



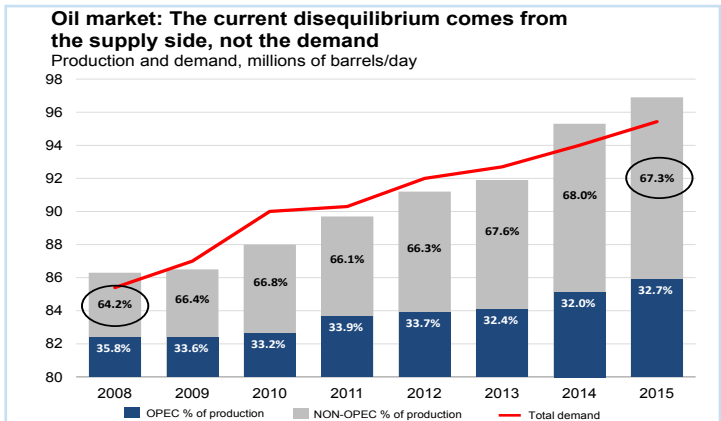
Sébastien Mc Mahon, M.E.Sc., PRM, CFA  
Frédéric Gagnon

economics@ia.ca or ia.ca/economy

## No U.S. recession in sight

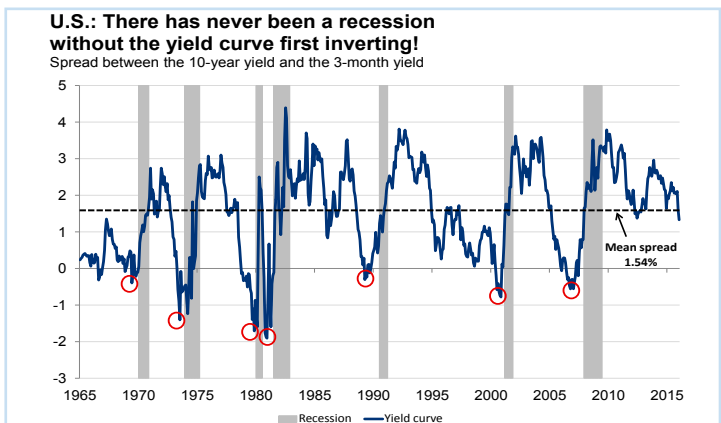
### World

The oil market is the hot topic of the day, causing much uncertainty on the financial markets. Some people see the situation as a direct result of a major slowdown in economic activity across the globe. In actual fact, world demand for oil is more than steady, having grown by 8.5 million barrels per day since the end of 2009, an increase of nearly 10%. Rather, the weakness in the price of oil is caused by the great battle for market share that has taken hold between the Organization of the Petroleum Exporting Countries (OPEC) and non-OPEC producers, such as the United States, creating a supply surplus in the market.



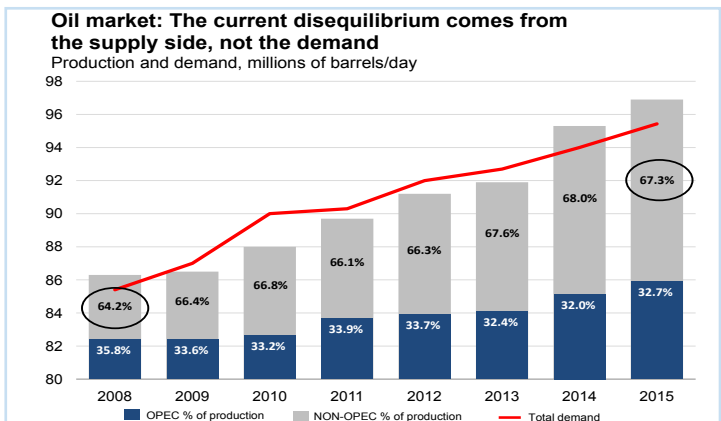
### North America

Fears surrounding a potential recession in the U.S. appear to be exaggerated. Although the strength of the U.S. dollar, the weakness in natural resource prices and the slowdown in the manufacturing sector are fueling concerns over the outlooks for economic growth and inflation, the situation is not sufficient to warrant a recession. In fact, history shows that there has never been a recession without the yield curve (difference between 10-year and 3-month yields) first becoming inverted, and the yield curve is still at a level in line with its historical average. Moreover, the strength of consumer demand, which continues to accelerate, leads us to believe that the risk of a recession in 2016 is virtually zero at this time.



### Financial markets

The high volatility seen in the financial markets since the start of the year is certainly making many investors more nervous. However, in an environment where a U.S. recession is unlikely in the near future, periods of stress create more than attractive opportunities for investors with long-term investment horizons. In Canada, for example, the 2.4% spread between the dividend yield of the S&P/TSX and the yield of 10-year federal bonds has not been as large in 60 years!



