Canada Life Moderate Portfolio Fund W U$

September 30, 2026

A portfolio fund aiming to provide income while also allowing for long-term growth.

Is this fund right for you?

- You want investment income and you want your money to grow over time.
- You want to invest in both fixed-income funds and equity funds (up to 40 per cent).
- You're comfortable with a low level of risk.

RISK RATING

LOW — MEDIUM — HIGH

Fund category
Global Fixed Income Balanced

Inception date
October 18, 2011

Management expense ratio (MER)
2.07%
(March 31, 2026)

Fund management
Portfolio Solutions Group

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

Asset allocation (%)

Domestic Bonds	39.6
US Equity	18.8
Foreign Bonds	11.5
Canadian Equity	11.0
International Equity	10.0
Cash and Equivalents	8.1
Income Trust Units	0.2
Other	0.8

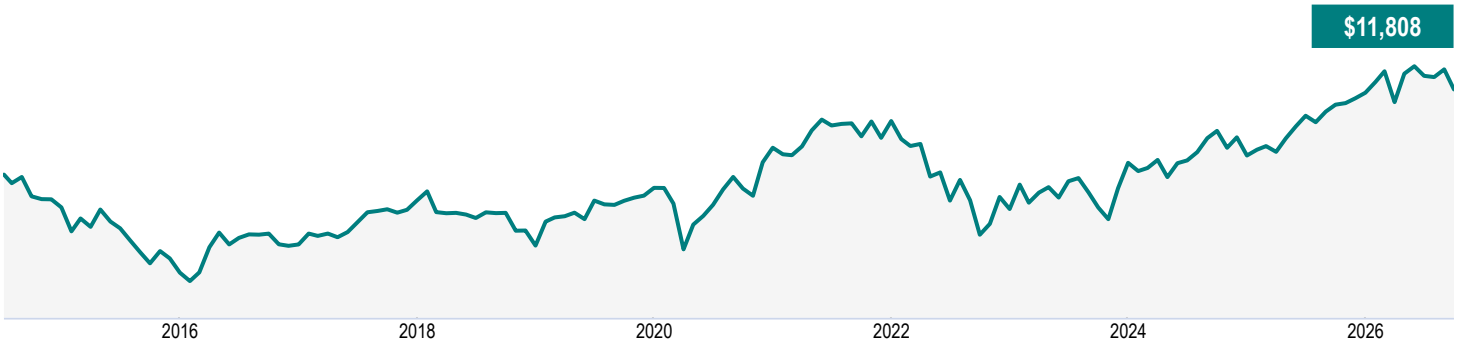
Geographic allocation (%)

Canada	58.4
United States	27.6
United Kingdom	1.6
Ireland	1.2
Japan	1.0
Taiwan	0.9
France	0.9
Europe	0.7
China	0.7
Other	7.0

Sector allocation (%)

Fixed Income	52.0
Technology	10.0
Financial Services	8.6
Cash and Cash Equivalent	8.1
Healthcare	3.1
Energy	2.9
Industrial Goods	2.8
Consumer Services	2.7
Consumer Goods	2.4
Other	7.4

Growth of $10,000 (since inception)



Canada Life Moderate Portfolio Fund W U$

September 30, 2026

Fund details (as of July 31, 2026)

Top holdings	%
Canada Life Canadian Core Fixed Income Fund Series R	22.6
Cash and Cash Equivalents	7.6
Canada Government 3.50% 01-Dec-2057	1.2
Apple Inc	1.1
Province of Ontario 3.90% 02-Jun-2036	1.1
Royal Bank of Canada	1.0
NVIDIA Corp	1.0
Microsoft Corp	0.9
Canada Government 3.25% 01-Jun-2035	0.8
Alphabet Inc Cl C	0.7
Total allocation in top holdings	**38.0**

Portfolio characteristics	
Standard deviation	9.3%
Dividend yield	1.6%
Yield to maturity	-
Duration (years)	-
Coupon	-
Average credit rating	-
Average market cap (million)	$954,710.5

