



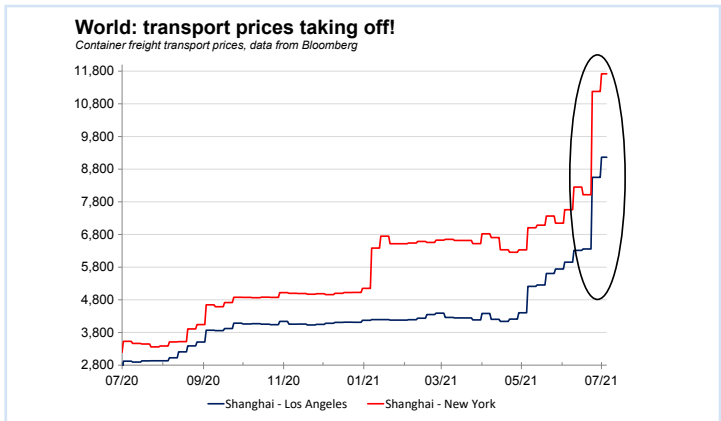
Sébastien Mc Mahon, MEcon., PRM, CFA
Frédéric Gagnon, MFin, CFA

economics@ia.ca or ia.ca/economy

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.



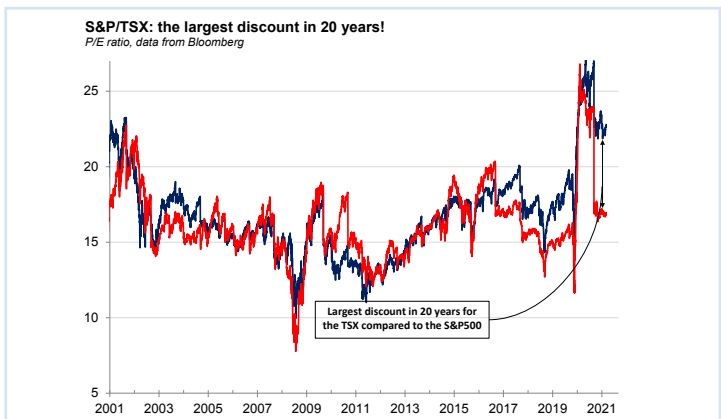
North America

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.



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.



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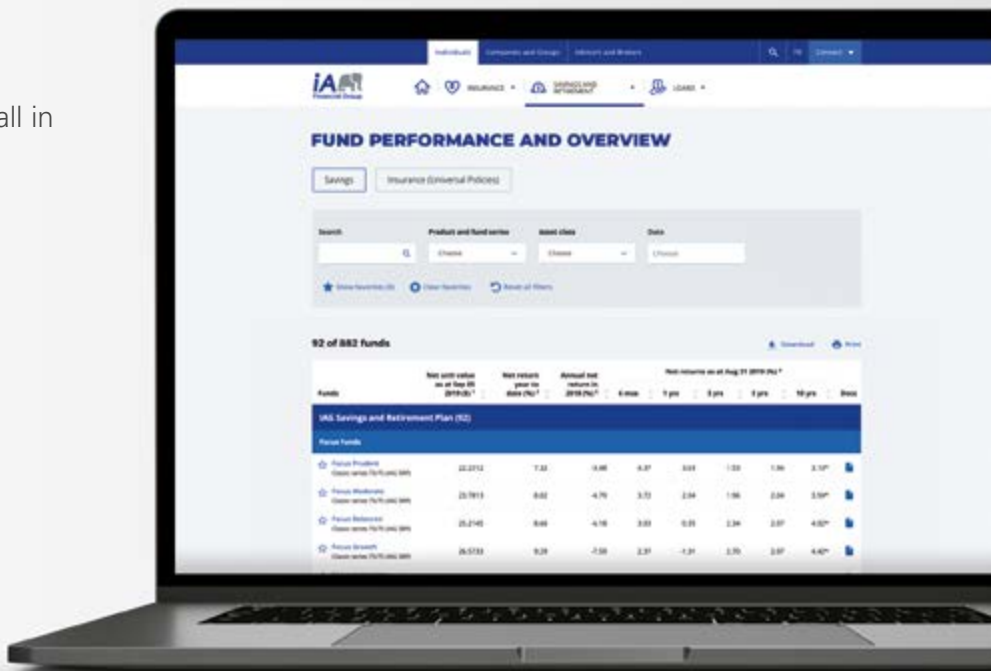


