

# INVESTMENT OPTIONS SUMMARY

## PACE III

### TERM INVESTMENT OR INCOME

**Indexed Account - Bond**

### CANADIAN EQUITY

**Indexed Account - Canadian**

**Indexed Account - Small Company**

### FOREIGN EQUITY

**Indexed Account - American**

**Indexed Account - European**

**Indexed Account - Japanese**

**Indexed Account - Technology**

### BALANCED & DIVERSIFIED ASSETS

**Indexed Account - Secure**

**Indexed Account - Moderate**

**Indexed Account - Quebec**

**Indexed Account - Balance**

**Indexed Account - Growth**

# PACE III

## Investment Options

### INDEXED ACCOUNT BOND

This indexed account offers returns based on the performance of the FTSE Canada Universe Bond Index.

#### DESCRIPTION:

This index is made up of federal, provincial, municipal government bonds and the bonds of leading corporations (rated BBB or higher).

#### SUITABLE FOR INVESTORS:

- Looking for returns based on Canadian bonds from the public and private sectors.
- Seeking a fixed, reasonable income combined with security of capital and are willing to accept a moderate level of risk.

#### RETURNS

COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS
Indexed Account Bond	-0.6%	-0.8%	-14.3%	-5.1%	-2.7%	-1.4%

The returns take into consideration the universal life management fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### RISK LEVEL:

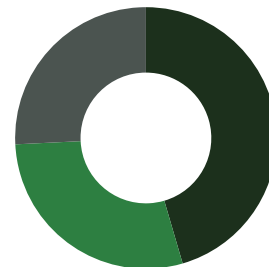


#### INTEREST CREDITED:

100% of the daily variation in the value of the FTSE Canada Universe Bond Index, minus the annual management related fees.

Annual management related fees: 3%

#### COMPOSITION OF THE FTSE CANADA UNIVERSE BOND INDEX:



##### TYPE OF BONDS

■ Federal Government	45.46%
■ Corporations	28.75%
■ Other Governments	25.78%



##### MATURITY

■ Short-Term (1 to 5 yrs)	40.68%
■ Mid-Term (5 to 10 yrs)	29.68%
■ Long-Term (10 yrs +)	29.63%

# PACE III

## Investment Options

### INDEXED ACCOUNT CANADIAN

This indexed account offers returns based on the performance of the Standard & Poor's/Toronto Stock Exchange 60 index (S&P/TSX 60), including dividend income. The S&P/TSX 60 consists of the most capitalized companies listed on the Toronto Stock Exchange.

#### DESCRIPTION:

This index is based on the prices of the common shares of the 60 most capitalized Canadian companies on the Toronto Stock Exchange. This index represents the major sectors in Canada such as financial institutions, natural resources, manufacturing, utilities, etc.

#### SUITABLE FOR INVESTORS:

- Looking for returns that reflect the large capitalization of the Canadian equity market.
- Seeking above average capitalization in the long term and are willing to accept a moderate to high level of risk.

#### RETURNS

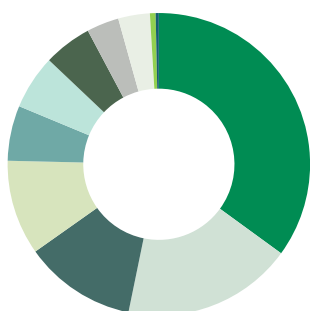
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS
Indexed Account Canadian	9.9%	7.1%	-4.6%	6.7%	5.2%	5.7%

The returns take into consideration the universal life management fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### SECTOR ALLOCATION



■ Financial Services	35.02%
■ Energy	18.21%
■ Industrials	11.98%
■ Basic Materials	10.16%
■ Technology	5.89%
■ Communication Services	5.81%
■ Consumer Cyclical	5.15%
■ Consumer Defensive	3.45%
■ Utilities	3.38%
■ Real Estate	0.61%
■ Other	0.34%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation in the value of the S&P/TSX 60 Index, including dividends, minus the annual management related fees.