## Gross returns as at February 29, 2016

		Net assets <sup>1</sup> in millions \$	Simple returns <sup>2</sup>			Compound annual returns					Investment advisor
			1 month %	3 months %	YTD %	1 year %	3 years %	4 years %	5 years %	10 years %	
<b>Asset Allocation Funds</b>											
506	Asset Allocation - Conservative	72.1	(0.5)	(0.5)	(1.0)	(1.3)	6.3	6.4	6.3	5.9	Various Managers
507	Asset Allocation - Moderate	119.8	(0.9)	(1.3)	(1.7)	(2.2)	7.1	7.2	6.5	5.9	Various Managers
508	Asset Allocation - Balanced	298.3	(1.2)	(2.1)	(2.4)	(3.2)	7.9	8.0	6.5	5.9	Various Managers
509	Asset Allocation - Growth	165.0	(1.5)	(2.8)	(2.9)	(4.2)	8.7	8.7	6.5	5.9	Various Managers
510	Asset Allocation - Aggressive Growth	84.7	(1.8)	(3.5)	(3.6)	(5.2)	9.4	9.5	6.5	5.9	Various Managers
<b>Income Funds</b>											
070	Money Market	357.2	0.0	0.1	0.1	0.6	0.9	0.9	0.9	1.7	Industrial Alliance
170	Short Term Bond	318.0	(0.2)	0.4	0.0	0.9	2.5	2.7	3.1	3.8	Industrial Alliance
489	Emerald Canadian Bond Index (TD)	163.9	0.2	1.7	0.6	(0.3)	3.8	3.7	5.0	5.0	TD
020	Bond	2,631.6	0.2	1.6	0.5	(0.3)	3.8	4.0	5.2	5.3	Industrial Alliance
472	Bond (Fiera Capital)	88.3	0.4	1.6	0.5	(0.2)	3.4	3.6	4.8	5.1	Fiera Capital
521	Bond (PH&N)	28.9	0.2	1.7	0.5	(0.2)	4.2	4.1	5.1	5.4	Phillips, Hager & North
632	Core Plus Bond (PH&N)	8.9	0.2	1.4	0.4	(0.4)*	-	-	-	-	Phillips, Hager & North
860	Core Plus Bond (PIMCO)	168.2	0.0	1.5	0.0	(0.3)	3.8	4.4	4.9	-	PIMCO
504	Long Term Bond	150.0	0.9	3.3	1.3	(2.6)	5.2	5.1	7.7	6.7	Industrial Alliance
861	Core Plus Long Term Bond (PIMCO)	9.2	0.6	3.3	0.8	(2.0)	5.6	5.9	7.8	-	PIMCO
893	Global Fixed Income (PIMCO)	115.9	(0.5)	(1.2)	(0.4)	1.2	5.0*	9.4*	10.8*	-	PIMCO
111	Floating Rate Bank Loan (AlphaFixe) <sup>3</sup>	14.5	0.0	(0.6)	(0.1)	0.6*	-	-	-	-	AlphaFixe Capital
<b>Diversified Funds</b>											
240	Diversified Security	605.0	(0.7)	(1.3)	(1.1)	(0.2)	7.3	6.8	6.3	6.2	Industrial Alliance
889	Balanced Moderate Index (BlackRock)	1.4	(1.6)	(2.5)	(3.5)	(4.6)	7.5	7.6*	6.8*	5.6*	BlackRock
040	Diversified	1,990.1	(0.4)	(2.6)	(1.8)	(2.7)	8.8	8.2	6.6	6.3	Industrial Alliance
751	Balanced (Beutel Goodman)	31.8	(1.6)	(4.0)	(3.7)	(5.4)	7.2	8.1	7.1*	6.4*	Beutel Goodman
463	Balanced (Jarislowsky) <sup>4</sup>	84.3	(2.3)	(3.2)	(3.8)	(2.3)	9.5	10.3	8.6	6.4	Jarislowsky
380	Balanced Growth (MFS)	16.9	(1.5)	(3.0)	(3.1)	(3.8)	8.9	8.7	5.8	5.4	MFS
522	Balanced (PH&N)	5.9	(1.6)	(3.4)	(3.3)	(4.5)	8.4	8.3	6.2	5.3	Phillips, Hager & North
250	Diversified Opportunity	588.0	(0.9)	(3.8)	(2.9)	(5.3)	9.0	8.3	6.0	6.2	Industrial Alliance
462	Fidelity Canadian Asset Allocation	25.9	0.1	(2.4)	(1.2)	(4.4)	7.4	6.4	4.5	6.3	Fidelity
<b>Canadian Equity Funds</b>											
753	Canadian Equity Index (TD)	46.9	0.5	(3.8)	(0.7)	(12.8)	3.2	3.6	1.1*	3.9*	TD
160	Dividend	953.5	(0.3)	(3.0)	(1.0)	(5.6)	6.6	7.5	5.5	6.6	Industrial Alliance
887	Canadian Dividend (Beutel Goodman)	13.2	(1.9)	(4.3)	(2.7)	(4.5)	9.9	11.1*	9.8*	8.0*	Beutel Goodman
633	Canadian Equity Value (PH&N)	2.9	(0.4)	(4.2)	(1.1)	(9.3)*	5.6*	7.0*	4.6*	-	Phillips, Hager & North
634	Canadian Equity (QV)	5.6	0.2	(3.6)	0.3	(8.1)*	7.1*	9.4*	6.9*	-	QV Investors Inc.
473	Canadian Equity Selexia (Fiera Capital)	16.8	(2.2)	(12.1)	(7.7)	(18.6)	2.3	4.5	1.3	4.4	Fiera Capital
871	Canadian Focused Equity (Pyramis)	103.6	0.2	(5.8)	(3.0)	(7.7)	11.2	10.7	7.3*	7.8*	Pyramis
888	Canadian Equity Low Volatility (TD)	51.0	1.1	(0.8)	2.2	(5.4)	8.3	10.1*	10.6*	-	TD
151	Canadian Equity All Cap (Triasima)	3.8	(0.6)	(5.9)	(5.1)	(6.8)*	6.7*	7.5*	5.8*	-	Triasima
464	Canadian Equity Growth	598.9	(0.6)	(6.0)	(2.7)	(10.9)	6.2	6.1	2.9	6.8	Industrial Alliance
899	Canadian Equity Q Growth (CC&L)	34.6	1.4	(3.9)	(1.9)	(10.5)*	7.4*	7.9*	5.1*	6.0*	CC&L
488	Canadian Equity (Jarislowsky)	134.9	(0.9)	(4.3)	(1.7)	(6.2)	7.6	9.1	5.4	5.8	Jarislowsky
360	Canadian Equity Growth (MFS)	28.1	(1.2)	(6.8)	(4.0)	(12.7)	6.9	6.3	0.5	4.0	MFS
010	Canadian Equity Value	230.3	(1.8)	(5.4)	(4.0)	(10.4)	4.1	4.2	1.5	3.4	Industrial Alliance
270	Fidelity True North <sup>®</sup>	244.5	(0.4)	(2.7)	(1.4)	(5.4)	11.0	11.2	7.3	7.5	Fidelity
514	Canadian Equity Responsible (MFS)	2.3	(1.4)	(6.5)	(3.6)	(12.4)	6.2	6.8	2.0	4.5	MFS
511	Canadian Equity Small Cap (Montrusco)	47.8	0.7	(4.7)	(2.1)	(14.7)	0.9	(0.3)	(1.7)	5.0	Montrusco
541	Canadian Equity Small Cap (QV)	117.2	2.6	(2.2)	0.9	(3.6)	11.1	13.4	11.6	9.0*	QV Investors Inc.
<b>Foreign Equity Funds</b>											
876	Global Equity Index ACWI (BlackRock)	74.1	(4.5)	(6.6)	(8.9)	(4.0)	14.0	14.0*	11.1*	-	BlackRock
707	Global Equity	164.8	(4.9)	(7.6)	(9.3)	(0.8)	16.8	16.1	12.0	-	Industrial Alliance
500	Global Equity (Hexavest)	168.8	(2.3)	1.2	(3.7)	3.7	17.5	16.6	13.3	7.8	Hexavest
865	Global Equity (CS-Hedged) (Hexavest)	40.4	0.7	(1.1)	(1.4)	(3.2)	10.1	10.6	8.3	-	Hexavest
534	Global Equity (QV)	13.5	(3.3)	(4.4)	(5.0)	(2.6)	11.1	12.5	10.1	5.0*	QV Investors Inc.
754	Global Equity (Sprucegrove)	13.5	(2.7)	(7.7)	(8.2)	(8.3)	11.4	12.1	9.7*	4.5*	Sprucegrove
465	Global Equity (Templeton)	256.9	(6.1)	(11.4)	(12.0)	(8.5)	14.4	15.6	11.1	5.7	Templeton
120	Global Equity (Aberdeen)	1.7	(3.5)	(5.9)	(6.5)	(11.0)	7.1*	9.6*	8.9*	-	Aberdeen
390	Global Research Equity (MFS)	35.6	(5.2)	(7.2)	(9.4)	(3.6)	14.7	14.6	11.1	5.5	MFS
863	Global Select Equity (Pyramis)	6.3	(5.3)	(8.3)	(9.8)	(4.2)	16.3	16.3	12.4	-	Pyramis
886	Global Equity Low Volatility ACWI (TD)	25.8	(2.0)	(2.0)	(4.1)	0.2	15.8	16.6*	-	-	TD
133	Global Equity (Mawer)	16.9	(3.5)	(3.8)	(6.8)	2.9*	19.0*	19.0*	16.6*	-	Mawer
490	Global Equity Endeavour (Invesco)	1.2	(3.1)	(3.4)	(5.9)	0.7	18.5*	17.7*	16.5*	9.9*	Invesco
531	Global Equity Small Cap (Deutsche AWM) <sup>5</sup>	79.3	(5.0)	(9.7)	(11.4)	(4.7)	14.0	14.4	11.8	-	Deutsche AWM
130	Global Equity Small Cap (Mawer)	23.7	(3.2)	(4.2)	(7.5)	6.6	24.8*	25.3*	22.3*	-	Mawer
300	International Equity Index (BlackRock)	28.2	(5.5)	(8.6)	(11.2)	(7.8)	10.2	11.4	7.6	3.6	BlackRock
706	International Equity	330.9	(5.8)	(7.0)	(9.6)	(2.3)	12.7	13.0	8.7	-	Industrial Alliance
852	International Equity (Hexavest)	25.6	(3.9)	(3.7)	(7.5)	(3.3)	11.6	11.9	8.5	4.9	Hexavest
755	International Equity (Sprucegrove)	1.9	(3.4)	(8.8)	(9.7)	(12.9)	6.9	8.3	6.2*	3.7*	Sprucegrove
080	International Equity (Templeton)	58.7	(5.2)	(10.6)	(12.4)	(9.2)	10.6	11.4	7.4	3.7	Templeton

