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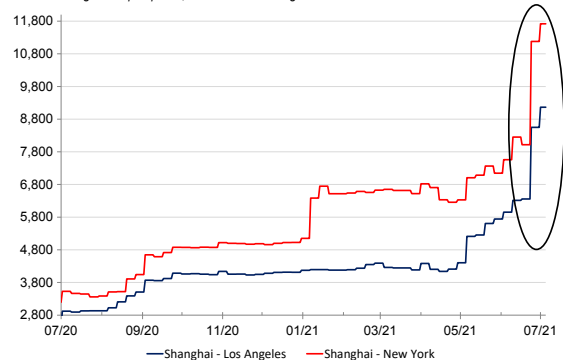
## TSX: the Canadian market attractive compared to the S&P 500!

### World

Global economic recovery is well underway and the demand for consumer goods is creating pressure on transportation capacity. The result? The cost of transportation by container ship has recently exploded. As shown on the graph, the prices for the Shanghai to Los Angeles and Shanghai to New York routes almost tripled within just a few months. This trend could add additional inflationist pressure on the economy, especially if it lasts longer than expected.

**World: transport prices taking off!**

Container freight transport prices, data from Bloomberg



### North America

Mid-June has just been marked by the most recent decision of the U.S. Federal Reserve. Fed Chair Jerome Powell has confirmed that the institution recognizes that the recent rise in inflation over the last few months is concerning, but probably caused by temporary factors. Expectations of rate hikes have increased: as shown in the graph, the anticipated number of hikes to the Fed's key interest rate within the next 24 months doubled on the day following the intervention and is now 2.5. The next set of inflation data should be monitored closely.

**Federal Reserve: more than two hikes expected in the next 24 months**

Market-implied pace of rate hikes in the next 24 months, data from Bloomberg

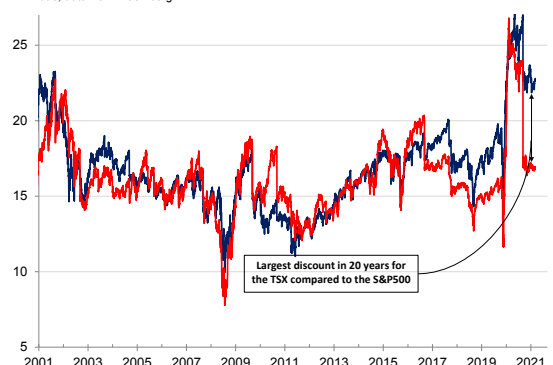


### Financial markets

The Canadian market has had the wind in its sails since early 2021. In Canadian dollars, the S&P/TSX posted excess returns of over 4% compared to the S&P 500. This overperformance is explained in part by the shift toward so-called "value" sectors, found in large numbers in the Canadian index. Moreover, the Canadian market offers a record discount compared to the U.S. market. As shown in the graph, the U.S. cost to earnings ratio, valuation indicator, is nearly 40% higher than Canada's. By being better positioned for strong economic recovery via its exposure to cyclical stocks and commodities, and offering an attractive discount, the TSX could continue to attract investors' attention for the rest of the year.

