emerged and the economic outlook began to moderate, the market eyed a 'soft landing'. Resurgent market optimism reached a crescendo to close the year, after a dovish pivot from the Fed in December as policymakers strongly signaled no further interest rate increases this cycle.

In this context, the Fund underperformed its benchmark for the period. The Fund benefited from its exposure to investment-grade corporate credit where the fund was defensively positioned with an up-in-quality bias, primarily in financial and industrial names. Despite a progressive overall spread tightening contribution versus government bonds, the typically longer duration holdings delivered mixed returns during the year amidst uncertainty over the future path of monetary policy before the sector rallied strongly in the fourth quarter as the interest rate outlook improved.

Emerging markets debt also contributed, led by the Fund's selective positioning in local currency bonds from high-conviction countries, which delivered positive performance as inflation cooled significantly and central banks pivoted to more accommodative monetary policy.

### Recent Developments

Over the year, the Fund increased headline duration from 3.5 to 4.3 years. The Fund shifted from a long US Treasury position to a short position with a steepening bias, reduced its short Japan government bond position, closed its short Italy government bond position, and opened a long Australia government bond position. The Fund increased its exposure to securitized products from 9% to 14%, primarily by adding agency mortgage-backed securities given attractive valuations. The Fund decreased its high-yield exposure from 23% to 20% while marginally increasing its investment-grade credit exposure from 36% to 37%. Additionally, the Fund maintained its overall emerging market debt exposure at 15%, primarily by adding to local currency bonds including opening a Czech Republic position, adding to its Mexico position, and reducing allocations to South Africa and Brazil.

The US Federal Reserve's dovish pivot has tipped the odds away from recession and towards a 'soft landing'. Sub-trend growth has become our base case.

The Fund manager favours the higher-yielding credit sectors of the bond market: investors should exploit any backups to target US and European investment grade and high-yield corporate bonds. Securitized asset valuations look attractive – especially agency pass-throughs and non-agency commercial mortgage-backed securities. Emerging markets also present opportunities, with high real yields on offer and cutting cycles already underway.

On May 1, 2023, the Fund's independent review committee (the "IRC") was increased to four members when Stéphanie Raymond-Bougie was appointed as IRC member.

### Related Party Transactions

National Bank of Canada ("the Bank") and its affiliated companies' roles and responsibilities related to the Fund are as follows:

#### Trustee, Custodian, and Registrar

Natcan Trust Company ("NTC"), a direct or indirect wholly-owned subsidiary of the Bank, is the Fund's trustee. In this capacity, it is the legal owner of the Fund's investments.

NTC acts as registrar for the Fund's securities and the names of securityholders. NTC also acts as the Fund's custodian. The fees for NTC's custodial services are based on the standard rates in effect at NTC.

#### Agent for securities lending transactions

NTC acts as the agent for securities lending transactions acts on behalf of the Fund in administering securities lending transactions entered into by the Fund. NTC is an affiliate of the Manager.

#### Fund Manager

The Fund is managed by National Bank Investments Inc. ("NBII"), which is a wholly-owned subsidiary of the Bank. Therefore, NBII provides or ensures the provision of all general management and administrative services required by the Fund's current operations, including investment consulting, the arrangement of brokerage contracts for the purchase and sale of the investment portfolio, bookkeeping and other administrative services required by the Fund.

The Manager pays the operating expenses of the Fund other than its "Fund costs" (defined below) (the "variable operating expenses"), in exchange for the Fund's payment to the Manager of annual fixed-rate administration fees with respect to each series of the Fund.

The administration fees are equal to a specified percentage of the net asset value of each series of the Fund, calculated and paid in the same manner as the Fund's management fees. The variable operating expenses payable by the Manager include, but are not limited to: transfer agency and recordkeeping costs; custodial costs; accounting and valuation fees; audit fees and legal fees; costs of preparing and distributing financial reports, simplified prospectuses, annual information forms, Fund Facts, continuous disclosure material and other securityholder communications; and costs of trustee services relating to registered tax plans, as applicable.

