Q3 2026

Managed Portfolios

Addenda Income

Quick facts

Inception date:
January 14, 2021

Asset class:
Balanced

Minimum investment:
$100,000

Avg. number of holdings:
20–35

Investment manager:
Addenda Capital

Investment manager assets under management:
$43.2B

Portfolio risk:

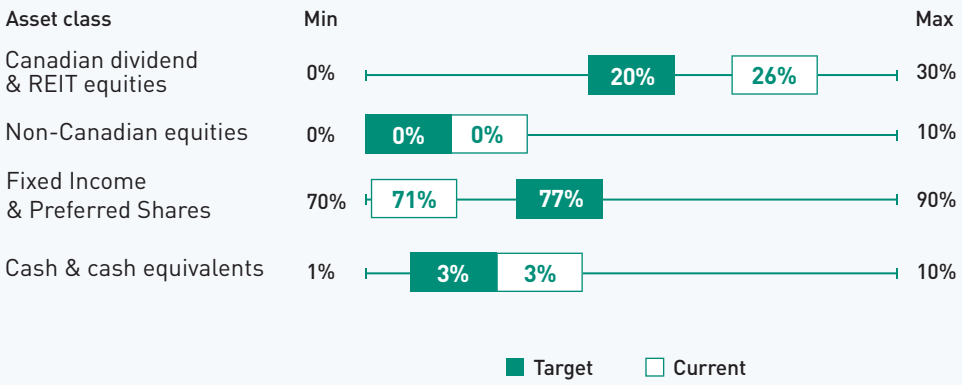
Low

aviso wealth

What does the Portfolio invest in?

The portfolio invests in a diversified portfolio of fixed-income securities, Canadian dividend-paying equity securities, Canadian Real Estate Investment Trusts (REITs), preferred shares, US equity securities, exchange traded funds (ETFs), commercial mortgages, and money market instruments and/or cash equivalents.

Asset allocations



- Equities: the minimum market capitalization will be $1 billion dollars (CAD and/or USD equivalent) at the time of purchase. Canadian dividend & REIT equities: Target 10–20 securities. Non-Canadian equities: Target 0–10 securities
- Fixed income: Includes 25% to 50% in units of the Addenda Universe Core Bond pooled fund, 10% to 30% in Addenda Bonds Corporate Core pooled fund, 0% to 20% in Addenda Commercial Mortgage pooled fund, 0% to 20% in Addenda Preferred Share pooled fund, and/or Canadian fixed income ETFs.

Suitable for investors whose objective is to achieve a high level of income and some long-term capital growth, and is not intended for investors with a short-term investment horizon.

Top ten holdings[1] (excluding cash and cash equivalents) %

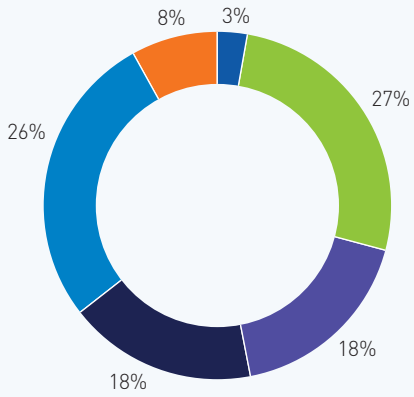
1.	Addenda Bonds Universe Core Pooled Fund	27.3
2.	Addenda Commercial Mortgage DC Pooled Fund	18.2
3.	Addenda Bonds Corporate Core Pooled Fund	17.9
4.	Addenda Preferred Share Pooled Fund	7.9
5.	Power Corp of Canada	2.9
6.	Brookfield Infrastructure	2.8
7.	Bank of Nova Scotia	2.5
8.	Canadian Pacific Kansas City	2.4
9.	TC Energy	2.2
10.	Toronto-Dominion Bank	2.1

Performance

	QTD	YTD	1 yr	3 yr	5 yrs	Since inception (Annualized)
Portfolio	-2.2%	3.2%	5.0%	8.6%	4.0%	4.1%
Benchmark	-1.5%	-3.0%	4.6%	10.1%	4.0%	4.0%

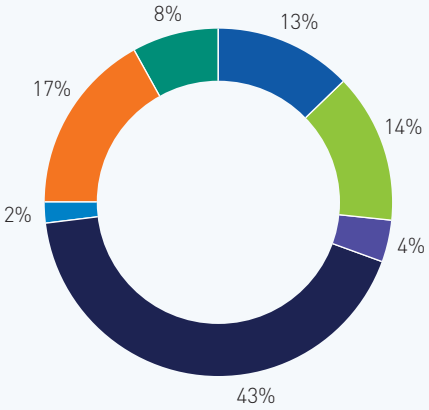
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Asset allocation[1]