## Gross returns as at February 29, 2016

	Net assets <sup>1</sup> in millions \$	Simple returns <sup>2</sup>			Compound annual returns					Investment advisor
		1 month %	3 months %	YTD %	1 year %	3 years %	4 years %	5 years %	10 years %	
121 International Equity (Aberdeen)	6.2	(2.0)	(6.0)	(6.7)	(13.7)	3.7*	6.6*	6.0*	-	Aberdeen
483 International Equity (Jarislowsky)	13.2	(5.3)	(8.4)	(10.1)	(7.5)	10.0	12.0	9.9	4.8	Jarislowsky
131 International Equity (Mawer)	6.9	(3.2)	(4.3)	(6.9)	0.5	15.1*	15.7*	12.6*	8.4*	Mawer
467 International Equity (MFS)	18.1	(5.8)	(8.4)	(10.3)	(6.6)	10.6	11.9	8.6	4.6	MFS
760 U.S. Equity Index (BlackRock) <sup>4</sup>	65.9	(3.9)	(5.0)	(7.4)	1.9	21.3	20.6	17.5*	8.3*	BlackRock
895 U.S. Equity Index Non-Registered (BlackRock) <sup>6</sup>	13.1	(3.9)	(5.0)	(7.5)	1.6	21.0*	20.3*	17.2*	8.0*	BlackRock
518 U.S. Dividend Growth	185.5	(4.2)	(7.6)	(8.5)	1.3	18.3	-	-	-	Industrial Alliance
705 U.S. Equity	293.2	(5.3)	(7.9)	(9.6)	1.7	21.6	19.9	16.3	-	Industrial Alliance
512 U.S. Equity (Jarislowsky)	24.6	(4.4)	(4.3)	(7.3)	4.1	21.8	21.8	18.0	9.0	Jarislowsky
132 U.S. Equity (Mawer)	23.1	(2.4)	(3.9)	(5.6)	2.4	22.1*	21.6*	18.6*	9.6*	Mawer
513 U.S. Equity Core (MFS)	27.2	(5.3)	(6.0)	(8.3)	0.6	19.9	20.1	16.1	7.8	MFS
479 U.S. Equity (Fiera Capital)	4.5	(2.3)	(3.5)	(5.1)	4.5	25.3	22.7	19.2	7.6	Fiera Capital
898 Emerging Markets Equity Index (BlackRock) <sup>3</sup>	3.4	(4.7)	(8.2)	(8.0)	(16.7)	0.0*	-	-	-	BlackRock
122 Emerging Markets (Aberdeen) <sup>3</sup>	25.2	(3.4)	(5.4)	(6.7)	(14.7)*	0.1*	3.7*	5.3*	8.8*	Aberdeen
758 Emerging Markets (Templeton) <sup>3</sup>	1.5	(4.0)	(7.3)	(7.9)	(20.7)	(4.0)	(1.3)	(1.0)*	3.2*	Templeton