Annual management related fees: 3%

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Royal Bank of Canada	7.85%
2.	Toronto-Dominion Bank	7.04%
3.	Enbridge	4.74%
4.	Canadian National Railway Co	4.33%
5.	Canadian Pacific Railway	4.16%
6.	Bank of Montreal	3.82%
7.	Canadian Natural Resources	3.69%
8.	Bank of Nova Scotia	3.50%
9.	Brookfield Corp Registered Shs -A- Limited Vtg	2.69%
10.	Suncor Energy	2.56%
<b>Total</b>		<b>44.38%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT SMALL COMPANY

This indexed account offers returns based on the performance of the NEI Canadian Small Cap Equity Fund and it aims to provide unitholders long-term capital growth.

#### DESCRIPTION:

The NEI Canadian Small Cap Equity Fund invests primarily in faster growing, small to mid-cap Canadian companies.

#### SUITABLE FOR INVESTORS:

- Willing to accept a high level of volatility in their investment, in exchange for the potential of higher capital gains over the long-term.

#### RETURNS

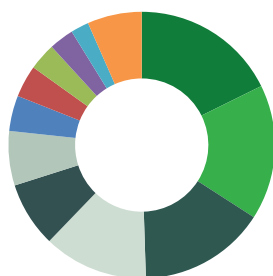
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS	UNDERLYING FUND INCEPTION DATE
Indexed Account Small Company	10.8%	6.3%	-12.4%	1.4%	-1.0%	1.2%	27-Mar-86

The returns take into consideration the universal life management and investment related fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### SECTOR ALLOCATION



Financials	17.70%
Industrials	16.40%
Materials	15.40%
Energy	12.70%
Consumer Discretionary	7.90%
Real Estate	6.60%
Health Care	4.30%
Information Technology	3.90%
Consumer Staples	3.30%
Utilities	3.00%
Communication Services	2.20%
Other	6.60%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation of the net asset value per unit of the NEI Canadian Small Cap Equity Fund, plus any distribution per unit, where applicable. The net asset value per unit includes any expense inherent to the fund. Annual management related fees and investment related fees are deducted from these returns.

Investment related fees: 2.59%

Annual management related fees: 1.6%

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Stella-Jones	5.80%
2.	iA Financial Group	5.70%
3.	Winpak	4.90%
4.	Mullen Group	4.70%
5.	E-L Financial	4.00%
6.	Canadian Western Bank	3.70%
7.	Information Services, Class A	3.40%
8.	Parkland	3.30%
9.	Calian Group	3.20%
10.	Guardian Capital Group, Class A	3.10%
<b>Total</b>		<b>41.80%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT AMERICAN

This indexed account offers returns based on the performance of the Standard & Poor's 500 Index (S&P 500), including dividend income. This index is made up of 500 companies representing the American market.

#### DESCRIPTION:

The S&P 500 Index is based on the prices of the common shares of the 500 companies that define the entire American market. This is one of the most commonly used benchmark indices for measuring the performance of the American stock market. The majority of the securities are listed on the New York Stock Exchange (NYSE).

#### SUITABLE FOR INVESTORS:

- Looking for returns that reflect the American equity market.
- Seeking high long-term capitalization by taking advantages of the potential of one of the largest economies in the world and are willing to accept a moderate to high level of risk.

#### RETURNS

##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS
Indexed Account American	9.5%	3.4%	-18.5%	5.4%	6.7%	9.6%

The returns take into consideration the universal life management fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation in the value of the S&P 500 Index, including dividends, minus the annual management related fees.

Annual management related fees: 3%

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Apple Inc	6.03%
2.	Microsoft	5.55%
3.	Amazon.com	2.31%
4.	Berkshire Hathaway Inc Class B	1.73%
5.	Alphabet Inc Class A	1.64%
6.	UnitedHealth Group	1.54%
7.	Alphabet Inc Class C	1.46%
8.	Johnson & Johnson	1.43%
9.	Exxon Mobil Corp	1.41%
10.	JPMorgan Chase & Co	1.22%
Total		24.32%

#### SECTOR ALLOCATION



Technology	22.95%
Healthcare	15.85%
Financial Services	13.85%
Consumer Cyclical	9.53%
Industrials	9.04%
Consumer Defensive	7.59%
Communication Services	7.26%
Energy	5.21%
Utilities	3.17%
Real Estate	2.80%
Basic Materials	2.45%
Other	0.29%

# PACE III

## Investment Options

### INDEXED ACCOUNT EUROPEAN

This indexed account offers returns based on the performance of the MSCI Europe Index, including dividend income. The MSCI Europe Index is made up of European securities from 16 countries, mainly the United Kingdom, France, Germany and Switzerland.

