CAN Diversified Fixed Income II 100/100 (P)

September 30, 2026

Is this fund right for you?

- A person who is investing for the medium to longer term and seeking potential for interest income in their portfolio and is comfortable with low risk.
- Since the fund invests in bonds anywhere in the world, its value is affected by changes in interest rates and foreign exchange rates between currencies.

RISK RATING

LOW — MODERATE — HIGH

Fund category
High Yield Fixed Income

Inception date
July 09, 2018

Management expense ratio (MER)*
2.19%
(December 31, 2024)

Fund management
Canada Life Investment Management

How is the fund invested? (as of September 30, 2026)



Asset allocation (%)

Domestic Bonds	100.0



Geographic allocation (%)

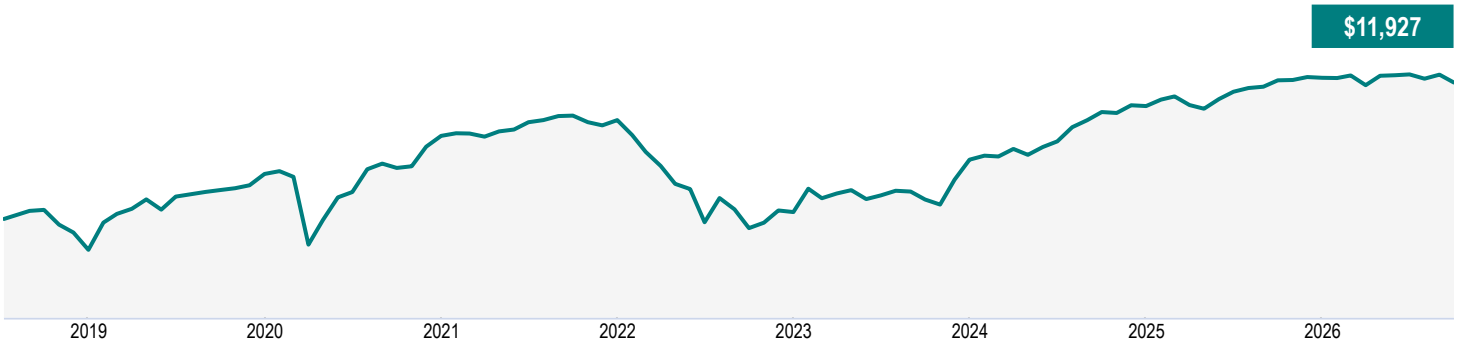
Canada	100.0



Sector allocation (%)

Fixed Income	100.0

Growth of $10,000 (since inception)



CAN Diversified Fixed Income II 100/100 (P)

September 30, 2026

Fund details

As of September 30, 2026

Top holdings	%
Canada Life Diversified Fixed Income Portfolio S	100.0
Cash and Cash Equivalents	0.0
Total allocation in top holdings	**100.0**

As of September 30, 2026

Portfolio characteristics	
Standard deviation	3.30%
Dividend yield	-
Yield to maturity	-
Duration (years)	-
Coupon	-
Average credit rating	-
Average market cap (million)	-

Net assets (million)
$122.1

Price
$11.93

Number of holdings
2

Minimum initial investment
$500

Fund codes
FEL – CLGB020I

Understanding returns

Annual compound returns (%)

1 MO	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	INCEPTION
-0.93	**-0.96**	**-0.56**	**-0.26**	**5.10**	**0.80**	**-**	**2.16**

Calendar year returns (%)

2025	2024	2023	2022	2021	2020	2019	2018
3.44	**6.99**	**7.33**	**-11.40**	**1.99**	**5.06**	**11.21**	**-**

Range of returns over five years (August 01, 2018 - 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
3.79%	**March 2025**	**0.29%**	**Sept. 2023**	**1.66%**	**100.00%**	**39**	**0**

Contact information

Customer service centre

Toll free:
1-888-252-1847

Corporate website:
canadalife.com

CAN Diversified Fixed Income II 100/100 (P)

September 30, 2026

Q2 2026 Fund Commentary

Commentary and opinions are provided by Canada Life Investment Management.

Market commentary

North American economies followed different paths in the second quarter. Canada's economy stayed under pressure from trade uncertainty, while the U.S. economy expanded at a solid pace. Inflation picked up in both countries because of higher energy costs tied to the conflict in the Middle East, though oil prices retreated late in the quarter as tensions eased.

Monetary policy stayed on hold in both countries. The Bank of Canada held its policy interest rate steady at 2.25% at its April and June meetings, while the U.S. Federal Reserve Board held the federal funds rate steady at a target range of 3.50%–3.75% and signaled that rate increases were possible later in the year.

Multi-sector fixed income delivered mixed results. U.S. government bond yields rose as the market priced in the possibility of Fed rate increases, putting downward pressure on prices, while Canadian bond yields eased late in the quarter on contained inflation. Investment-grade corporate bonds were broadly stable, and energy-sector issuers held up well. High-yield bonds were choppy but finished higher as the interest-rate outlook shifted.

Performance

Exposure to utilities contributed to performance, as did select industrials and loan exposures. Galaxy Digital Holdings LP (0.5%, 2031/05/01) was the largest contributor to performance. It benefited from better sentiment toward digital assets, supported by stronger cryptocurrency prices and growing institutional adoption.

Security selection among corporate holdings detracted from performance, particularly the industrials, energy and financials sectors. Cannabist Company Holdings Inc. (9.25%, 2028/12/31) detracted from performance as it faced pressure from pricing compression, regulatory uncertainty, and lower access to capital.

Portfolio activity

Blackstone Private Credit Fund (5.95%, 2031/05/15) was added for its scale, sponsor affiliation and mostly first-lien portfolio. This may support resilient credit performance through economic cycles.

Light and Wonder International Inc. (6.25%, 2033/10/01) was increased based on its lower debt, market position and regulated gaming market. The bond has the potential to participate in ongoing credit improvement while earning an attractive yield.

Frontier Communications Corp. (6.75%, 2029/05/01) was eliminated. Following its financial restructuring several years ago, the company invested in network modernization and fiber deployment to improve customer growth and cash flow.

Ashton Woods USA LLC (4.625%, 2029/08/01) was reduced. While the sub-advisor believes in the issuer's ability to generate profit, its valuation doesn't compensate for industry risks and private-company ownership.

CAN Diversified Fixed Income II 100/100 (P)

September 30, 2026

Disclaimer

The commentaries on the company specific information and purchases and sales were provided by the fund manager. Canada Life 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 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.

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.**

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

CAN Diversified Fixed Income II 100/100 (P)

September 30, 2026

*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.

Financial information provided by Fundata Canada Inc.
©Fundata Canada Inc. All rights reserved.