### Alternative/Specialty Funds

491 Balanced-Risk Allocation (Invesco)	8.0	0.7	(0.9)	0.2	(4.8)	3.2*	-	-	-	Invesco
896 Global Developed Real Estate Index (BlackRock) <sup>3</sup>	3.2	(3.3)	(1.4)	(6.2)	0.0	13.7*	-	-	-	BlackRock
540 Global Real Estate (Pyramis) <sup>3</sup>	17.8	(3.8)	(2.5)	(6.8)	1.9	14.8	17.3	14.2	-	Pyramis
897 Global Infrastructure Equity Index (BlackRock) <sup>3</sup>	2.6	(2.9)	(2.0)	(2.0)	(5.7)	13.8*	-	-	-	BlackRock
757 Global Infrastructure (Lazard) <sup>3</sup>	23.9	(0.4)	(1.8)	(0.6)	2.3	17.0	18.1	14.5*	-	Lazard
892 Canadian Resources (Invesco) <sup>3</sup>	0.3	1.5	(14.3)	(7.4)	(35.5)	(16.9)	(13.4)*	(12.9)*	0.0*	Invesco
153 Global Direct Real Estate - 100% (UBS) <sup>3</sup>	19.9	0.3	1.5	1.4	6.2*	8.1*	-	-	-	UBS
152 Global Direct Real Estate - Portfolios (UBS) <sup>3</sup>	47.7	(0.4)	1.6	0.5	7.2*	8.4*	-	-	-	UBS

Benchmark Indexes <sup>7</sup>	Simple returns <sup>2</sup>			Compound annual returns					
	1 month %	3 months %	YTD %	1 year %	3 years %	4 years %	5 years %	10 years %	
<b>Money market index</b>									
IN018 FTSE TMX 91 Day T-bill Index	0.0	0.1	0.1	0.5	0.8	0.9	0.9	1.7	
<b>Bond indexes</b>									
IN019 FTSE TMX Canada Short Term Bond Index	(0.1)	0.6	0.1	0.8	2.3	2.3	2.8	3.8	
IN056 FTSE TMX Canada Long Term Bond Index	0.8	3.3	1.3	(2.6)	5.4	5.2	7.8	6.6	
IN021 FTSE TMX Canada Universe Bond Index	0.2	1.7	0.6	(0.3)	3.7	3.7	5.0	5.1	
<b>Equity indexes</b>									
IN024 S&P/TSX Composite Index	0.5	(3.7)	(0.7)	(12.9)	3.2	3.5	1.1	3.9	
IN037 S&P/TSX SmallCap Index	5.3	(0.5)	1.0	(15.5)	(2.6)	(5.2)	(6.1)	(0.4)	
IN097 MSCI - ACWI Index (Can. \$) (net ret.)	(4.6)	(7.1)	(8.8)	(5.2)	13.6	13.7	10.7	5.4	
IN008 MSCI - World Index (Can. \$) (net ret.)	(4.7)	(7.0)	(8.8)	(3.8)	15.4	15.4	12.0	5.6	
IN104 MSCI - World Index (Local \$) (net ret.)	(1.5)	(8.9)	(6.9)	(9.7)	8.0	9.3	7.0	3.8	
IN079 MSCI - World Small Cap Index (Can. \$)	(3.3)	(8.1)	(9.2)	(3.6)	15.9	16.2	12.5	6.8	
IN002 MSCI - EAFE Index (Can. \$) (net ret.)	(5.7)	(8.9)	(11.0)	(8.3)	10.0	11.1	7.4	3.3	
IN014 S&P 500 Index (Can. \$)	(4.1)	(5.3)	(7.3)	1.4	21.3	20.6	17.6	8.3	
IN006 MSCI - Emerging Markets Index (Can. \$)	(4.1)	(7.4)	(8.8)	(16.9)	0.2	1.3	1.4	3.9	

The benchmark index for each fund is published in the *Quarterly Update*.

<sup>1</sup> Total net assets of the fund including individual and group contracts.

<sup>2</sup> The rates of return for the period are non-annualized.

<sup>3</sup> Offered only for certain types of contracts.

<sup>4</sup> Not available in non-registered and TFSA contracts.

<sup>5</sup> Fund managed by Deutsche Asset & Wealth Management (Deutsche AWM) since March 31, 2008.

<sup>6</sup> Available in non-registered and TFSA contracts.

<sup>7</sup> Please refer to the Legal Notices on page 6 for more information about these indexes.

\* Simulation of past returns as if the fund had been in effect for these periods.