In addition to administration fees, the Fund shall also pay certain Fund costs, namely: taxes (including, but not limited to, GST/HST and income taxes); costs of compliance with any changes to existing governmental or regulatory requirements introduced after August 1, 2013; costs of compliance with any new governmental or regulatory requirements, including any new fees introduced after August 1, 2013; interest and borrowing costs; costs related to external services that were not commonly charged in the Canadian mutual fund industry as at August 1, 2013; Independent Review Committee costs, including compensation paid to IRC members, travel expenses, insurance premiums and costs associated with their continuing education; and variable operating expenses incurred outside of the normal course of business of the Fund.

The Manager may, from time to time and at its sole discretion, decide to absorb a portion of a series' management fees, administration fees or Fund costs.

As described under the heading *Management Fees*, the Fund pays annual management fees to NBII as consideration for its services.

#### Portfolio Manager

The Manager has appointed National Bank Trust Inc. ("NBT"), an indirect wholly-owned subsidiary of the Bank, as the portfolio manager for the Fund. A flat fee is payable annually to NBT for its management services.

#### Distribution and Dealer Compensation

NBII acts as principal distributor for the Fund. In this capacity, NBII buys, sells and swaps securities through Bank branches and the National Bank Investments Advisory Service in Canadian provinces and territories, and through external registered representatives. Fund securities are also offered by National Bank Financial Inc. (including its division National Bank Direct Brokerage), CABN Investments (a division of NBII) and other affiliated entities. Brokers may receive, depending on the distributed series, a monthly commission representing a percentage of the average daily value of the securities held by their clients.

#### Brokerage Fees

The Fund may pay broker's commissions at market rates to a corporation affiliated with NBII. The brokerage fees paid by the Fund for the period are as follows:

	Period ended December 31, 2023
<b>Total brokerage fees</b>	286,280.83
<b>Brokerage fees paid to National Bank Financial</b>	286,280.83

#### Holdings

As at December 31, 2023, National Bank Investments Inc. held 1,190.59 Fund securities for a value of \$9,678.84, which represented close to 0.0004% of the net asset value of the Fund at that date. Transactions between National Bank Investments Inc. and the Fund were carried out in the normal course of business and at the Fund's net asset value as at the transaction date.

#### Registered Plan Trust Services

NTC receives a fixed amount per registered account for services provided as trustee for registered plans.

#### Administrative and Operating Services

The provision of certain services was delegated by the Fund Manager, NBII, to National Bank Trust Inc. ("NBT"), a wholly-owned indirect subsidiary of the Bank. These include accounting, reporting and portfolio valuation services. The fees incurred for these services are paid to NBT by the Fund manager.

#### Management Fees

The Fund pays annual management fees to the Fund manager for its management services. As the Fund invests in underlying funds, the fees and expenses payable in connection with the management of the underlying funds are in addition to those payable by the Fund. However, the Fund manager makes sure that the Fund does not pay any management (or operating) fees that, to a reasonable person, would duplicate a fee payable by the underlying fund for the same service.

The fees are calculated based on a percentage of the Fund's daily net asset value before applicable taxes and are paid on a monthly basis. Under the *Distribution* heading, expenses include the broker's compensation consisting of the maximum annual trailer fees and sales commissions paid to brokers. Under the *Other* heading, the fees relate mainly to investment management, investment advisory services, general administration and profit. The breakdown of major services provided in consideration of the management fees, expressed as an approximate percentage of the management fees is as follows:

Series	Management Fees	Distribution	Others <sup>†</sup>
Investor Series	1.25%	40.00%	60.00%
Advisor Series and Series T5*			
Front-end load**	1.25%	40.00%	60.00%
Back-end load - 1 to 6 years	1.25%	20.00%	80.00%
Low load - 1 to 3 years	1.25%	20.00%	80.00%
Low load - 4 years and more	1.25%	40.00%	60.00%
Series F and Series F5	0.75%	—	100.00%
Series O	N/A***	—	100.00%

<sup>(†)</sup> Includes all costs related to management, investment advisory services, general administration and profit.

<sup>(\*)</sup> Excluding sales commissions paid on the Advisor Series and Series T5 with low sales charges option and deferred sales charge option, which are not paid for out of the management fees.

<sup>(\*\*)</sup> Rate applicable for all investments, including Advisor Series existing before May 14, 2015, systematic investment programs, reinvested distributions and switches.