#### DESCRIPTION:

The MSCI Europe Index is based on the prices of the common shares of over 500 companies trading on the stock markets of the European Monetary Union.

#### SUITABLE FOR INVESTORS:

- Looking for international diversification by taking advantage of the opportunities offered by European markets.
- Seeking high long-term growth through optimal diversification on the stock markets and are willing to assume the risks inherent in the equity market.

#### RETURNS

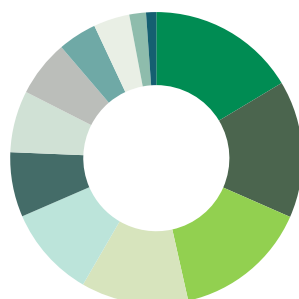
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS
Indexed Account European	22.7%	17.3%	-7.1%	0.9%	0.7%	4.4%

The returns take into consideration the universal life management fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### SECTOR ALLOCATION



■ Financial Services	16.40%
■ Healthcare	15.18%
■ Industrials	14.90%
■ Consumer Defensive	11.88%
■ Consumer Cyclical	10.13%
■ Basic Materials	7.16%
■ Technology	6.83%
■ Energy	6.26%
■ Communication Services	4.29%
■ Utilities	4.00%
■ Real Estate	1.84%
■ Other	1.13%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation in the value of the MSCI Europe Index in Canadian currency, including dividends, minus the annual management related fees.

Annual management related fees: 3.75%

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Nestlé	3.03%
2.	Novo Nordisk, Class B	2.12%
3.	Roche Holding AG	2.11%
4.	ASML Holding	2.08%
5.	AstraZeneca	1.99%
6.	Shell PLC	1.94%
7.	LVMH Moët Hennessy Louis Vuitton	1.92%
8.	Novartis AG	1.87%
9.	TotalEnergies SE	1.49%
10.	Unilever	1.22%
<b>Total</b>		<b>19.77%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT

### JAPANESE

This indexed account offers returns based on the performance of the MSCI Japan Index, including dividend income. The MSCI Japan Index aims to measure the performance of the Japanese equity market.

#### DESCRIPTION:

The MSCI Japan Index seeks to measure the performance of the Japanese equity market. It is a capitalization weighted index that aims to capture 85% of the total capitalization market of the country which is publicly available.

#### SUITABLE FOR INVESTORS:

- Looking for international diversification by taking advantage of the opportunities offered by the Japanese markets.
- Seeking high long-term growth through optimal stock market diversification and are willing to assume the risks inherent in the equity market.

#### RETURNS

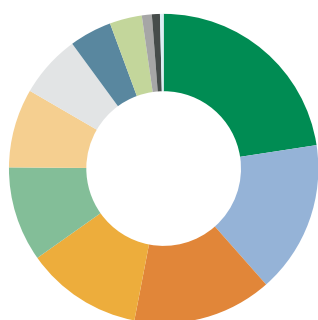
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS
Indexed Account Japanese	12.4%	10.4%	-12.0%	-2.6%	-1.6%	5.2%

The returns take into consideration the universal life management fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### SECTOR ALLOCATION



Industrials	22.58%
Technology	15.90%
Consumer Cyclical	14.55%
Financial Services	12.17%
Healthcare	9.92%
Communication Services	8.26%
Consumer Defensive	6.56%
Basic Materials	4.43%
Real Estate	3.37%
Utilities	1.04%
Energy	0.84%
Other	0.38%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation in the value of the MSCI Japan Index in Canadian currency, including dividends, minus the annual management related fees.