**S&P/TSX: the largest discount in 20 years!**

P/E ratio, data from Bloomberg

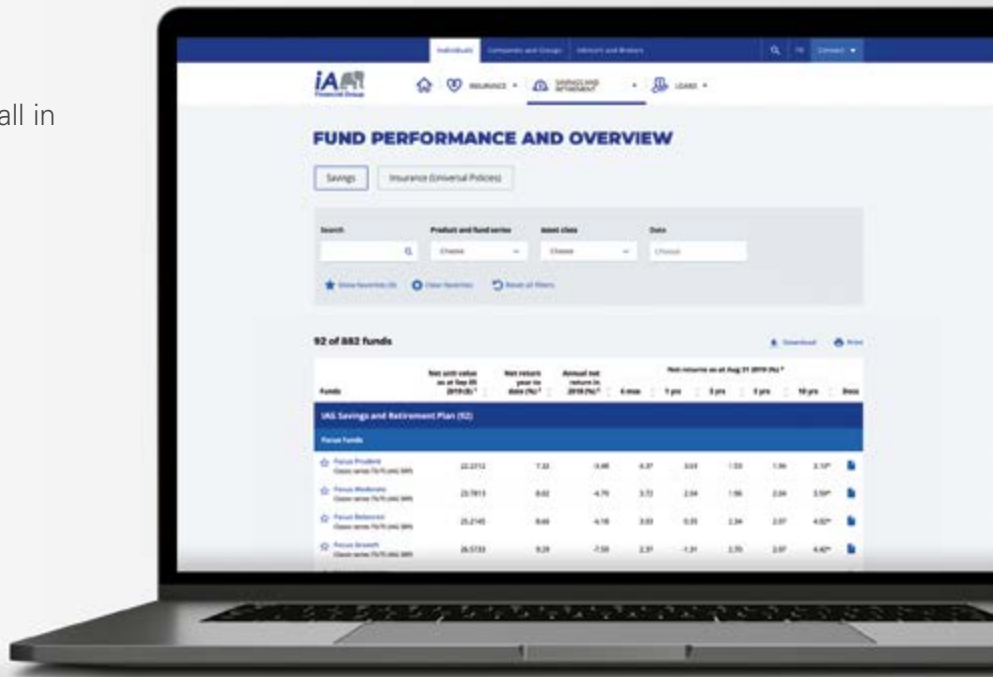


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# Table of net returns as at June 30, 2021