Index funds: Simulation of past returns from the return of the index that the fund aims to reproduce.

Asset allocation funds: Simulation of past returns based on the return of the funds included in the asset allocation fund and on an asset allocation decision.

**The above returns are gross returns and do not take into account management and administration fees.**

**Past performance is not a guarantee of future returns.**

Guaranteed Investments	Returns as at February 29, 2016 (%)										
	Special 1-day	1 year	2 years	3 years	4 years	5 years	6 years	7 years	8 years	9 years	10 years
Published rates	0.05	0.25	1.05	1.10	1.20	1.35	0.30	0.30	0.30	0.30	1.50

The rates applicable to your guaranteed investments may differ from those presented above. To find out the applicable adjustment, please call Client Service at the following number: 1-800-567-5670.

## ATTITUDE Portfolios - Gross Returns as at February 29, 2016

	Benchmark indexes	PORTFOLIOS						INDEXES					
		Simple returns <sup>1</sup>			Compound annual returns			Simple returns <sup>1</sup>			Compound annual returns		
		1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	1 month %	3 months %	YTD %	1 year %	3 years %	5 years %
<b>Conservative</b>													
Conservative Portfolio 2001 to 2005	INP9545	(0.3)	0.3	(0.4)	(0.1)	3.6	4.3	(0.1)	0.5	(0.2)	(0.2)	3.4	4.0
Conservative Portfolio 2006 to 2010	INP9000	(0.3)	0.3	(0.5)	(0.8)	4.2	4.9	(0.1)	0.4	(0.2)	(1.1)	3.9	4.5
Conservative Portfolio 2011 to 2015	INP9546	(0.3)	0.2	(0.6)	(1.2)	4.6	5.4	(0.1)	0.4	(0.3)	(1.6)	4.3	4.9
Conservative Portfolio 2016 to 2020	INP9001	(0.4)	(0.2)	(0.9)	(1.7)	5.0	5.7	(0.3)	0.0	(0.6)	(2.3)	4.6	5.2
Conservative Portfolio 2021 to 2025	INP9547	(0.6)	(0.6)	(1.2)	(2.1)	5.6	6.4	(0.4)	(0.4)	(0.9)	(2.9)	5.1	5.6
Conservative Portfolio 2026 to 2030	INP9002	(0.7)	(1.0)	(1.6)	(2.5)	6.1	6.0	(0.5)	(0.8)	(1.2)	(3.5)	5.4	5.4
Conservative Portfolio 2031 to 2035	INP9548	(0.8)	(1.3)	(1.8)	(2.5)	6.4	6.2	(0.5)	(1.1)	(1.4)	(3.7)	5.7	5.6
Conservative Portfolio 2036 to 2040	INP9003	(0.9)	(1.6)	(2.1)	(2.5)	6.7	6.2	(0.6)	(1.4)	(1.7)	(3.8)	6.0	5.6
Conservative Portfolio 2041 to 2045	INP9549	(1.0)	(1.8)	(2.2)	(2.7)	6.9	6.4	(0.7)	(1.6)	(1.8)	(4.0)	6.1	5.7
Conservative Portfolio 2046 to 2050	INP9004	(1.1)	(2.0)	(2.3)	(2.8)	7.2	6.4	(0.7)	(1.7)	(1.9)	(4.2)	6.3	5.8
Conservative Portfolio 2051 to 2055	INP9550	(1.1)	(2.0)	(2.4)	(3.0)	7.3	6.6	(0.7)	(1.7)	(1.9)	(4.4)	6.5	5.9
Conservative Portfolio 2056 to 2060	INP9339	(1.1)	(2.0)	(2.4)	(3.0)	7.3	6.4	(0.7)	(1.7)	(1.9)	(4.4)	6.5	5.7
Conservative Portfolio 2061 to 2065	INPA005	(1.1)	(2.0)	(2.4)	(3.0)	7.3	6.4	(0.7)	(1.7)	(1.9)	(4.4)	6.5	5.8
<b>Moderate</b>													
Moderate Portfolio 2001 to 2005	INP9552	(0.4)	0.0	(0.7)	(0.7)	4.3	4.2	(0.3)	0.0	(0.5)	(1.1)	3.9	4.0
Moderate Portfolio 2006 to 2010	INP9005	(0.4)	(0.1)	(0.8)	(1.4)	5.0	5.0	(0.3)	(0.1)	(0.6)	(2.0)	4.5	4.6
Moderate Portfolio 2011 to 2015	INP9553	(0.4)	(0.2)	(0.9)	(2.0)	5.6	5.6	(0.3)	(0.2)	(0.7)	(2.8)	5.0	5.1
Moderate Portfolio 2016 to 2020	INP9006	(0.6)	(0.7)	(1.3)	(2.5)	6.0	5.9	(0.4)	(0.6)	(1.1)	(3.5)	5.3	5.3
Moderate Portfolio 2021 to 2025	INP9554	(0.8)	(1.2)	(1.7)	(2.8)	6.4	6.4	(0.6)	(1.1)	(1.5)	(4.0)	5.6	5.6
Moderate Portfolio 2026 to 2030	INP9007	(1.0)	(1.7)	(2.1)	(3.0)	6.7	6.1	(0.7)	(1.6)	(1.8)	(4.4)	5.8	5.5
Moderate Portfolio 2031 to 2035	INP9555	(1.1)	(2.0)	(2.4)	(3.1)	7.0	6.4	(0.8)	(1.9)	(2.0)	(4.6)	6.1	5.7