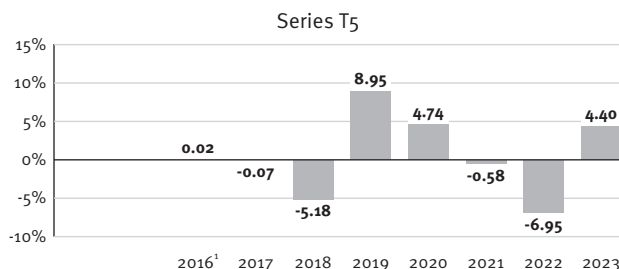
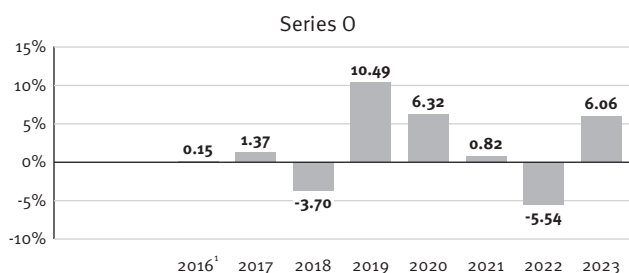
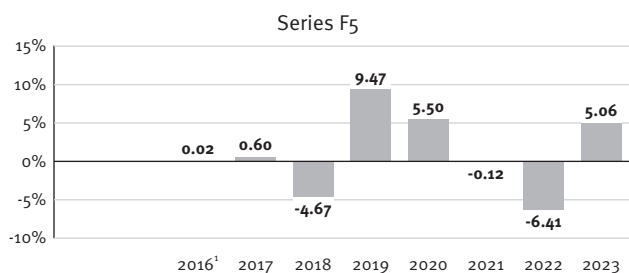
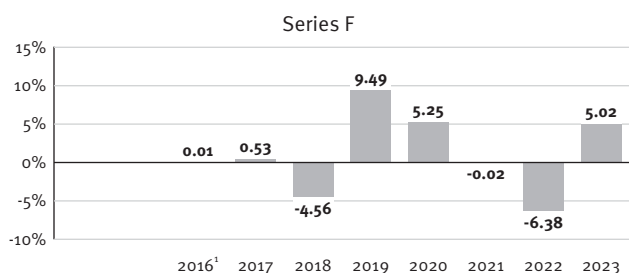
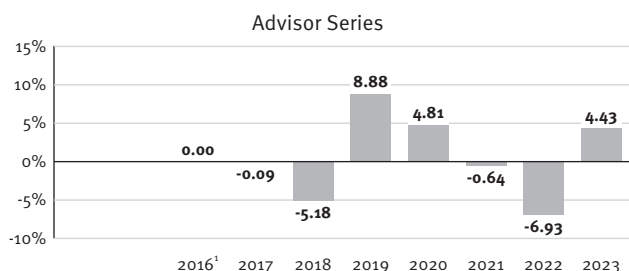
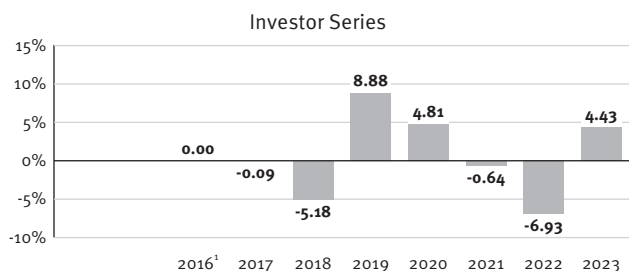
<sup>(\*\*\*)</sup> The Series O is only available to selected investors that have been approved and have entered into an O Series units account agreement with National Bank Investments Inc. The criteria for approval may include the size of the investment, the expected level of account activity and the investor's total investments with NBII. No management fees are charged to the Fund with respect to the O Series units. Management fees are negotiated with and paid directly by investors and are in addition to the fixed-rate administration fee. NBII does not pay any commissions or service fees to dealers who sell O Series units. There are no sales charges payable by investors who purchase O Series units.

