iA Global Asset Management

Canadian Equity Growth (iA)

As at June 30, 2026

Quarterly Analysis

KEY TAKEAWAYS

- The Fund slightly underperformed its benchmark owing to security selection. Canadian equities posted positive second-quarter returns, with financials, health care, and industrials leading the charge.
- We refined the fund with selective new investments, including Apotex Health, and exits, maintaining our focus on long-term value creation and disciplined capital allocation.
- Even though uncertainty remains high, the long-term prospects for infrastructure, energy security, and critical minerals remain compelling in Canada.

PORTFOLIO MANAGER

Nicolas Caron MFin, CFA
Vice-President, Portfolio Manager, Canadian Equities

PERFORMANCE ANALYSIS

Canadian equities extend gains

Canadian equities continued to advance in the second quarter, with the S&P/TSX Composite Index rising 6.4%. Performance was led by financials, health care, and industrials, while energy and materials were the weakest sectors as commodity prices softened and investors rotated into non-resource sectors.

The fund delivered a positive absolute return during the quarter but lagged its benchmark slightly. Security selection detracted from relative performance but was partially offset by a positive contribution from asset allocation.

TOP 5 CONTRIBUTORS (%, QTD)

Issuer	Return	Weight	Contribution
Royal Bank of Canada	31.38	7.52	2.13
Toronto-Dominion Bank	33.69	5.14	1.53
Bank of Montreal	34.02	3.01	0.91
Bank of Nova Scotia	29.10	1.97	0.52
CIBC	24.15	2.22	0.48

TOP 5 DETRACTORS (%, QTD)

Issuer	Return	Weight	Contribution
Agnico Eagle Mines	-21.98	2.32	-0.60
Canadian Natural Resources	-16.51	2.44	-0.45
Suncor Energy	-16.53	2.47	-0.44
Alamos Gold	-30.43	0.82	-0.28
Franco-Nevada	-13.91	1.83	-0.28

PERCENTILE RANKING (GROSS RETURNS)

Period	Percentile ranking	Nb of funds in category
1 year	53	191
3 years	39	172
5 years	39	155

Source: Morningstar ratings, Canadian Equity Funds

3-YEAR RISK-RETURN ANALYSIS

Indicator	Fund	Index*
Beta	0.88	1.00
Volatility	9.65	10.83
Information ratio	-0.83	-
Upside capture	90.11	-
Downside capture	84.74	-

FUND CHARACTERISTICS

Characteristic	Fund	Index*
Number of holdings	91	220
Dividend yield	2.21	2.41
Top 10 holdings weight	35.3%	-
1-year trailing turnover	57%	-

* Index: S&P/TSX Composite Capped Total Return

Global Asset Management

Canadian Equity Growth (iA)

As at June 30, 2026

Quarterly Analysis

PORTFOLIO ACTIVITY

We refine our portfolio positioning

During the quarter, we continued to refine the portfolio actively by initiating positions in companies offering attractive risk-reward profiles and differentiated growth opportunities. New investments included Apotex Health, after its public listing, as well as Atco, Enerflex, Tamarack Valley Energy, and Groupe Dynamite, increasing our exposure to the health care, utilities, energy, and consumer discretionary sectors.

Portfolio activity was funded by the exit of several holdings, including Alphabet, Thomson Reuters, Topaz Energy, CAE, and Ivanhoe Mines. These changes reflect our ongoing focus on disciplined capital allocation and our commitment to concentrating the portfolio in companies with the greatest long-term value-creation potential.

PORTFOLIO POSITIONING

Long-term themes remain intact

The second quarter saw a shift in market leadership, with financials, health care, and technology outperforming, while energy and materials lagged. Against this backdrop, the portfolio remained focused on a balanced mix of high-quality businesses supported by attractive valuations and company-specific opportunities.

Financials remained the portfolio's largest sector exposure, while health care increased modestly with the addition of Apotex. We continued to deploy capital to our highest-conviction ideas, while maintaining exposure to energy and materials, where we continue to see attractive long-term opportunities despite near-term volatility in commodity markets.