Annual management related fees: 3.75%

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Toyota Motor Corp	4.65%
2.	Sony Group Corp	3.06%
3.	Mitsubishi UFJ Financial Group Inc	2.57%
4.	Keyence	2.42%
5.	Daiichi Sankyo Co Ltd	1.80%
6.	Sumitomo Mitsui Financial Group Inc	1.67%
7.	SoftBank Group Corp	1.65%
8.	Hitachi Ltd	1.57%
9.	KDDI Corp	1.55%
10.	Takeda Pharmaceutical Co Ltd	1.49%
<b>Total</b>		<b>22.43%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT TECHNOLOGY

This indexed account offers returns based on the performance of the Nasdaq-100 Index, including dividend income.

#### DESCRIPTION:

The Nasdaq-100 Index is based on the stock prices of the 100 largest U.S. and foreign non-financial companies traded on the Nasdaq exchange's national market. The Nasdaq-100 reflects the growth of the largest companies in different key industrial sectors such as computers, telecommunications, biotechnology, distribution and retail sales.

#### SUITABLE FOR INVESTORS:

- Looking for returns that reflect the performance of the largest American and foreign non-financial companies.
- Seeking high long-term capitalization by sharing in the opportunities offered by the various sectors of the American economy and are willing to accept a high level of risk.

#### RETURNS

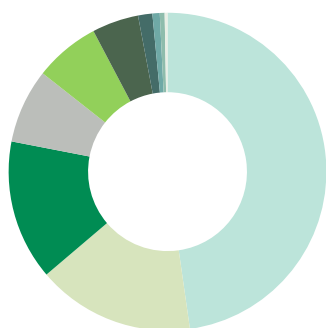
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS
Indexed Account Technology	6.7%	1.1%	-29.7%	7.6%	10.1%	12.9%

The returns take into consideration the universal life management fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### SECTOR ALLOCATION



Technology	47.74%
Communication Services	16.04%
Consumer Cyclical	14.26%
Healthcare	7.57%
Consumer Defensive	6.66%
Industrials	4.74%
Utilities	1.45%
Financial Services	0.74%
Energy	0.49%
Real Estate	0.29%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation in the value of the Nasdaq-100 Index, including dividends, minus the annual management related fees.

Annual management related fees: 3.5%

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Microsoft	12.59%
2.	Apple Inc	11.76%
3.	Amazon.com	6.06%
4.	Alphabet Inc Class C	3.82%
5.	Alphabet Inc Class A	3.81%
6.	NVIDIA Corp	3.30%
7.	Tesla Inc	2.76%
8.	Meta Platforms Inc Class A	2.48%
9.	PepsiCo Inc	2.28%
10.	Broadcom Inc	2.08%
<b>Total</b>		<b>50.94%</b>



# PACE III

## Investment Options

### INDEXED ACCOUNT SECURE

This indexed account offers returns based on the performance of the Franklin Quotential Diversified Income portfolio and it aims to provide unitholders with a high current income and some long-term capital appreciation.

#### DESCRIPTION:

The Franklin Quotential Diversified Income portfolio invests primarily in a diversified mix of income and bond mutual funds.

#### SUITABLE FOR INVESTORS:

- With low risk tolerance.
- Looking for easy-to-manage investments, who do not want to administer their own portfolio or rebalance the investment mix to suit their investor profile.
- Requiring their investment to generate income today and provide capital appreciation for the future.

#### RETURNS

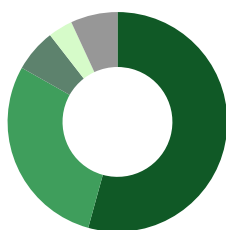
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS	UNDERLYING FUND INCEPTION DATE
Indexed Account Secure	2.0%	0.9%	-13.1%	-3.1%	-1.8%	0.0%	17-Feb-03

The returns take into consideration the universal life management and investment related fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### GEOGRAPHIC ALLOCATION



■ Canada	54.29%
■ United States	28.90%
■ Europe	6.30%
■ Emerging Market	3.61%
■ Other	6.90%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation of the net asset value per unit of the Franklin Quotential Diversified Income portfolio, plus any distribution per unit, where applicable. The net asset value per unit includes any expense inherent to the fund. Annual management related fees and investment related fees are deducted from these returns.