Moderate Portfolio 2036 to 2040	INP9008	(1.2)	(2.3)	(2.6)	(3.0)	7.4	6.4	(0.9)	(2.2)	(2.3)	(4.7)	6.5	5.8
Moderate Portfolio 2041 to 2045	INP9556	(1.2)	(2.5)	(2.8)	(3.2)	7.6	6.6	(0.9)	(2.4)	(2.4)	(4.9)	6.6	5.9
Moderate Portfolio 2046 to 2050	INP9009	(1.3)	(2.7)	(2.9)	(3.3)	7.9	6.6	(1.0)	(2.5)	(2.5)	(5.1)	6.8	5.9
Moderate Portfolio 2051 to 2055	INP9557	(1.3)	(2.7)	(2.9)	(3.5)	8.1	6.8	(1.0)	(2.5)	(2.5)	(5.3)	7.0	6.0
Moderate Portfolio 2056 to 2060	INP9340	(1.3)	(2.7)	(2.9)	(3.5)	8.1	6.6	(1.0)	(2.5)	(2.5)	(5.3)	7.0	5.9
Moderate Portfolio 2061 to 2065	INPA004	(1.3)	(2.7)	(2.9)	(3.5)	8.1	6.6	(1.0)	(2.5)	(2.5)	(5.3)	7.0	5.9
<b>Balanced</b>													
Balanced Portfolio 2001 to 2005	INP9559	(0.5)	(0.3)	(1.0)	(1.2)	4.9	4.7	(0.4)	(0.4)	(0.9)	(2.0)	4.4	4.3
Balanced Portfolio 2006 to 2010	INP9010	(0.5)	(0.5)	(1.1)	(1.9)	5.5	5.2	(0.4)	(0.6)	(1.0)	(2.9)	4.8	4.8
Balanced Portfolio 2011 to 2015	INP9560	(0.6)	(0.6)	(1.2)	(2.3)	5.9	5.7	(0.5)	(0.7)	(1.1)	(3.4)	5.2	5.1
Balanced Portfolio 2016 to 2020	INP9011	(0.8)	(1.1)	(1.7)	(2.8)	6.3	6.0	(0.6)	(1.3)	(1.6)	(4.1)	5.4	5.3
Balanced Portfolio 2021 to 2025	INP9561	(1.0)	(1.7)	(2.2)	(3.2)	6.8	6.6	(0.8)	(1.8)	(2.0)	(4.7)	5.9	5.7
Balanced Portfolio 2026 to 2030	INP9012	(1.2)	(2.3)	(2.7)	(3.6)	7.3	6.5	(0.9)	(2.4)	(2.5)	(5.4)	6.3	5.7
Balanced Portfolio 2031 to 2035	INP9562	(1.3)	(2.6)	(2.9)	(3.6)	7.7	6.8	(1.0)	(2.7)	(2.7)	(5.5)	6.6	5.9
Balanced Portfolio 2036 to 2040	INP9013	(1.4)	(2.9)	(3.2)	(3.5)	8.2	6.6	(1.1)	(3.0)	(2.9)	(5.6)	7.0	5.9
Balanced Portfolio 2041 to 2045	INP9563	(1.5)	(3.1)	(3.3)	(3.7)	8.3	6.8	(1.1)	(3.2)	(3.1)	(5.8)	7.1	6.0
Balanced Portfolio 2046 to 2050	INP9014	(1.5)	(3.3)	(3.5)	(3.8)	8.6	6.8	(1.2)	(3.3)	(3.2)	(6.0)	7.3	6.0
Balanced Portfolio 2051 to 2055	INP9564	(1.5)	(3.4)	(3.5)	(4.0)	8.8	7.0	(1.2)	(3.3)	(3.2)	(6.2)	7.5	6.1
Balanced Portfolio 2056 to 2060	INP9341	(1.5)	(3.4)	(3.5)	(4.0)	8.8	6.8	(1.2)	(3.3)	(3.2)	(6.2)	7.5	6.0
Balanced Portfolio 2061 to 2065	INPA003	(1.5)	(3.4)	(3.5)	(4.0)	8.8	6.8	(1.2)	(3.3)	(3.2)	(6.2)	7.5	6.0
<b>Growth</b>													
Growth Portfolio 2001 to 2005	INP9566	(0.6)	(0.6)	(1.2)	(1.8)	5.6	4.9	(0.5)	(0.7)	(1.2)	(2.9)	4.9	4.5
Growth Portfolio 2006 to 2010	INP9015	(0.6)	(0.7)	(1.3)	(2.5)	6.2	5.5	(0.6)	(0.9)	(1.3)	(3.7)	5.3	4.9
Growth Portfolio 2011 to 2015	INP9567	(0.7)	(0.9)	(1.5)	(2.9)	6.5	5.9	(0.6)	(1.1)	(1.4)	(4.2)	5.6	5.2
Growth Portfolio 2016 to 2020	INP9016	(0.9)	(1.5)	(1.9)	(3.3)	6.9	6.2	(0.8)	(1.7)	(1.9)	(4.9)	5.9	5.4
Growth Portfolio 2021 to 2025	INP9568	(1.1)	(2.1)	(2.5)	(3.7)	7.5	6.7	(0.9)	(2.3)	(2.4)	(5.5)	6.3	5.8
Growth Portfolio 2026 to 2030	INP9017	(1.3)	(2.7)	(3.0)	(4.1)	8.0	6.6	(1.1)	(2.9)	(2.9)	(6.2)	6.7	5.8
Growth Portfolio 2031 to 2035	INP9569	(1.4)	(3.0)	(3.3)	(4.1)	8.4	7.0	(1.1)	(3.2)	(3.1)	(6.3)	7.1	6.0
Growth Portfolio 2036 to 2040	INP9018	(1.5)	(3.3)	(3.5)	(3.9)	8.9	6.9	(1.2)	(3.5)	(3.3)	(6.3)	7.5	6.0
Growth Portfolio 2041 to 2045	INP9570	(1.6)	(3.5)	(3.6)	(4.1)	9.1	7.0	(1.3)	(3.6)	(3.4)	(6.5)	7.7	6.1
Growth Portfolio 2046 to 2050	INP9019	(1.7)	(3.7)	(3.8)	(4.2)	9.3	7.0	(1.3)	(3.8)	(3.6)	(6.7)	7.9	6.1
Growth Portfolio 2051 to 2055	INP9571	(1.7)	(3.8)	(3.8)	(4.4)	9.5	7.2	(1.3)	(3.8)	(3.6)	(6.9)	8.0	6.2
Growth Portfolio 2056 to 2060	INP9342	(1.7)	(3.8)	(3.8)	(4.4)	9.5	7.0	(1.3)	(3.8)	(3.6)	(6.9)	8.0	6.1
Growth Portfolio 2061 to 2065	INPA002	(1.7)	(3.8)	(3.8)	(4.4)	9.5	7.0	(1.3)	(3.8)	(3.6)	(7.0)	8.0	6.1