Table of net returns as at June 30, 2021

Ecoflex / My Education / APEX

	Unit Value \$	Net assets ¹ in millions \$	Simple returns ²			Compound annual returns				MER ³ %	Investment Advisor
			1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %		
Focus Funds											
Focus Prudent	17.96	261.8	1.0	2.0	0.1	5.3	3.2	2.2	2.6	3.20	Various Managers
Focus Moderate	19.75	321.8	1.2	2.6	1.9	9.2	3.8	3.2	3.2	3.26	Various Managers
Focus Balanced	21.59	474.5	1.4	3.2	3.9	13.6	4.6	4.3	3.9	3.28	Various Managers
Focus Growth	23.41	165.9	1.7	3.7	5.6	17.5	5.2	5.3	4.5	3.31	Various Managers
Focus Aggressive	25.19	54.1	1.9	4.3	7.3	21.3	5.7	6.2	5.0	3.36	Various Managers
Selection Funds											
Selection Prudent	12.05	101.0	1.0	2.3	0.1	4.1	2.1	1.9	-	2.99	Various Managers
Selection Moderate	12.32	189.3	1.1	2.6	1.2	7.1	2.2	2.3	-	3.14	Various Managers
Selection Balanced	12.93	250.9	1.3	3.3	3.1	11.3	2.7	3.3	-	3.28	Various Managers
Selection Growth	13.61	106.1	1.7	3.9	5.3	16.2	3.7	4.4	-	3.46	Various Managers
Selection Aggressive	13.81	27.4	1.9	3.8	5.1	18.5	3.6	4.6	-	3.63	Various Managers
Income Funds											
Money Market ⁵	17.37	743.3	0.0	0.0	0.0	0.1	0.5	0.4	0.3	1.68	Industrial Alliance
Short Term Bond	15.64	158.9	(0.3)	(0.4)	(1.5)	(1.0)	1.1	0.1	0.4	2.42	Industrial Alliance
Bond ⁵	30.37	3,339.7	0.7	1.1	(4.1)	(3.8)	2.1	0.8	1.9	2.44	Industrial Alliance
Core Plus Bond (Wellington Square)	11.30	45.5	0.3	1.4	0.3	5.1	1.6	0.9	1.0*	2.77	Wellington Square
Diversified Funds											
Diversified Security	23.07	673.6	0.6	2.4	1.1	5.1	2.6	1.7	3.0	3.18	Industrial Alliance
Diversified ⁵	48.92	2,254.0	1.2	4.3	6.0	14.6	4.9	3.9	4.5	3.18	Industrial Alliance
Diversified Opportunity	32.18	498.0	1.6	5.4	9.0	20.8	6.0	5.1	4.9	3.18	Industrial Alliance
SRI Moderate (Inhance)	10.47	46.2	1.5	2.6	0.9	9.2*	4.8*	3.6*	3.5*	3.67	Vancity
SRI Balanced (Inhance)	17.78	182.1	2.2	3.1	2.1	14.9	7.0	5.8	4.7*	3.75	Vancity
SRI Growth (Inhance)	10.93	37.0	2.7	3.4	2.8	18.5*	8.4*	7.3*	5.7*	3.86	Vancity
Diversified Income	32.35	319.2	1.6	5.2	8.5	19.8	5.5	5.0	5.1	3.04	Industrial Alliance
Strategic Income	15.58	254.1	1.4	4.0	9.3	20.9	4.9	4.8	-	3.63	iA Clarington
Global Diversified (Loomis Sayles)	18.51	887.9	3.9	5.0	5.2	13.9	8.9	9.9	6.2	3.39	Loomis Sayles
Canadian Equity Funds											
Strategic Equity Income	20.54	194.1	1.6	6.6	15.3	29.9	7.3	6.7	6.3	2.65	iA Clarington
Dividend Growth	24.57	1,132.0	2.0	6.8	14.4	29.6	6.3	7.2	6.0	2.91	Industrial Alliance
Canadian Equity Index	29.21	743.0	2.5	8.1	16.8	29.4	8.1	8.3	4.8	3.02	Industrial Alliance
Fidelity True North [®]	46.13	296.1	2.7	7.5	13.9	27.7	9.5	7.8	6.8	3.71	Fidelity
Canadian Equity Growth ⁵	40.01	870.0	2.0	7.7	16.4	34.5	8.7	9.0	5.9	3.03	Industrial Alliance
Fidelity Canadian Opportunities	63.99	480.7	2.4	7.2	13.3	39.7	18.1	12.3	8.7	3.72	Fidelity
North American Equity	59.16	128.3	3.5	6.6	12.6	32.1	7.9	7.9	4.4	3.05	Industrial Alliance

