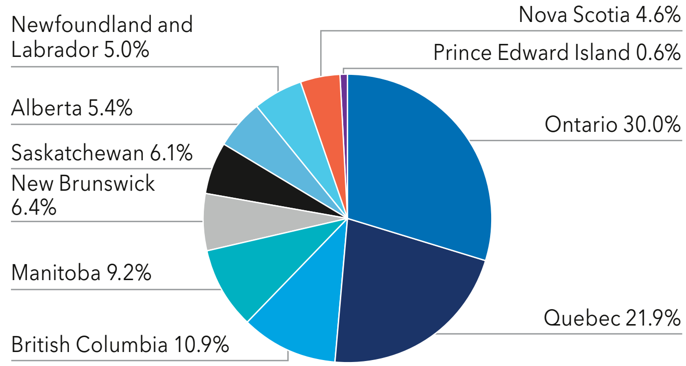
Co-operators Long Term Provincial Bond Index Overlay Fund

co-operators

ADDENDA CAPITAL



Investor Profile

Suited to investors seeking a diversified portfolio of long term, high quality bonds and who are comfortable with the use of leverage. Investors should be able to accept a high level of risk.

Investment Objective

To achieve attractive returns on a risk-adjusted basis utilizing long term bonds, particularly bonds issued by the provinces of Canada. The fund will use traditional fixed income securities as well as derivatives in order to provide exposure to the total return of the long-term provincial bond market, as measured by the relevant index, of approximately three dollars for each one dollar invested in the fund.

Investment Strategy

The fund intends to achieve its objective by using derivatives to achieve a return of three times the return of the FTSE Canada Long Term Provincial Bond Index less two times the 1-month Canadian Dealer Offered Rate. A stratified sampling approach is utilized based on an optimal number of securities issued by the principal provinces. Selective exposure to securities issued by provincial agencies or issues not guaranteed by a province may be used. In all cases, an emphasis is placed on credit quality, liquidity risk, and benchmark risk. Quantitative methods are used to control and evaluate tracking error risk and portfolio management costs. All derivatives shall be initiated with a Canadian or U.S. bank rated at least A-low by S&P or Moody's at time of the initial transaction. ESG criteria is also incorporated in the investment analysis and decision-making process.

Fund Facts

as at September 30, 2025

Fund type:	Fixed Income
Fund size:	$3,758,000
Underlying fund size:	$196,864,000
Underlying fund name:	Addenda Bonds Long Term Provincial Index Overlay Pooled Fund
Portfolio manager:	Addenda Capital Inc.
Fund inception date:	4 November 2024
Underlying fund inception date:	30 April 2012
Number of holdings:	160
Volatility rating:	High
Benchmark:	300% FTSE Canada Long Term Provincial Bond Index less 200% 1-month Canadian Dealer Offered Rate 100.0%

Top Ten Holdings

as at September 30, 2025

Province of Quebec (Repo), 4.40%, 01 Dec 2055	9.9%
Province of Ontario (Repo), 3.45%, 02 Jun 2045	7.5%
Province of Quebec (Repo), 3.10%, 01 Dec 2051	7.1%
Province of Ontario (Repo), 4.60%, 02 Dec 2055	6.7%
Province of Ontario (Repo), 3.50%, 02 Jun 2043	6.4%
Province of Ontario (Repo), 3.75%, 02 Dec 2053	6.4%
Province of Ontario (Repo), 4.15%, 02 Dec 2054	6.4%
Province of Quebec (Repo), 3.50%, 01 Dec 2048	6.4%
Province of Quebec (Repo), 5.00%, 01 Dec 2041	6.2%
Province of Ontario (Repo), 4.70%, 02 Jun 2037	6.2%
Total Percentage of Fund	**69.2%**

Rates of Return

	Annual Returns to September 30 (%)										Annualized Returns to September 30, 2025 (%)					
	2016	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**Qtr**	**YTD**	**1 yr**	**3 yr**	**5 yr**	**10 yr**
Fund	40.3	-20.4	6.9	51.8	13.6	-25.2	-49.4	-31.2	38.3	-11.6	2.5	-6.0	-11.6	-5.6	-20.5	-4.1
Benchmark	40.0	-20.5	7.2	52.0	14.7	-25.2	-49.5	-31.4	38.3	-10.8	2.5	-5.4	-10.8	-5.4	-20.4	-4.0