- Cash
- Addenda Bonds Universe Core Pooled Fund
- Addenda Bonds Corporate Core Pooled Fund
- Addenda Commercial Mortgage DC Pooled Fund
- Canadian Dividend & REITs
- Canadian Preferred Shares

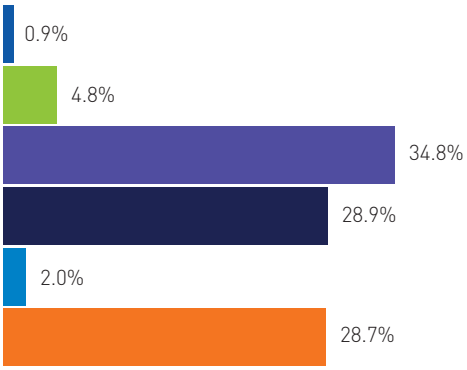
Equities sector allocation[1]



- Energy
- Industrials
- Consumer discretionary
- Financials
- Communication services
- Utilities
- Real Estate

Fixed income allocation

Core Bond Pool Sector Allocation

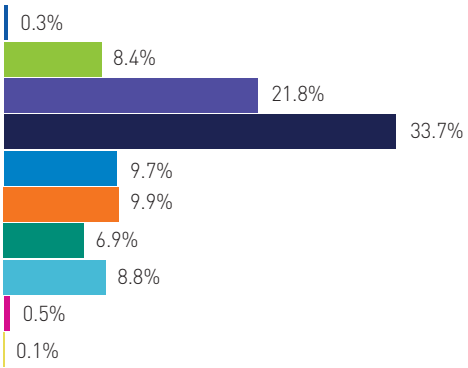


Credit quality	Portfolio (%)
AAA	31.5
AA	26.5
A	23.0
BBB	13.3
Non Rated Securities (Commercial Mortgages)	4.8
Cash and money market	0.9
	100.0

- Cash & Money Market
- Commercial Mortgages
- Corporate Bonds
- Federal Bonds
- Municipal Bonds
- Provincial Bonds

Current Yield: 3.86%

Corporate Core Bond Pool sector allocation



Credit quality	Portfolio (%)
AAA	0.6
AA	1.0
A	52.7
BBB	45.4
Non Rated Securities (Commercial Mortgages)	0.1
Cash and money market	0.3
	100.0

- Cash and Money Market
- Communication
- Energy
- Financial
- Industrial
- Infrastructure
- Maples
- Real Estate
- Securitization
- Other (Derivatives)

Current Yield: 4.56%

Average market cap. (Canadian equities only) $81.2B
Weighted Combined Yield to Maturity (Total Portfolio)[2] 4.17%

Repositioning for Q4 2026

Sold or reduced positions (-1.0%)

- Sold Emera

Bought or increased positions (+1.0%)

- Increased Brookfield Infrastructure Partners (BIP)
- Increased TC Energy

Rationale:

We are not making any asset mix changes this quarter and continue to be overweight equities and underweight fixed income.

Within the Canadian dividend equity component, Emera was trimmed following its announced acquisition to merge with Canadian Utilities/ATCO in an all-share combination valued at approximately $14 billion. The transaction offers greater geographic diversification (adding Alberta and Australia utility exposure) and higher regulated (95%) earnings mix. However, there was no change in the 5-7% EPS (Earnings Per Share) growth outlook for the combined entity. The year-long regulatory approval process (Q4 2027 likely) and lack of clarity (near-term) of the growth opportunities of the merged companies is expected to weigh on Emera shares.

With the proceeds from the Emera trim, Brookfield Infrastructure Partners was added following their Investor Day presentation as we continue to like its value proposition. The higher targeted 10%+ organic growth and the reinvestment of recycled capital supports an attractive and repeatable earnings/cash flow growth algorithm. The near-term company specific catalyst is the proposed simplification of its public structure. BIP units and BIPC shares are expected to be exchanged one for one into a single publicly traded corporation. The change should broaden the eligible investor base, improve liquidity and potentially increase Index demand without changing the underlying business or Brookfield's economic ownership. We believe that the units are undervalued relative to their growth potential, as BIP shares are trading at the low end of the 5-year range and offer an attractive 4.7% dividend yield with 5-9% annual dividend growth.

TC Energy, a low-risk holding that offers an attractive 4.1% dividend yield and high single-digit EBITDA (Earnings Before Interest, Taxes, Depreciation, and Amortization) growth for the foreseeable future was also added. TC Energy is viewed favorably as operating long-life energy infrastructure assets in North America (approximately 90% from natural gas pipelines and 10% from Power, predominantly Bruce Power nuclear), with a highly visible, organic growth outlook beyond 2030.