MARKET OUTLOOK

Long-term drivers are key

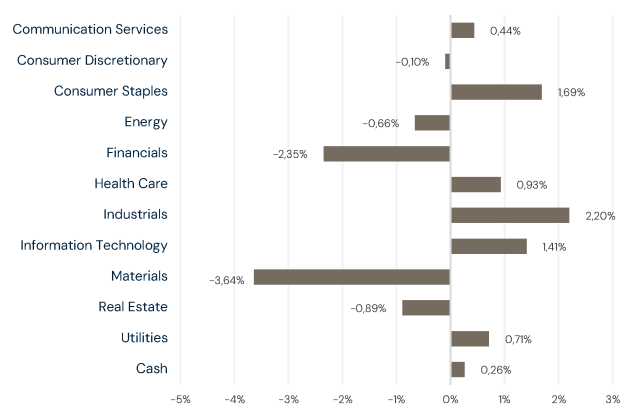
Fiscal policy and tariffs are likely to remain major sources of uncertainty through year-end. In our view, uncertainty itself—rather than a fundamental disruption to North American trade relationships—represents the largest near-term economic risk for Canada. At the same time, this environment reinforces the importance of domestic infrastructure investment, energy security, and critical minerals development, which we expect to be important long-term themes for Canadian equities.

SIGNIFICANT TRANSACTIONS (Q2 2026)

Positions initiated	Sector
Apotex Health	Health care
Atco	Utilities
Enerflex	Energy
Tamarack Valley Energy	Energy
Groupe Dynamite	Consumer discretionary

Positions exited	Sector
Alphabet	Communication services
Thomson Reuters	Industrials
Topaz Energy	Energy
CAE	Industrials
Ivanhoe Mines	Materials

SECTOR DEVIATIONS VERSUS INDEX



TOP 5 HOLDINGS*

Holding	Sector	Weight (%)
Royal Bank of Canada	Financials	8.39
Toronto-Dominion Bank	Financials	5.76
Shopify	Information technology	3.84
Bank of Montreal	Financials	3.41
Manulife Financial	Financials	2.56

*Excludes cash, cash equivalents, and derivatives

Get ahead

iagam.ca

A magnet for top investment talent, iA Global Asset Management is one of Canada's largest asset managers, with over $100 billion under management across institutional and retail mandates. We help investors achieve their long-term wealth creation goals through innovative investment solutions designed for today's complex markets. We are building upon our historic success, supporting the growth of our core strengths, and exploring innovative ways to meet investor needs. We are rooted in history and innovating for the future. Our experienced portfolio managers use a proprietary investment methodology, rooted in iAGAM's unifying commitment to strong risk management, analytical rigor and a disciplined, process-driven approach to asset allocation and security selection.

General Disclosures The information and opinions contained in this report were prepared by iA Global Asset Management ("iAGAM"). The opinions, estimates and projections contained in this report are those of iAGAM as of the date of this report and are subject to change without notice. iAGAM endeavours to ensure that the contents have been compiled or derived from sources that we believe to be reliable and contain information and opinions that are accurate and complete. However, iAGAM makes no representations or warranty, express or implied, in respect thereof, takes no responsibility for any errors and omissions contained herein and accepts no liability whatsoever for any loss arising from any use of, or reliance on, this report or its contents. There is no representation, warranty, or other assurance that any projections contained in this report will be realized. There is no representation, warranty, or other assurance that any projections contained in this report will be realized. The pro forma and estimated financial information contained in this report, if any, is based on certain assumptions and analysis of information available at the time that this information was prepared, which assumptions and analysis may or may not be correct. This report is not to be construed as an offer or solicitation to buy or sell any security. The reader should not rely solely on this report in evaluating whether or not to buy or sell securities of the subject company. The reader should consider whether it is suitable for your particular circumstances and talk to your financial advisor. iA Global Asset Management, iAGAM and the iA Global Asset Management logo are trademarks of Industrial Alliance Insurance and Financial Services Inc. and are used under license. iA Global Asset Management and iAGAM are tradenames under which Industrial Alliance Investment Management Inc. and its subsidiary iA Global Asset Management Inc. operate.

iA Global Asset Management

The iA Global Asset Management logo is a trademark of Industrial Alliance Insurance and Financial Services Inc.