## Classic Series 75/75

	Unit Value \$	Net assets <sup>1</sup> in millions \$	Simple returns <sup>2</sup>			Compound annual returns				MER <sup>3</sup> %	Investment Advisor
			1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %		
<b>Focus Funds</b>											
Focus Prudent	19.18	261.8	1.0	2.2	0.4	5.9	3.8	2.8	3.1	2.60	Various Managers
Focus Moderate	21.05	321.8	1.3	2.7	2.2	9.9	4.5	3.9	3.8	2.64	Various Managers
Focus Balanced	22.88	474.5	1.5	3.3	4.2	14.3	5.2	4.9	4.4	2.68	Various Managers
Focus Growth	24.71	165.9	1.7	3.9	5.9	18.2	5.8	5.9	5.0	2.72	Various Managers
Focus Aggressive	26.61	54.1	1.9	4.4	7.6	22.0	6.3	6.9	5.5	2.77	Various Managers
<b>Selection Funds</b>											
Selection Prudent	12.50	101.0	1.0	2.5	0.3	4.5	2.5	2.3	-	2.56	Various Managers
Selection Moderate	12.82	189.3	1.1	2.8	1.5	7.6	2.8	2.9	-	2.62	Various Managers
Selection Balanced	13.51	250.9	1.4	3.4	3.4	12.0	3.3	3.9	-	2.70	Various Managers
Selection Growth	14.32	106.1	1.7	4.1	5.6	17.0	4.4	5.1	-	2.79	Various Managers
Selection Aggressive	14.64	27.4	2.0	4.0	5.5	19.4	4.5	5.4	-	2.85	Various Managers
<b>Income Funds</b>											
Money Market	17.42	743.3	0.0	0.0	0.0	0.1	0.5	0.4	0.3	1.41	Industrial Alliance
Short Term Bond	15.94	158.9	(0.3)	(0.3)	(1.4)	(0.8)	1.4	0.4	0.6	2.20	Industrial Alliance
Bond	31.03	3,339.7	0.8	1.2	(4.0)	(3.6)	2.4	1.0	2.1	2.19	Industrial Alliance
Canadian Corporate Bond	11.17	1,560.8	0.6	0.8	(3.1)	(1.1)	2.8	1.5	2.4*	2.17	Industrial Alliance
Core Plus Bond (Wellington Square)	11.84	45.5	0.3	1.5	0.6	5.7	2.1	1.4	1.5*	2.23	Wellington Square
<b>Funds Speciality</b>											
Floating Rate Income (Wellington Square)	10.05	38.3	0.1	0.9	1.0	6.8	1.9*	2.3*	-	2.23	Wellington Square
Strategic Corporate Bond	14.50	71.6	0.7	1.7	3.4	12.3	2.6	4.0	-	2.18	iA Clarington
Fidelity American High Yield Currency Neutral	11.88	54.1	1.7	2.9	4.8	14.1	3.5	4.0	3.7*	2.64	Fidelity
<b>Diversified Funds</b>											
Diversified Security	24.32	673.6	0.6	2.6	1.4	5.7	3.2	2.3	3.5	2.62	Industrial Alliance
Diversified	51.53	2,254.0	1.3	4.4	6.3	15.2	5.5	4.5	5.0	2.64	Industrial Alliance
Diversified Opportunity	33.87	498.0	1.7	5.6	9.3	21.5	6.6	5.6	5.4	2.65	Industrial Alliance
SRI Moderate (Inhance)	10.54	46.2	1.6	2.8	1.3	10.2*	5.8*	4.6*	4.5*	2.79	Vancity
SRI Balanced (Inhance)	18.59	182.1	2.3	3.3	2.5	16.0	8.0	6.8	5.7	2.81	Vancity
SRI Growth (Inhance)	11.00	37.0	2.8	3.7	3.3	19.6*	9.4*	8.3*	6.7*	2.89	Vancity
Diversified Income	33.53	319.2	1.6	5.3	8.7	20.2	5.9	5.4	5.5	2.67	Industrial Alliance
Strategic Income	17.04	254.1	1.4	4.2	9.9	22.3	6.2*	6.1*	-	2.52	Industrial Alliance
Global Diversified (Loomis Sayles)	19.76	887.9	4.0	5.2	5.6	14.8	9.7	10.7	6.9	2.65	Loomis Sayles
Fidelity Global Monthly Income	12.17	242.5	2.7	2.7	2.0	9.2	5.6*	-	-	2.89	Fidelity
Global Asset Allocation Security (iAIM)	11.32	101.4	0.9	2.3	1.0	7.5	-	-	-	2.66	Industrial Alliance
Global Asset Allocation (iAIM)	11.92	169.2	1.4	3.3	3.5	12.9	-	-	-	2.71	Industrial Alliance
Global Asset Allocation Opportunity (iAIM)	12.42	48.3	1.8	4.2	5.9	18.0	-	-	-	2.77	Industrial Alliance
<b>Canadian Equity Funds</b>											
Strategic Equity Income	20.72	194.1	1.6	6.6	15.4	30.1	7.4	6.8	6.4	2.55	iA Clarington
Dividend Growth	25.22	1,132.0	2.0	6.9	14.6	30.0	6.7	7.5	6.2	2.57	Industrial Alliance
Canadian Equity Index	30.08	743.0	2.5	8.2	17.0	29.9	8.5	8.7	5.1	2.65	Industrial Alliance
Fidelity True North®	49.97	296.1	2.8	7.8	14.4	28.8	10.4	8.7	7.6	2.86	Fidelity
Canadian Equity Growth	41.15	870.0	2.0	7.8	16.5	34.9	9.0	9.3	6.2	2.71	Industrial Alliance
Fidelity Canadian Opportunities	69.40	480.7	2.4	7.5	13.8	41.0	19.2	13.3	9.5	2.84	Fidelity
Canadian Equity Small Cap (QV)	36.30	147.1	1.2	7.1	20.4	45.5	6.6	6.7	8.7	3.05	QV Investors Inc.
North American Equity	61.15	128.3	3.5	6.7	12.8	32.5	8.3	8.3	4.7	2.73	Industrial Alliance