#### Past Performance

The performance of each series of the Fund is presented below and calculated as at December 31 of each year. It assumes that all distributions made in the periods shown were reinvested in additional securities and does not take into account sales, redemption charges, distributions, or optional charges that would have reduced returns. Past performance of a series of a Fund does not necessarily indicate how it will perform in the future.

## Annual Returns

The bar charts indicate the performance for each the Fund's series in existence greater than one year during the years shown, and illustrate how the performance has changed from year to year. They show, in percentage terms, how much an investment made on January 1 (or made commencing from the start of the series) would have grown or decreased by December 31 of that year, in the case of the Annual management report of fund performance, or by June 30, in the case of the Interim management report of fund performance.



<sup>(1)</sup> Returns for the period from November 28, 2016 (commencement of operations) to December 31, 2016.

## Annual Compounded Performance

The following table shows the Fund's annual compound returns for each series in existence greater than one year and for each of the periods ended on December 31, 2023, compared with the following benchmark:

- Bloomberg Global Aggregate Index (CAD Hedged)

### NBI Unconstrained Fixed Income Fund

	1 year	3 years	5 years	10 years	Since inception
<b>Investor Series<sup>1</sup></b>	4.43%	(1.16)%	1.96%	–	0.61%
Benchmark	6.33%	(2.47)%	0.98%	–	1.24%
<b>Advisor Series<sup>1</sup></b>	4.43%	(1.16)%	1.96%	–	0.61%
Benchmark	6.33%	(2.47)%	0.98%	–	1.24%
<b>Series F<sup>1</sup></b>	5.02%	(0.57)%	2.52%	–	1.18%
Benchmark	6.33%	(2.47)%	0.98%	–	1.24%
<b>Series F5<sup>1</sup></b>	5.06%	(0.60)%	2.55%	–	1.20%
Benchmark	6.33%	(2.47)%	0.98%	–	1.24%
<b>Series O<sup>1</sup></b>	6.06%	0.33%	3.48%	–	2.11%
Benchmark	6.33%	(2.47)%	0.98%	–	1.24%
<b>Series T5<sup>1</sup></b>	4.40%	(1.15)%	1.97%	–	0.62%
Benchmark	6.33%	(2.47)%	0.98%	–	1.24%

<sup>1</sup>Commencement of operations: November 28, 2016

A discussion of the Fund's relative performance in comparison to the index (or indices) can be found in the *Results of Operations* Section of this report.

### Index Description

The **Bloomberg Global Aggregate Index**, hedged in CAD, is a market capitalization weighted index which is designed to measure the broad global markets for corporate, government, governmental agency, supranational, mortgage-backed and asset backed fixed income securities.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the accounting periods shown.

### Investor / Advisor Series

Net Assets per Unit<sup>(1)</sup> Commencement of operations: November 28, 2016

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
<b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup>	8.03	9.51	9.91	9.89	9.34
<b>Increase (Decrease) from Operations (\$)</b>					
Total revenue	0.33	0.89	0.43	0.30	0.38
Total expenses	(0.05)	(0.06)	(0.07)	(0.12)	(0.15)
Realized gains (losses)	(0.09)	(0.22)	0.19	(0.02)	0.19
Unrealized gains (losses)	0.17	(1.27)	(0.64)	0.16	0.39
<b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>	0.36	(0.66)	(0.09)	0.32	0.81
<b>Distributions (\$)</b>					
From net investment income (excluding dividends)	0.29	0.82	0.34	0.21	0.14
From dividends	—	—	—	—	—
From capital gains	—	—	—	0.23	0.14
Return of capital	—	—	—	—	—
<b>Total Annual Distributions (\$)</b> <sup>(3)</sup>	0.29	0.82	0.34	0.44	0.28
<b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>	8.08	8.03	9.51	9.91	9.89

### Ratios and Supplemental Data

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) <sup>(5)</sup>	19,646	19,234	21,371	14,644	18,368
Number of units outstanding <sup>(6)</sup>	2,431,884	2,395,849	2,247,457	1,478,015	1,857,138
Management expense ratio (%) <sup>(4)</sup>	1.53	1.53	1.54	1.45	1.54
Management expense ratio before waivers or absorptions (%)	2.40	2.40	2.38	1.76	1.55
Trading expense ratio (%) <sup>(7)</sup>	0.01	0.01	0.01	0.02	0.01
Portfolio turnover rate (%) <sup>(8)</sup>	6.04	10.93	4.52	170.78	88.12
Net asset value per unit (\$)	8.08	8.03	9.51	9.91	9.89