## ATTITUDE Portfolios - Gross Returns as at February 29, 2016

	Benchmark indexes	PORTFOLIOS						INDEXES					
		Simple returns <sup>1</sup>			Compound annual returns			Simple returns <sup>1</sup>			Compound annual returns		
		1 month	3 months	YTD	1 year	3 years	5 years	1 month	3 months	YTD	1 year	3 years	5 years
		%	%	%	%	%	%	%	%	%	%	%	%
<b>Aggressive</b>													
Aggressive Portfolio 2001 to 2005	INP9573	(0.6)	(0.8)	(1.3)	(2.1)	6.1	5.0	(0.6)	(1.1)	(1.4)	(3.4)	5.3	4.5
Aggressive Portfolio 2006 to 2010	INP9020	(0.7)	(1.0)	(1.5)	(3.0)	6.8	5.7	(0.7)	(1.3)	(1.6)	(4.5)	5.8	5.1
Aggressive Portfolio 2011 to 2015	INP9574	(0.8)	(1.2)	(1.7)	(3.4)	7.2	6.1	(0.7)	(1.4)	(1.7)	(5.0)	6.1	5.3
Aggressive Portfolio 2016 to 2020	INP9021	(1.0)	(1.8)	(2.2)	(3.9)	7.5	6.3	(0.9)	(2.1)	(2.2)	(5.7)	6.3	5.5
Aggressive Portfolio 2021 to 2025	INP9575	(1.2)	(2.4)	(2.7)	(4.2)	8.1	6.9	(1.1)	(2.7)	(2.7)	(6.3)	6.8	5.8
Aggressive Portfolio 2026 to 2030	INP9022	(1.5)	(3.1)	(3.3)	(4.6)	8.6	6.8	(1.2)	(3.4)	(3.2)	(7.0)	7.2	5.8
Aggressive Portfolio 2031 to 2035	INP9576	(1.6)	(3.4)	(3.6)	(4.5)	9.1	7.2	(1.3)	(3.6)	(3.4)	(7.1)	7.6	6.1
Aggressive Portfolio 2036 to 2040	INP9023	(1.7)	(3.7)	(3.8)	(4.3)	9.7	7.1	(1.4)	(3.9)	(3.7)	(7.0)	8.1	6.1
Aggressive Portfolio 2041 to 2045	INP9577	(1.7)	(3.9)	(4.0)	(4.5)	9.8	7.2	(1.4)	(4.1)	(3.8)	(7.2)	8.2	6.2
Aggressive Portfolio 2046 to 2050	INP9024	(1.8)	(4.1)	(4.1)	(4.6)	10.1	7.2	(1.5)	(4.3)	(4.0)	(7.5)	8.4	6.2
Aggressive Portfolio 2051 to 2055	INP9578	(1.8)	(4.1)	(4.2)	(4.8)	10.3	7.4	(1.5)	(4.3)	(3.9)	(7.7)	8.6	6.3
Aggressive Portfolio 2056 to 2060	INP9343	(1.8)	(4.1)	(4.2)	(4.8)	10.3	7.2	(1.5)	(4.3)	(3.9)	(7.7)	8.6	6.2
Aggressive Portfolio 2061 to 2065	INPA001	(1.8)	(4.2)	(4.2)	(4.8)	10.3	7.2	(1.5)	(4.3)	(3.9)	(7.7)	8.6	6.2

## Benchmark Indexes<sup>2</sup> - Gross Returns as at February 29, 2016

		Simple returns <sup>1</sup>			Compound annual returns		
		1 month	3 months	YTD	1 year	3 years	5 years
		%	%	%	%	%	%
<b>Bond indexes</b>							
IN019	FTSE TMX Canada Short Term Bond Index	(0.1)	0.6	0.1	0.8	2.3	2.8
IN021	FTSE TMX Canada Universe Bond Index	0.2	1.7	0.6	(0.3)	3.7	5.0
IN124	Barclays U.S. Aggregate Index (CAD Hedged)	0.7	1.7	2.1	1.8	2.9	4.4
<b>Equity indexes</b>							
IN024	S&P/TSX 60 Index	0.5	(3.7)	(0.7)	(12.9)	3.2	1.1
IN031	S&P/TSX Capped Composite Index	0.5	(3.7)	(0.7)	(12.9)	3.2	1.1
IN037	S&P/TSX SmallCap Index	5.3	(0.5)	1.0	(15.5)	(2.6)	(6.1)
IN107	MSCI ACWI Ex-Canada Index (Can \$) (Reuters) (net ret.)	(4.5)	(6.8)	(9.2)	(4.6)	14.1	11.2
IN008	MSCI - World Index (Can. \$) (net ret.)	(4.7)	(7.0)	(8.8)	(3.8)	15.4	12.0
IN079	MSCI - World Small Cap. Index (Can. \$)	(3.3)	(8.1)	(9.2)	(3.6)	15.9	12.5
IN006	MSCI - Emerging Markets Index (Can. \$).	(4.1)	(7.4)	(8.8)	(16.9)	0.2	1.4
INDC491	MSCI - World Index (Can. \$) (net ret.) (60%), Barclays U.S. Aggregate Index (CAD Hedged) (40%)	(2.5)	(3.5)	(4.6)	(1.4)	10.4	9.1
INDC757	Since April 1, 2015: FTSE Developed Core Infrastructure 50/50 Before April 1, 2015: UBS Global 50/50 Infrastructure and Utilities Index (Local \$)	0.5	(0.3)	1.4	(3.9)	12.1	10.0
INDC152	Consumer Price + 4% Hurdle-based benchmark (75%), FTSE EPRA/NAREIT Developed Index (Can.\$) (Reuters) (net ret.) (20%), FTSE TMX Canada 91 Day T-Bill Index (5%)	(0.3)	0.2	(1.0)	4.5	6.8	0.0
<b>Composite indexes (portfolios)</b>							