Net assets (million)
$174.6

Price
$10.01

Number of holdings
2443

Minimum initial investment
$500,000

Fund codes
FEL – MAX4371
DSC^ – MAX4571
LSC^ – MAX4671

Understanding returns

Annual compound returns (%)

1 MO	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
-3.5	**-2.4**	**0.6**	**2.8**	**8.3**	**1.8**	**3.1**	**1.4**

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
12.8	**1.5**	**10.6**	**-16.8**	**5.4**	**8.8**	**14.4**	**-10.2**

Range of returns over five years (August 01, 2014 - September 30, 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
6.2%	**Jan. 2021**	**-1.2%**	**Aug. 2019**	**2.3%**	**90.8%**	**79**	**8**

Contact information

Customer service centre

Toll free:
1-844-730-1633

Corporate website:
canadalifeinvest.ca

Canada Life Moderate Portfolio Fund W U$

September 30, 2026

Q2 2026 Fund Commentary

Commentary and opinions are provided by Portfolio Solutions Group.

Market commentary

"

Global financial markets spent the second quarter looking past geopolitical uncertainty and refocusing on corporate earnings. Early in the quarter, conflict in the Middle East raised concerns about global energy supplies and renewed inflationary pressures. As tensions eased and the risk of a prolonged disruption to energy flows through the Strait of Hormuz diminished, investor sentiment improved. Markets quickly concluded that the geopolitical shock was unlikely to derail the global earnings cycle. Attention returned to resilient corporate earnings, continued investment in artificial intelligence (AI), and a global economy that, while moderating, continued to expand. All returns are in Canadian-dollar terms and on a total-return basis.

Global equities generated strong returns, with the MSCI World Index gaining 15.6%, significantly outperforming the FTSE Canada Universe Bond Index, which returned 2.0%. Improving investor confidence and a stronger earnings outlook supported equity markets as concerns over an extended energy shock faded. Continued investment in AI infrastructure remained a powerful driver of returns, supporting companies across the semiconductor, software and data centre ecosystem.

Regional performance reflected differing sector exposures and economic fundamentals. U.S. equities led developed markets on the back of resilient earnings growth and continued strength in technology and industrials. Emerging markets were the strongest-performing region, returning 26.1%, as Taiwan and South Korea benefited from sustained demand for AI-related semiconductors and advanced technology hardware. Canadian equities gained 7.0%, supported by strong advances in financials and industrials, although weakness in the energy and materials sectors limited broader market performance.

Fixed income delivered positive, though more modest, returns. Lower oil prices reduced concerns about a sustained inflation shock, but resilient economic data tempered expectations for significant interest rate cuts. Corporate bonds outperformed government bonds as credit spreads narrowed and investor confidence improved.

The second quarter reinforced an important lesson for investors. Financial markets can recover quickly from geopolitical shocks when the long-term drivers of earnings remain intact. That does not mean the underlying challenges have disappeared. Trade uncertainty, elevated equity valuations and the need for continued earnings growth remain important considerations. While the immediate risks have eased, that distinction is likely to remain important through the second half of the year.

"

Performance

The allocation to fixed income contributed to performance. Global Bond and Long-Term Bond outperformed.

U.S. Growth Equity contributed to performance. Growth-oriented equities outperformed, and further value was added because of selection in the information technology, industrials, communication services and consumer discretionary sectors. Canada Life Emerging Markets Fund also contributed because of stock selection in Taiwan, China, Hong Kong and Saudi Arabia.

Canada Life Moderate Portfolio Fund W U$

The allocation to Multi-Factor Canadian, U.S Equity and International Equity detracted from performance. The allocation to off-benchmark Global Opportunities+ Fund also detracted.

Multi-Factor strategies have equal weighting to six factors: value, profitability, investment, low volatility, momentum and size. However, the growth factor has largely been the driving force of market returns and under performance was exacerbated by the headwind of smaller-capitalization companies underperforming large caps.

