

CAN Canadian Small Cap 75/75 (PS1)[†]



January 31, 2026

An equity fund that seeks long-term growth among small- and medium-sized Canadian companies.

Is this fund right for you?

- You want your money to grow over the longer term.
- You want to invest in small- to mid-sized Canadian and U.S. companies from various industries.
- You're comfortable with a moderate to high level of risk.

RISK RATING



Fund category
Canadian Small/Mid Cap Equity

Inception date
May 14, 2012

Management expense ratio (MER)*
3.16%
(December 31, 2024)

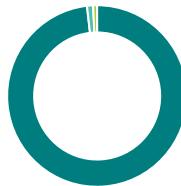
Fund management
ClearBridge Investments

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



Asset allocation (%)

Canadian Equity	93.1
Income Trust Units	4.9
International Equity	1.1
Cash and Equivalents	0.9



Geographic allocation (%)

Canada	98.2
Bermuda	1.1
Other	0.7



Sector allocation (%)

Basic Materials	25.2
Energy	20.3
Consumer Services	9.9
Real Estate	8.1
Financial Services	7.7
Consumer Goods	7.5
Technology	7.2
Industrial Services	4.8
Utilities	4.8
Other	4.5

Growth of \$10,000 (since inception)



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Fund details (as of December 31, 2025)

Top holdings	%	Portfolio characteristics	Net assets (million)
Capstone Copper Corp	4.4	Standard deviation	9.62%
Hudbay Minerals Inc	4.3	Dividend yield	1.93%
OR Royalties Inc	4.3	Yield to maturity	-
Headwater Exploration Inc	4.2	Duration (years)	-
Enerflex Ltd	3.9	Coupon	-
EQB Inc	3.9	Average credit rating	-
Triple Flag Precious Metals Corp	3.6	Average market cap (million)	\$5,744.9
Kelt Exploration Ltd	3.4		
Lundin Mining Corp	3.4		
Propel Holdings Inc	3.0		
Total allocation in top holdings	38.4		

Understanding returns

Annual compound returns (%)

1 MO	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
4.19	9.75	4.19	22.74	16.28	13.88	5.31	4.54

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
16.55	19.40	14.29	-7.84	25.41	0.05	-3.33	-28.90

Range of returns over five years (June 01, 2012 - January 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
18.62%	March 2025	-14.45%	March 2020	0.39%	41.90%	44	61

Net assets (million)
\$17.7

Price
\$18.38

Number of holdings
46

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 – CLGC092A
DSC^A – CLGC092B
CB4 – CLGC092C

Contact information

Customer service centre

Toll free:
1-888-252-1847

Corporate website:
canadalife.com

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Q4 2025 Fund Commentary

Commentary and opinions are provided by ClearBridge Investments.

Market commentary

The rise in metals prices, both precious and industrial metals, was a dominant theme for Canadian small-capitalization equities over the fourth quarter of 2025. Gold, silver and copper ended the quarter just below record highs after double-digit gains. For the year, gold rose 64%, copper rose 41% and silver rose 141%, marking a historic period for metal prices.

Metals and mining grew from just over 25% of the S&P/TSX Canadian Small Cap Total Return Index at the start of 2025 to roughly 36% by year-end. Precious metals alone accounted for about 25% of that. This drove a strong index performance, with total returns of 50.2% for the year and 10.2% for the quarter. Quarterly leadership was narrow as only the materials and energy sectors matched or exceeded index returns. Outside of resources, performance was mixed.

Performance

The Fund's overweight exposure to Enerflex Ltd. contributed to performance. Out-of-benchmark exposures to Lundin Mining Corp. and Hudbay Minerals Inc. also contributed to performance. Relative exposures to OR Royalties Inc. and FirstService Corp. detracted from performance, as did overweight exposure to Propel Holdings Inc.

At a sector level, stock selection in the energy and health care sectors contributed to the Fund's performance, as did underweight exposures to the health care and consumer discretionary sectors. Stock selection in the materials and industrials sectors detracted from performance. Underweight exposure to the materials sector and overweight exposure to the information technology sector also detracted from performance.

Portfolio activity

A holding in Lumine Group Inc. was added to the Fund. The sub-advisor believes that the company's leading position in its markets and proven acquisition model provide defensive characteristics amid technology disruption.

Fund holdings in Triple Flag Precious Metals Corp. and OR Royalties were increased. These reflect the sub-advisor's preference for asset-light, diversified royalty or streaming models. The sub-advisor increased several cyclical holdings that have lagged the market. These increases were made to Pet Valu Holdings Ltd., Propel Holdings, Descartes Systems Group Inc., ATS Corp. and Topaz Energy Corp. In each case, the company's lower stock price was an opportunity to increase exposure at better valuations.

The Fund's holding in Sandstorm Gold Ltd. was sold after the company was acquired by Royal Gold Inc. A holding in Transcontinental Inc. was sold as the company's stock approached the sub-advisor's assessment of intrinsic value.

Fund holdings in Brookfield Wealth Solutions Ltd., Enerflex and Headwater Exploration Inc. were reduced to manage holding size and use the proceeds for other investments.

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Outlook

The sub-advisor's focus is on businesses that pair prudent capital allocation with competitive advantages, strong balance sheets and the ability to compound value over time. In 2026, the sub-advisor expects Canadian small-capitalization equities to contend with continued event risk, including the review of the Canada-United States-Mexico Agreement. The market will have to contend with questions around the durability of artificial intelligence-related capital expenditures and an oversupplied energy market. After a volatile 2025, the sub-advisor expects dispersion to remain high, which should create investment opportunities.

Resource prices should be a key determinant of benchmark returns given the S&P/TSX Small Cap Index's composition. Materials and energy sector companies represent nearly two-thirds of the Canadian small-cap index. The path of gold, silver, copper, oil and natural gas prices should, therefore, have a large influence on overall market direction.

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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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