### Series F

Net Assets per Unit<sup>(1)</sup> Commencement of operations: November 28, 2016

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
<b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup>	8.06	9.65	10.04	10.02	9.41
<b>Increase (Decrease) from Operations (\$)</b>					
Total revenue	0.33	0.90	0.45	0.29	0.39
Total expenses	(0.01)	(0.01)	(0.01)	(0.07)	(0.09)
Realized gains (losses)	(0.09)	(0.24)	0.18	(0.03)	0.20
Unrealized gains (losses)	0.07	(1.18)	(0.67)	0.19	0.34
<b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>	0.30	(0.53)	(0.05)	0.38	0.84
<b>Distributions (\$)</b>					
From net investment income (excluding dividends)	0.26	0.98	0.39	0.26	0.17
From dividends	—	—	—	—	—
From capital gains	—	—	—	0.23	0.11
Return of capital	—	—	—	—	—
<b>Total Annual Distributions (\$)</b> <sup>(3)</sup>	0.26	0.98	0.39	0.49	0.28
<b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>	8.19	8.06	9.65	10.04	10.02

### Ratios and Supplemental Data

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) <sup>(5)</sup>	131,204	116,253	123,113	70,528	74,459
Number of units outstanding <sup>(6)</sup>	16,027,707	14,430,280	12,757,044	7,021,417	7,432,129
Management expense ratio (%) <sup>(4)</sup>	0.97	0.97	0.98	0.94	0.93
Management expense ratio before waivers or absorptions (%)	1.85	1.84	1.83	1.25	0.94
Trading expense ratio (%) <sup>(7)</sup>	0.01	0.01	0.01	0.02	0.01
Portfolio turnover rate (%) <sup>(8)</sup>	6.04	10.93	4.52	170.78	88.12
Net asset value per unit (\$)	8.19	8.06	9.65	10.04	10.02

## Series F5

Net Assets per Unit<sup>(4)</sup>

Commencement of operations: November 28, 2016

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
<b>Net Assets, Beginning of Accounting Period Shown<sup>(4)</sup></b>	6.64	8.03	8.65	8.84	8.61
<b>Increase (Decrease) from Operations (\$)</b>					
Total revenue	0.27	0.90	0.42	0.26	0.34
Total expenses	(0.01)	(0.01)	(0.01)	(0.04)	(0.09)
Realized gains (losses)	(0.08)	(0.22)	0.15	0.02	0.20
Unrealized gains (losses)	0.13	(1.04)	(0.63)	0.21	0.37
<b>Total Increase (Decrease) from Operations (\$)<sup>(2)</sup></b>	0.31	(0.37)	(0.07)	0.45	0.82
<b>Distributions (\$)</b>					
From net investment income (excluding dividends)	0.29	0.68	0.32	0.24	0.15
From dividends	—	—	—	—	—
From capital gains	—	—	—	0.21	0.14
Return of capital	0.05	0.20	0.29	0.21	0.28
<b>Total Annual Distributions (\$)<sup>(3)</sup></b>	0.34	0.88	0.61	0.66	0.57
<b>Net Assets, End of Accounting Period Shown (\$)<sup>(4)</sup></b>	6.63	6.64	8.03	8.65	8.84

### Ratios and Supplemental Data

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) <sup>(5)</sup>	5,043	3,859	2,120	929	727
Number of units outstanding <sup>(5)</sup>	760,571	581,001	263,862	107,365	82,232
Management expense ratio (%) <sup>(6)</sup>	0.97	0.97	0.97	0.76	1.03
Management expense ratio before waivers or absorptions (%)	1.84	1.84	1.80	1.06	1.03
Trading expense ratio (%) <sup>(7)</sup>	0.01	0.01	0.01	0.02	0.01
Portfolio turnover rate (%) <sup>(8)</sup>	6.04	10.93	4.52	170.78	88.12
Net asset value per unit (\$)	6.63	6.64	8.03	8.65	8.84