Canada Life Global Opportunities+ Fund underperformed because it invests in global equities, fixed income, commodities, currencies, cash and cash equivalents. Because of its diversified nature, it underperformed its equity benchmark.

Portfolio activity

New U.S. Growth and U..S Value mandates sub-advised by Putnam Investments were introduced. A new Canadian Growth mandate sub-advised by PICTON Investments was also introduced. The weighting to Counsel Multi-Factor U.S. Equity was increased.

The Emerging Markets Equity allocation to Putnam was exited in favour of Emerging Markets sub-advised by Mackenzie Investments. Canadian All Cap Growth, U.S. Dividend, U.S. Disciplined Value, U.S. Core Growth and American Growth were all exited.

Outlook

The third quarter of 2026 begins with markets having moved quickly from crisis pricing to relief pricing, as the immediate risk of a severe energy shock has faded following a fragile U.S.-Iran agreement and reduced concern over prolonged disruption through the Strait of Hormuz. Relief is warranted, but not complacency. Energy systems take time to normalize, with tanker positioning, insurance markets, inventories, production capacity and Qatari natural gas supply still working through the after-effects of the shock. Lower oil prices should help headline inflation and ease some pressure on central banks, but inflation pass-through may still appear with a lag in areas such as airfares, electricity, food and fertilizer. As a result, central banks remain cautious: the Bank of Canada is likely boxed into a hold given weak growth but persistent wage and productivity pressures, while the U.S. economy has not yet made a convincing case for U.S. Federal Reserve Board rate cuts.

Against that macroeconomic backdrop, earnings remain the key source of market validation, and AI continues to dominate the investment narrative. The AI buildout is real, supporting capital spending, semiconductors, data centres, power infrastructure, hardware, software and parts of global trade, particularly in Asia. However, the quality of reported earnings deserves more scrutiny. Some recent earnings strength may reflect unrealized mark-to-market gains on AI-related equity stakes rather than recurring operating profits, creating the risk of a circular feedback loop between public valuations, private valuations and reported earnings. We remain constructive but more selective: favouring U.S. equities while avoiding excessive concentration in the narrowest AI leaders, staying underweight Canada and developed international equities, and maintaining selective exposure to emerging markets tied to the AI supply chain.

Fixed income duration remains useful as a stabilizer. Credit requires caution, and alternatives continue to play an important role in providing diversification, liquidity and flexibility as markets test whether AI strength, lower inflation and easier energy conditions can justify already elevated expectations.

Canada Life Moderate Portfolio Fund W U$

September 30, 2026

Disclaimer

The commentaries on the company specific information and purchases and sales were provided by the fund manager. Canada Life Investment Management Ltd. 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 Jun 30, 2026.

The views expressed in this commentary are those of the 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 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.

Canada Life Mutual Funds are managed by Canada Life Investment Management Ltd. The funds are distributed by IPC Securities Corporation and IPC Wealth Inc. and may also be available through other authorized dealers in Canada. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently, and past performance may not be repeated.

Canada Life Mutual Funds, Canada Life Investment Management and design, and Canada Life and design are trademarks of The Canada Life Assurance Company.

Canada Life Moderate Portfolio Fund W U$

September 30, 2026

^Deferred Sales Charge (DSC) and Low Load Deferred Sales Charge (LSC) purchase options is closed to new investments given regulatory bans put in place for these purchase options that came into effect June 1, 2022.

†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. For money market fund reports: The current yield is an annualized historical yield based on the seven-day period ended on the date noted above and does not represent an actual one-year return. Reports produced using this website are for information purposes only. Canada Life Investment Management Ltd., 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 the mutual fund company. Important information about Canada Life Mutual Funds is found in Fund Facts. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Money market fund units are not covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer. There can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you. Past performance of the funds may not be repeated. Canada Life Mutual Funds are managed by Canada Life Investment Management Ltd. The funds are distributed by IPC Securities Corporation and IPC Wealth Inc. and may also be available through other authorized dealers in Canada.

Financial information provided by Fundata Canada Inc.

©Fundata Canada Inc. All rights reserved.