# Table of net returns as at June 30, 2021 (continued)

## Classic Series 75/75

	Unit Value \$	Net assets <sup>1</sup> in millions \$	Simple returns <sup>2</sup>			Compound annual returns				MER <sup>3</sup> %	Investment Advisor
			1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %		
<b>U.S. &amp; International Equity Funds</b>											
Global Equity Index ACWI (BlackRock)	30.91	93.9	3.5	4.6	7.7	22.2	9.0*	10.3*	9.7*	2.72	BlackRock
Global Dividend (Dynamic)	28.95	1,296.9	2.4	3.4	(0.2)	10.1	9.9	12.5	10.8	2.98	Dynamic
Global Equity	28.50	124.6	2.7	4.5	7.8	20.0	7.5	8.9	9.2	2.80	Industrial Alliance
Global Opportunities (Loomis Sayles)	11.27	47.3	5.7	7.1	9.0	22.3*	13.5*	15.3*	12.9*	2.70	Loomis Sayles
Fidelity Global Concentrated Equity	14.02	66.5	0.6	2.3	10.5	37.9	10.9*	-	-	3.13	Fidelity
Fidelity NorthStar®	25.59	149.2	4.1	3.5	7.9	26.9	8.1	6.1	9.6	3.04	Fidelity
International Equity Index (BlackRock)	11.96	202.8	1.1	3.0	4.5	17.2	3.5	6.5	5.9	2.73	BlackRock
International Equity	22.89	541.3	0.6	1.9	1.0	12.5	2.8	6.2	5.8	2.80	Industrial Alliance
Fidelity European Equity	14.86	43.4	0.3	2.9	4.6	14.1	1.0	5.2	5.2	2.93	Fidelity
U.S. Equity Index (BlackRock)	28.19	409.9	4.6	6.2	10.4	24.3	12.9	13.1	14.2	2.70	BlackRock
Fidelity Insights	14.46	206.2	6.5	8.4	7.1	20.1	14.1*	-	-	2.95	Fidelity
Thematic Innovation	23.61	751.2	5.1	5.2	9.4	29.4	16.5*	17.0*	-	2.61	Industrial Alliance
American (Dynamic)	11.51	84.9	1.0	(0.2)	(3.2)	5.7	11.0*	13.4*	11.2*	2.77	Dynamic
U.S. Equity	25.92	113.4	3.8	5.7	11.3	24.2	9.7	9.5	12.0	2.83	Industrial Alliance
U.S. Dividend Growth	24.30	204.1	3.3	4.5	8.1	19.8	6.9	7.8	10.5	2.64	Industrial Alliance
<b>Specialty funds</b>											
Asian Pacific (Dynamic)	6.20	276.4	5.3	9.5	4.3	34.9	18.0*	15.9*	9.2*	3.08	Dynamic
Emerging Markets (Jarislowsky Fraser)	12.94	64.1	3.0	2.8	4.7	32.0	8.5*	9.3*	-	3.18	Jarislowsky Fraser
Global Health Care (Renaissance)	61.39	311.8	6.7	7.0	3.6	7.4	8.9*	6.9*	13.4*	3.43	Renaissance
Global Infrastructure (Dynamic)	10.07	86.8	1.0	(0.2)	(0.3)	11.9	5.4*	5.1*	8.1*	3.05	Dynamic
Real Instate Income	48.48	111.2	3.3	9.6	17.6	31.0	6.7*	5.6*	6.6*	2.85	Industrial Alliance
U.S. DAQ Index	37.74	798.9	8.7	8.8	8.4	27.0	21.2*	22.4*	20.3*	2.95	Industrial Alliance
<b>Indexia Funds</b>											
Indexia Prudent	11.57	173.1	1.4	2.6	0.1	4.1	4.4*	3.6*	-	1.98	Industrial Alliance
Indexia Moderate	11.96	117.5	1.7	3.3	2.3	8.3	5.4*	5.0*	-	1.96	Industrial Alliance
Indexia Balanced	12.36	158.3	2.0	4.0	4.5	12.7	6.4*	6.4*	-	1.95	Industrial Alliance
Indexia Growth	12.79	69.0	2.3	4.7	6.8	17.2	7.4*	7.9*	-	1.96	Industrial Alliance
Indexia Aggressive	13.16	30.4	2.6	5.4	9.1	21.6	8.3*	9.2*	-	1.97	Industrial Alliance

Returns after deduction of MER (Management expense ratio). Past performance is not a guarantee of future returns.