## Series O

Net Assets per Unit<sup>(4)</sup>

Commencement of operations: November 28, 2016

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
<b>Net Assets, Beginning of Accounting Period Shown<sup>(4)</sup></b>	8.02	9.53	9.93	9.97	9.38
<b>Increase (Decrease) from Operations (\$)</b>					
Total revenue	0.32	0.85	0.41	0.29	0.38
Total expenses	0.07	0.07	0.08	0.03	—
Realized gains (losses)	(0.10)	(0.22)	0.21	0.05	0.29
Unrealized gains (losses)	0.17	(1.27)	(0.62)	0.25	0.16
<b>Total Increase (Decrease) from Operations (\$)<sup>(2)</sup></b>	0.46	(0.57)	0.08	0.62	0.83
<b>Distributions (\$)</b>					
From net investment income (excluding dividends)	0.39	0.98	0.48	0.34	0.24
From dividends	—	—	—	—	—
From capital gains	—	—	—	0.30	0.14
Return of capital	—	—	—	—	—
<b>Total Annual Distributions (\$)<sup>(3)</sup></b>	0.39	0.98	0.48	0.64	0.38
<b>Net Assets, End of Accounting Period Shown (\$)<sup>(4)</sup></b>	8.10	8.02	9.53	9.93	9.97

### Ratios and Supplemental Data

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) <sup>(5)</sup>	2,229,154	1,826,135	2,239,707	1,801,846	1,561,512
Number of units outstanding <sup>(5)</sup>	275,131,076	227,572,435	234,901,153	181,489,315	156,585,125
Management expense ratio (%) <sup>(6)</sup>	0.02	0.03	0.03	0.04	0.02
Management expense ratio before waivers or absorptions (%)	0.88	0.89	0.86	0.34	0.02
Trading expense ratio (%) <sup>(7)</sup>	0.01	0.01	0.01	0.02	0.01
Portfolio turnover rate (%) <sup>(8)</sup>	6.04	10.93	4.52	170.78	88.12
Net asset value per unit (\$)	8.10	8.02	9.53	9.93	9.97

## Series T5

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: November 28, 2016

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
<b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup>	6.32	7.71	8.34	8.61	8.41
<b>Increase (Decrease) from Operations (\$)</b>					
Total revenue	0.25	0.73	0.43	0.25	0.33
Total expenses	(0.04)	(0.05)	(0.05)	(0.10)	(0.13)
Realized gains (losses)	(0.08)	(0.18)	0.12	0.01	0.19
Unrealized gains (losses)	0.14	(1.02)	(0.63)	0.20	0.29
<b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>	0.27	(0.52)	(0.13)	0.36	0.68
<b>Distributions (\$)</b>					
From net investment income (excluding dividends)	0.23	0.65	0.27	0.17	0.12
From dividends	—	—	—	—	—
From capital gains	—	—	—	0.22	0.12
Return of capital	0.08	0.21	0.32	0.26	0.30
<b>Total Annual Distributions (\$)</b> <sup>(3)</sup>	0.31	0.86	0.59	0.65	0.54
<b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>	6.27	6.32	7.71	8.34	8.61

### Ratios and Supplemental Data

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) <sup>(5)</sup>	1,730	1,561	1,590	562	606
Number of units outstanding <sup>(5)</sup>	275,804	247,087	206,322	67,346	70,382
Management expense ratio (%) <sup>(6)</sup>	1.51	1.53	1.46	1.45	1.53
Management expense ratio before waivers or absorptions (%)	2.38	2.39	2.30	1.76	1.54
Trading expense ratio (%) <sup>(7)</sup>	0.01	0.01	0.01	0.02	0.01
Portfolio turnover rate (%) <sup>(8)</sup>	6.04	10.93	4.52	170.78	88.12
Net asset value per unit (\$)	6.27	6.32	7.71	8.34	8.61

## Private Series\*

<sup>(1)</sup> Please note that this Series is offered by way of private placement.