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

Ecoflex / My Education / APEX

	Unit Value \$	Net assets ¹ in millions \$	Simple returns ²			Compound annual returns				MER ³ %	Investment Advisor
			1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %		
U.S. & International Equity Funds											
Global Equity Index ACWI (BlackRock)	30.19	93.9	3.4	4.4	7.2	21.1	8.0*	9.4*	8.7*	3.63	BlackRock
Global Dividend (Dynamic)	27.51	1,296.9	2.3	3.3	(0.5)	9.5	9.3	11.9	10.3	3.55	Dynamic
Global Equity	27.56	124.6	2.7	4.3	7.4	19.2	6.7	8.1	8.6	3.52	Industrial Alliance
Global Opportunities (Loomis Sayles)	11.17	47.3	5.6	6.8	8.3	20.9*	12.1*	13.9*	11.5*	3.96	Loomis Sayles
Fidelity NorthStar®	23.83	149.2	4.0	3.3	7.5	26.0	7.3	5.4	8.9	3.75	Fidelity
International Equity Index (BlackRock)	11.63	202.8	1.1	2.9	4.3	16.9	3.1	6.2	5.6	3.04	BlackRock
International Equity	21.98	541.3	0.5	1.7	0.6	11.6	1.9	5.3	4.9*	3.68	Industrial Alliance
Fidelity European Equity	13.69	43.4	0.2	2.7	4.2	13.2	0.2	4.3	4.5	3.77	Fidelity
U.S. Equity Index (BlackRock)	27.39	409.9	4.6	6.1	10.2	23.9	12.6	12.7	13.9	3.04	BlackRock
Thematic Innovation	23.07	751.2	5.0	4.8	8.6	27.6	14.7*	15.3*	-	3.97	Industrial Alliance
U.S. Equity	25.10	113.4	3.8	5.6	11.0	23.4	9.0	8.8	11.4	3.41	Industrial Alliance
U.S. Dividend Growth	22.37	204.1	3.3	4.3	7.6	18.7	6.0	6.8	9.6	3.54	Industrial Alliance
Specialty Funds											
Asian Pacific (Dynamic)	15.16	276.4	5.3	9.5	4.2	34.6	18.2	15.9	9.2	3.34	Dynamic
Emerging Markets (Jarislowsky Fraser)	12.67	64.1	2.9	2.5	4.1	30.4	7.2*	7.9*	-	4.42	Jarislowsky Fraser
Global Health Care (Renaissance)	43.15	311.8	6.7	6.9	3.4	7.0	9.2	6.9	13.3	3.82	CIBC
Real Estate Income	39.48	111.2	3.3	9.6	17.5	30.8	6.0	5.2	6.4	2.96	Industrial Alliance
U.S. DAQ Index	27.54	798.9	8.7	8.7	8.3	26.6	21.8	22.7	20.5	3.24	Industrial Alliance
Education Savings Plan											
Diploma Elementary	20.18	1,290.0	1.9	4.4	5.6	13.3	6.0	5.6	5.0	3.62	Industrial Alliance
Diploma Secondary	12.28	491.8	0.9	1.9	0.2	2.6	1.8	0.8	0.9	3.61	Industrial Alliance
Not offered to new contract subscribers											
Diploma	16.79	120.3	1.8	3.5	3.0	8.6	5.3	5.2	5.2	3.64	Industrial Alliance
Dividend	62.98	994.3	2.1	7.1	15.0	30.5	6.6	7.4	6.4	2.41	Industrial Alliance

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

The *EcoStrategist in Brief* | Ecoflex / My Education economic and financial bulletin, produced monthly, and its more exhaustive quarterly version, are available at ia.ca, under Individuals, Savings and Retirement, Economic and Financial Publications.

¹ Total net assets of the fund including individual and group contracts.

² The rates for the period are non-annualized.

³ Management expense ratio (GST and HST included).

⁴ Fund closed to new investments as of June 30th, 2015.

⁵ Only these Funds are offered in the APEX product

* 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 indexes²

Returns as at June 30, 2021

	Simple returns ¹			Compound annual returns			
	1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %
Indexes related to Income Funds							
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
Indexes related to Canadian Equity Funds							
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
Indexes related to U.S. & International Equity Funds							
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
Index related to Specialty Funds							
MSCI - AC Asian Pacific Free (Can. \$)	2.2	1.1	2.2	22.5	8.4	11.8	10.0
MSCI - Emerging Markets (Can. \$)	2.7	3.6	4.6	28.5	9.4	12.3	7.3
MSCI - World Health Care (Can. \$)	5.6	7.6	7.1	12.4	14.1	11.8	16.6
NASDAQ 100 (Can. \$)	9.0	9.5	9.8	30.3	24.8	25.7	23.2
S&P/TSX Capped REIT Index	3.5	11.2	21.5	34.1	9.1	8.0	8.2
	Variation			Compound annual variation			
	1 month %	3 months %	YTD %	1 year %	3 years %	5 years %	10 years %
Exchange Rate (Can. \$ / US \$)							
As at June 30, 2021: 1.2383	2.5	(1.5)	(2.8)	(9.1)	(2.0)	(1.0)	2.5
Exchange Rate (US \$ / Can. \$)							
As at June 30, 2021: 0.8076	(2.4)	1.5	2.9	10.0	2.0	1.0	(2.5)

¹ The rates for the period are non-annualized.

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

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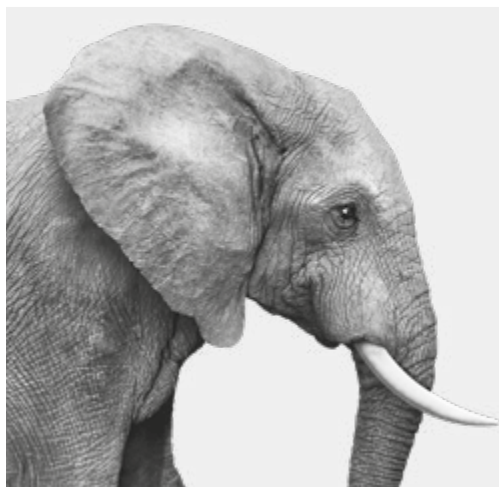
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Economic and Financial Statistics as at June 30, 2021

	As at 2021-06-30 ¹	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

¹ Most recent data available at such date.



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