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

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

<sup>3</sup> Management expense ratio (GST and HST included). These fees may vary at any time.

\* Simulation of past returns as if the Fund or Series 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.

## Table of net returns as at June 30, 2021 (continued)

### Guaranteed Surrender Series

	Unit Value \$	Net assets <sup>1</sup> in millions \$	Simple returns <sup>2</sup>			Compound annual returns				Fee <sup>3</sup> %	Investment Advisor
			1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %		
<b>Disciplined Funds</b>											
Disciplined Prudent (iAIM)	10.17	86.9	1.2	2.4	(0.4)	-	-	-	-	3.38	Various Managers
Disciplined Moderate (iAIM)	10.51	203.8	1.5	3.1	1.7	-	-	-	-	3.69	Various Managers
Disciplined Balanced (iAIM)	10.87	394.3	1.8	3.8	4.1	-	-	-	-	3.69	Various Managers
Disciplined Growth (iAIM)	11.25	221.4	2.0	4.6	6.5	-	-	-	-	3.90	Various Managers
<b>Income Funds</b>											
Money Market	17.37	743.3	0.0	0.0	0.0	0.1	0.5	0.4	0.3	2.28	Industrial Alliance
Short Term Bond	15.69	158.9	(0.3)	(0.4)	(1.5)	(1.0)	1.1	0.1	0.4	3.01	Industrial Alliance
Disciplined Bond (iAIM)	9.56	659.1	0.7	1.2	(4.3)	-	-	-	-	2.99	Industrial Alliance
<b>Canadian Equity Funds</b>											
Canadian Disciplined Equity (iAIM)	12.73	587.3	2.5	8.6	17.6	-	-	-	-	4.00	Industrial Alliance
Canadian Equity Index	29.40	743.0	2.5	8.2	17.0	29.8	8.2	8.3	4.9	3.98	Industrial Alliance
<b>U.S. &amp; International Equity Funds</b>											
Global Disciplined Equity (iAIM)	11.57	164.1	2.8	4.8	8.4	-	-	-	-	4.44	Industrial Alliance
International Disciplined Equity (iAIM)	11.18	205.4	0.7	2.2	1.5	-	-	-	-	4.49	Industrial Alliance
International Equity Index (BlackRock)	11.70	202.8	1.1	2.9	4.3	16.9	3.2	6.2	5.6	4.29	BlackRock
U.S. Disciplined Equity (iAIM)	11.73	394.6	3.8	5.9	11.5	-	-	-	-	4.22	Industrial Alliance
U.S. Equity Index (BlackRock)	27.63	409.9	4.6	6.1	10.3	24.1	12.7	12.8	14.0	4.18	BlackRock

### Returns after deduction of MER (Management expense ratio). Past performance is not a guarantee of future returns.

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

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

<sup>3</sup> Fees indicated are subject to change at any time. To see management expense ratios and guarantee fees, see the Fund Facts document (F14-10A).

\* Simulation of past returns as if the Fund or Series 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.