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: November 28, 2016

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
<b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup>	8.17	9.67	10.08	10.12	9.54
<b>Increase (Decrease) from Operations (\$)</b>					
Total revenue	0.33	0.92	0.46	0.29	0.38
Total expenses	—	—	(0.01)	(0.05)	(0.08)
Realized gains (losses)	(0.09)	(0.23)	0.15	0.04	0.22
Unrealized gains (losses)	0.17	(1.30)	(0.66)	0.27	0.40
<b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>	0.41	(0.61)	(0.06)	0.55	0.92
<b>Distributions (\$)</b>					
From net investment income (excluding dividends)	0.36	0.89	0.41	0.27	0.18
From dividends	—	—	—	—	—
From capital gains	—	—	—	0.30	0.16
Return of capital	—	—	—	—	—
<b>Total Annual Distributions (\$)</b> <sup>(3)</sup>	0.36	0.89	0.41	0.57	0.34
<b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>	8.22	8.17	9.67	10.08	10.12

### Ratios and Supplemental Data

Accounting Period Ended	2023	2022	2021	2020	2019
	December 31	December 31	December 31	December 31	December 31
Total net asset value (000's of \$) <sup>(5)</sup>	2	2	2	1	1
Number of units outstanding <sup>(5)</sup>	292	280	252	110	104
Management expense ratio (%) <sup>(6)</sup>	0.89	0.91	0.93	0.77	0.79
Management expense ratio before waivers or absorptions (%)	1.83	1.77	1.76	1.82	1.38
Trading expense ratio (%) <sup>(7)</sup>	0.01	0.01	0.01	0.02	0.01
Portfolio turnover rate (%) <sup>(8)</sup>	6.04	10.93	4.52	170.78	88.12
Net asset value per unit (\$)	8.22	8.17	9.67	10.08	10.12

- <sup>(1)</sup> This information is derived from the Fund's Annual Audited Financial Statements. The net assets per unit presented in the financial statements might differ from the net asset value calculated for fund pricing purposes. The differences are explained in the notes to the financial statements.
- <sup>(2)</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the average number of units outstanding over the accounting period.
- <sup>(3)</sup> Distributions were paid in cash or reinvested in additional units of the Fund, or both.
- <sup>(4)</sup> The net assets are calculated in accordance with IFRS.
- <sup>(5)</sup> This information is provided as at the last day of the accounting period shown.
- <sup>(6)</sup> Management expense ratio is based on total expenses including sales taxes for the accounting period indicated (excluding commission, other portfolio transaction costs and withholding taxes) and is expressed as an annualized percentage of daily average net value during the accounting period. The management expense ratio includes, if necessary, the management expenses from its underlying funds, as described in Article 15.2 of Regulation 81-106.
- <sup>(7)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the accounting period. The trading expense ratio includes, if necessary, the trading expenses from its underlying funds, as described in Article 15.2 of Regulation 81-106.
- <sup>(8)</sup> The Fund's portfolio turnover rate indicates how actively the Fund portfolio's manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the accounting period. The higher a Fund's portfolio turnover rate in an accounting period, the greater the trading costs payable by the Fund in the accounting period, and the greater the chance of an investor receiving taxable capital gains in the accounting period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



## Summary of Investment Portfolio

As of December 31, 2023

### Portfolio Top Holdings

	% of Net Asset Value
NBI Unconstrained Fixed Income ETF .....	99.9
Cash, Money Market and Other Net Assets .....	0.1
	100.0
Net asset value .....	\$2,386,779,966

### Asset Mix

	% of Net Asset Value
Corporate bonds .....	40.1
High yield bonds .....	16.1
Emerging markets bonds .....	15.3
Asset backed securities .....	14.0
Government bonds .....	11.1
Cash, Money Market and Other Net Assets .....	3.4

### Term Allocation

	% of Net Asset Value
Under one year .....	5.7
From 1 to 5 years .....	33.0
From 5 years to 10 years .....	29.0
More than 10 years .....	32.3

The above table shows the top 25 positions held by the Fund. In the case of a Fund with fewer than 25 positions, all positions are indicated.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment Fund. A quarterly update is available. Please consult our website at [www.nbinvestments.ca](http://www.nbinvestments.ca).

If this investment Fund invests in other investment funds, please consult the prospectus and other information about the underlying investment funds on the website indicated above or on SEDAR+'s website at [www.sedarplus.ca](http://www.sedarplus.ca).