Each portfolio index is composed of a set of benchmark sub-indexes, listed above. These sub-indexes are linked to the portfolios' underlying funds. The weighting used is equal to the asset allocation of the portfolios' underlying funds. The asset allocation varies periodically. The current allocation appears on the *Composition of the ATTITUDE portfolios (in %)* page of the *Quarterly Update* publication.

<sup>1</sup> Rates of return for the period are non-annualized.

<sup>2</sup> Please refer to the Legal Notices on page 6 for more information about these indexes.

Some portfolio returns are simulated as if they were in effect during the periods shown above.

The above returns are gross returns and do not take into account management and administration fees. Past performance is not a guarantee of future returns.

## Economic and Financial Statistics as at February 29, 2016

	As at 2016-02-29 <sup>1</sup>	As at 2015-12-31
Canada - Unemployment rate	7.2%	7.1%
Canada - CPI (year/year variation)	2.0%	1.4%
Canada - GDP (year/year variation)	0.5%	-0.2%
U.S. - Unemployment rate	4.9%	5.0%
U.S. - CPI (year/year variation)	1.4%	0.5%
U.S. - GDP (year/year variation)	1.9%	2.1%
2-year Canada Bonds	0.52%	0.48%
10-year Canada Bonds	1.18%	1.40%
Oil (West Texas) (\$US)	33.8	37.2
Gold (\$US)	1,238.7	1,062.4
CRB Commodities Index (\$US)	163.2	176.1
Exchange rate \$CA/\$US	1.3540	1.3841

<sup>1</sup> Most recent data available at such date

## Legal Notices

Industrial Alliance Investment Management Inc. is an affiliate of iA Financial Group and has entered into license agreements with the Index Providers (as defined below) to use the indexes and trademarks referred to in iA Financial Group's publications. All rights in the indexes vest in the Index Providers and/or their respective licensors.

S&P Dow Jones Indices LLC, FTSE International Limited, Barclays and MSCI Inc. is each an "Index Provider". The funds offered by iA Financial Group are not sponsored, endorsed, issued, sold or promoted by the Index Providers and/or their respective licensors. The latter shall bear no liability whatsoever with respect to any such funds and underlying data contained herein. Index Providers and/or their licensors make no express or implied warranties with respect to the funds, nor do they make any representation regarding the advisability of investing in the funds. No further distribution or use of the Index Providers' Data is permitted without their express written consent.

Financial and economic publications of iA Financial Group are not written, reviewed or approved by the Index Providers. Holders should refer to the relevant documents of each Index Provider for more information on any index.

### Attributions

#### FTSE

Where FTSE indexes are used or referenced: FTSE International Limited ("FTSE") © FTSE [2015]. FTSE® is a trade mark of the London Stock Exchange Group companies and is used by FTSE under licence. "NAREIT®" is a trade mark of the National Association of Real Estate Investments Trusts and "EPRA®" is a trade mark of European Public Real Estate Association and all are used by FTSE under licence.

## NEWS

### Certificate of Compliance

**Scheduled to be available April 5, 2016**

The *2015 Investment Funds Financial Report* will be added to the secure website Document Centre, at [ia.ca/myaccount](http://ia.ca/myaccount), early April 2016, under Group Savings and Retirement > Investments > Investment Funds > Returns and Unit Values.

The financial report provides useful information for investors who want to learn more about the funds in which their savings are invested. It contains investment portfolio details, fair value measurements of the funds and their exposure to various types of risk.



Check the *Group Retirement Plans* section at [ia.ca](http://ia.ca), under *Companies and Groups*, for daily fund performance and unit values.

F95-21A-1(16-03)

## Our Regional Offices:

### HALIFAX

Telephone: 902-422-6479  
Toll-free: 1-800-255-2116  
Email: [groupsavingsatlantic@ia.ca](mailto:groupsavingsatlantic@ia.ca)

### MONTREAL

Telephone: 514-499-6600  
Toll-free: 1-800-697-9767  
Email: [montrealrentescollectives@ia.ca](mailto:montrealrentescollectives@ia.ca)

### CALGARY

Telephone: 403-218-3248  
Toll-free: 1-888-532-1505, poste 248  
Email: [groupsavingsprairies@ia.ca](mailto:groupsavingsprairies@ia.ca)

### QUEBEC CITY

Telephone: 418-684-5576  
Toll-free: 1-800-549-4097  
Email: [quebecrentescollectives@ia.ca](mailto:quebecrentescollectives@ia.ca)

### TORONTO

Telephone: 416-585-8917  
Toll-free: 1-877-902-4920  
Email: [torontogrouppensions@ia.ca](mailto:torontogrouppensions@ia.ca)

### VANCOUVER

Telephone: 604-689-0388, poste 223  
Toll-free: 1-800-557-2515  
Email: [groupsavingsbc@ia.ca](mailto:groupsavingsbc@ia.ca)

INVESTED IN YOU.