

# Balanced Strategy

December 31, 2025

Morguard Lincluden’s value investment philosophy is based on fundamental, bottom-up, research-driven analysis with a long-term focus. We look to purchase high quality securities (stocks and bonds) at a discount to their intrinsic value. The objective of our philosophy is to provide strong risk adjusted returns over a market cycle while protecting our clients’ capital.

## Investment Objective

The equities employ a bottom-up fundamental value investment approach with a key focus on investing in High Quality companies. After these high quality companies are identified, we look for attractive valuations. Our disciplined investment process is applicable across the market capitalization range which provides us with the broadest range of quality investment ideas and undervalued companies.

The bonds are structured to provide current income and less risk to capital in a rising interest rate environment. The portfolio is invested in liquid investment grade corporate and government fixed income securities.

## Top Ten Holdings Company (Sector)

7.5%	CDA Government (2.500% due 01 Dec 32)
2.3%	Royal Bank of Canada (Financials)
2.1%	Prov. Ontario (2.050% due 02 Jun 30)
2.1%	Toronto Dominion Bank (Financials)
2.0%	Prov. Ontario (3.750% due 02 Jun 30)
1.5%	Prov. Ontario (2.600% due 02 Jun 27)
1.5%	Prov. Quebec (3.100% due 01 Dec 51)
1.4%	Prov. Ontario (2.650% due 02 Dec 50)
1.4%	Canadian National Railway Co. (Industrials)
1.4%	CDA Government (1.750% due 01 Dec 53)

Total of 99 Equity and 90 Fixed Income holdings in the Fund

## Performance - Growth of \$100



## Risk Measures

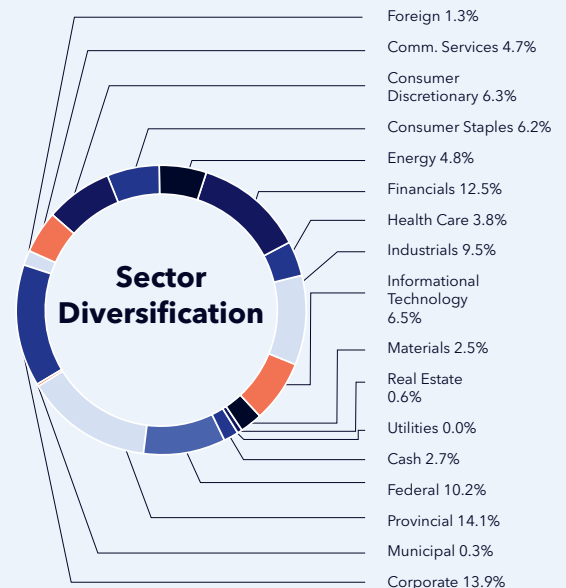
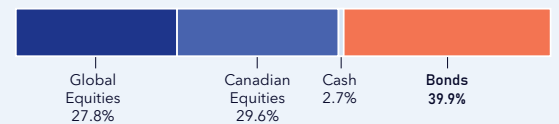
	Reward/ Risk	Jensen Alpha (%pa)	Beta	Downside Capture (%)
Over 25 Years & 3 Months				
<b>Balanced Fund</b>	1.0	2.0	0.9	83.1
<b>Benchmark</b>	0.8	0.0	1.0	100.0

## Characteristics

	Balanced	Total Equity Benchmark
Price/Earnings	15.8x	18.2x
Price/Book	2.6x	3.0x
Price/Sales	1.6x	2.4x
Price/Cash Flow	N/A	N/A
<b>Dividend Yield</b>	<b>2.4%</b>	<b>1.9%</b>

Total Fund Benchmark: 30% S&P/TSX, 30% MSCI World, 20% FTSE TMX Short Term & 20% FTSE TMX Mid Term  
Total Equity Benchmark: 50% S&P/TSX, 50% MSCI World

## Asset Mix



## Morguard Lincluden Global Investments

Morguard Lincluden Global Investments has provided discretionary investment management for institutional and private clients since 1982. We employ traditional, value-based investment principles across a range of equity, fixed income and balanced portfolios. Lincluden clients have benefited from 43 years of solid risk-adjusted performance. As of December 31, 2025, Lincluden managed client assets of over \$4 billion dollars. Lincluden is a member of the Morguard group of companies.

\*This information is not an offering of, nor advertisement for, any securities. Past performance is not a reliable indicator of future performance and should not be relied on to make investment decisions. The returns include cash. Returns are in Canadian dollars and are gross of fees. Inception date of the Strategy is September 30, 2000.