## Total Return Reference indexes<sup>2</sup>

Returns as at June 30, 2021

	Simple returns <sup>1</sup>			Compound annual returns			
	1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %
<b>Indexes related to Income Funds</b>							
FTSE Canada 91 Day T-Bill Index	0.0	0.0	0.1	0.1	1.1	1.0	0.9
FTSE Canada Short Term Bond Index	(0.2)	0.1	(0.5)	0.7	3.1	1.9	2.3
FTSE Canada Universe Bond Index	1.0	1.7	(3.5)	(2.4)	4.2	2.6	3.9
SB - World Government Bonds (Can. \$)	1.4	(0.5)	(7.4)	(8.4)	1.5	0.7	4.0
<b>Indexes related to Canadian Equity Funds</b>							
S&P/TSX 60	2.7	9.0	18.6	33.6	11.4	11.6	8.0
S&P/TSX Completion Index	1.5	6.9	12.6	35.3	9.0	8.3	5.8
S&P/TSX Composite Index	2.5	8.5	17.3	33.8	10.8	10.8	7.4
S&P/TSX Capped Composite Index	2.5	8.5	17.3	33.9	10.8	10.8	7.4
S&P/TSX SmallCap Index	0.5	9.2	19.8	57.7	9.2	7.3	3.6
<b>Indexes related to U.S. &amp; International Equity Funds</b>							
S&P 500 (Can. \$) (Reuters)	4.9	6.9	12.0	28.0	16.3	16.5	17.7
MSCI - World (Can. \$)	4.0	6.2	9.9	26.4	12.7	13.7	13.5
MSCI - World Small Cap. (Can. \$)	2.7	3.5	11.9	39.5	10.4	13.7	13.8
MSCI - EAFE (Can. \$)	1.3	3.6	5.8	20.3	6.1	9.2	8.6
MSCI - EAFE (Can. \$) (Reuters)	1.3	3.6	5.8	20.3	6.1	9.2	8.6
MSCI - Europe (Can. \$)	1.1	6.1	9.1	23.5	7.1	9.9	8.9
	Variation			Compound annual variation			
	1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %
<b>Exchange Rate (Can. \$ / US \$)</b>							
As at June 30, 2021: 1.2383	2.5	(1.5)	(2.8)	(9.1)	(2.0)	(1.0)	2.5
<b>Exchange Rate (US \$ / Can. \$)</b>							
As at June 30, 2021: 0.8076	(2.4)	1.5	2.9	10.0	2.0	1.0	(2.5)

<sup>1</sup> The rates for the period are non-annualized.

<sup>2</sup> Please refer to the Legal Notices on page 7 for more information about these indexes.

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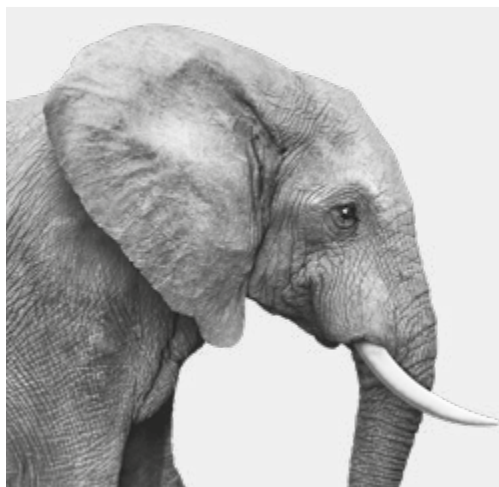
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## Economic and Financial Statistics as at June 30, 2021

	As at 2021-06-30 <sup>1</sup>	As at 2020-12-31
Canada - Unemployment rate	7.8%	8.6%
Canada - CPI (year/year variation)	3.6%	1.0%
Canada - GDP (year/year variation)	20.0%	-3.5%
U.S. - Unemployment rate	5.9%	6.7%
U.S. - CPI (year/year variation)	5.0%	1.2%
U.S. - GDP (year/year variation)	0.4%	-2.8%
2-year Canada Bonds	0.45%	0.20%
10-year Canada Bonds	1.39%	0.68%
Oil (West Texas) (US \$)	73.47	48.52
Gold (US \$)	1,765.4	1,897.8
CRB Commodities Index (US \$)	213.4	167.8
Exchange rate Can. \$/US \$	1.2383	1.2740

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



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