Investment manager overview

Addenda Capital is an investment management firm providing solutions for institutional and high net worth clients. They offer clients expert services in a broad range of asset classes. Addenda's mission is to add value through innovation, discipline and integrity, and to nurture genuine partnerships with their clients.

Management style

Canadian Equities (Value)	Global Equities (GARP[3])	Fixed Income (Core)

Investment philosophy

Addenda provides a balanced investment strategy that seeks long-term capital appreciation and enhanced diversification through exposure to high quality fixed income and equity securities. A disciplined, dynamic asset allocation approach, blending top-down and bottom-up assessments seeks to exploit market opportunities through tactical shifts. Addenda's committee-based decision-making process leverages the firm's diversity of expertise. Their Asset Allocation Committee, led by the co-CIO, consists of those responsible for each asset class as well as their dedicated economic research team.

Investment process and risk controls

- Extensive top-down analysis of global macro-economic variables and capital markets serve to identify general investment themes and changes in market drivers on a quarterly basis. Forward-looking views, based against a 12- to 24-month horizon, reflect return and risk expectations, as well as relative valuations.
- Changes in asset mix, when triggered, seek to exploit shifting dynamics in the market environment and/ or valuations.
- Addenda's actively managed bond and equity investment strategies leverage extensive fundamental research capabilities. Their bond strategy utilizes a multi-strategy approach to exploit diverse alpha sources, while equity strategies are driven by in-depth bottom-up security analysis as well as industry fundamentals. The equity process favors companies offering attractive dividend profiles.

Key strengths

- Adding value through innovation and discipline
- Strong team work, rich insights
- Leveraging extensive fundamental research capabilities
- Guided by strong governance and sound judgement
- A culture based on integrity
- Environmental, social and governance (ESG) criteria inherent in the investment philosophy[4]
- Addenda is a United Nations Principles for Responsible Investment (PRI) signatory

About Aviso Wealth

Aviso Wealth is part of Aviso, one of Canada's largest independent wealth management firms. Owned by the credit unions, we serve hundreds of thousands of investors at credit unions across Canada.

With approximately $160 billion of assets under administration and management, Aviso has the resources to bring the best products and services to credit unions and their members. Invest with confidence, with your credit union and Aviso.

- Over 30 years as the wealth management provider to credit unions across Canada.
- One of Canada's largest independent wealth management firms.
- Parent company of Aviso Wealth, NEI Investments, and Qtrade.
- Owned by Canada's credit unions and Desjardins.

[1] As of October 7, 2026 after quarterly rebalancing unless otherwise stated.

[2] Addenda Bonds Universe Core Pooled Fund Yield to Maturity 4.36%; Addenda Bonds Corporate Core Pooled Fund Yield to Maturity 4.59%; Addenda Commercial Mortgage DC Pooled Fund Yield to Maturity 4.60%; Canadian Dividend and REITS Yield 3.30%; Addenda Preferred Share Pooled Fund Yield 6.02%.

[3] GARP (Growth at a reasonable price)

[4] Tobacco and weapons companies are screened-out of portfolios. Tobacco: Exclude tobacco companies and companies that derive a material portion of their revenue from tobacco-related products such as filters, rolling papers or packaging, or from the sale of tobacco or tobacco-related products. Applies to equity holdings only. Weapons: Exclude companies that derive revenue from military contracts that violate International Humanitarian Law (IHL), and nuclear weapons contracts; companies that derive a material portion of their revenue from the manufacture of legal weapons systems and/or tailor-made components for these weapons systems; and companies whose activities are connected with the manufacturing of automatic or semi-automatic weapons intended for civilian use, or derive a material portion of their revenue from the sale or distribution of such weapons. Applies to equity holdings only.

Indicated rates of return are calculated using the time-weighted rate of return methodology for the period ended September 30, 2026, and do not take into account management expenses, custodial fees, account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns.

Benchmark Index: 35% FTSE Canada Universe Bond Index/20% FTSE Canada All Corporate Bond Index/15% FTSE Canada Short Term Overall Bond Index/20% S&P/TSX Canada Select Dividend/10% S&P/TSX Preferred Share Index. From 2022-01-11 to 2024-09-30 : 35% FTSE Canada Universe Bond Index/20% FTSE Canada All Corporate Bond Index/15% FTSE Canada Short Term Overall Bond Index/20% Dow Jones Canada Select Dividend/10% S&P/TSX Preferred Share Index. From 2021-01-14 to 2022-01-10 : 40% FTSE Canada Universe Bond Index/20% FTSE Canada All Corporate Bond Index/15% FTSE Canada Short Term Overall Bond Index/15% Dow Jones Canada Select Dividend/10% S&P/TSX Preferred Share Index.

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