Investment related fees: 2.01%

Annual management related fees: 2%

#### PORTFOLIO MANAGER

Franklin Templeton Investment Management

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Franklin Bissett Core Plus Bond Fund	29.11%
2.	Franklin Bissett Canadian Government Bond Fund	19.68%
3.	Franklin Global Aggregate Bond Active ETF	9.22%
4.	Franklin Bissett Short Duration Bond Fund	7.73%
5.	Franklin Western Asset Core Plus Bond Fund	4.65%
6.	Franklin Brandywine Global Sustainable Income Optimiser Fund	4.65%
7.	Franklin U.S. Core Equity Fund	3.19%
8.	Franklin Bissett Canadian Equity Fund	2.76%
9.	Franklin FTSE U.S. Index ETF	2.44%
10.	Franklin FTSE Canada All Cap Index ETF	2.06%
<b>Total</b>		<b>85.49%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT

### MODERATE

This indexed account offers returns based on the performance of the Franklin Quotential Balanced Income portfolio and it aims to provide unitholders with a balance of current income and long-term capital appreciation.

#### DESCRIPTION:

The Franklin Quotential Balanced Income portfolio invests primarily in a diversified mix of equity and income mutual funds, with a bias towards income.

#### SUITABLE FOR INVESTORS:

- Looking for easy-to-manage investments, who do not want to administer their own portfolio or rebalance the investment mix to suit their investor profile.
- Requiring steady appreciation and low risk capital preservation.

#### RETURNS

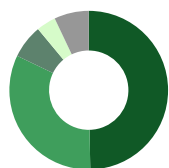
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS	UNDERLYING FUND INCEPTION DATE
Indexed Account Moderate	3.3%	2.2%	-12.7%	-1.7%	-0.9%	1.3%	19-Aug-02

The returns take into consideration the universal life management and investment related fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### GEOGRAPHIC ALLOCATION



■ Canada	49.68%
■ United States	32.43%
■ Europe	6.86%
■ Emerging Market	3.98%
■ Other	7.05%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation of the net asset value per unit of the Franklin Quotential Balanced Income portfolio, plus any distribution per unit, where applicable. The net asset value per unit includes any expense inherent to the fund. Annual management related fees and investment related fees are

Investment related fees: 2.14%

Annual management related fees: 2%

#### PORTFOLIO MANAGER

Franklin Templeton Investment Management

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Franklin Bissett Core Plus Bond Fund	23.87%
2.	Franklin Bissett Canadian Government Bond Fund	16.14%
3.	Franklin Global Aggregate Bond Active ETF	7.06%
4.	Franklin Bissett Short Duration Bond Fund	6.34%
5.	Franklin U.S. Core Equity Fund	5.21%
6.	Franklin Bissett Canadian Equity Fund	4.51%
7.	Franklin FTSE U.S. Index ETF	4.00%
8.	Franklin Western Asset Core Plus Bond Fund	3.56%
9.	Franklin Brandywine Global Sustainable Income Optimiser Fund	3.56%
10.	Franklin FTSE Canada All Cap Index ETF	3.37%
<b>Total</b>		<b>77.62%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT

### QUEBEC

This indexed account offers returns based on the performance of the Desjardins Quebec Balanced Fund. This fund exclusively offers Quebec bonds and securities and allows the investor to participate in the development of Quebec institutions. It aims to provide unitholders long-term growth.

#### DESCRIPTION:

The Desjardins Quebec Balanced Fund invests in shares of Quebec companies or securities issued by the Quebec government, municipalities or by other public or para-public organizations. It may also acquire term deposits from Quebec financial institutions.

#### SUITABLE FOR INVESTORS:

- With a moderate risk tolerance.
- Looking for both a reasonable income and long-term capital appreciation.
- Wishing to invest in a diversified portfolio while supporting the economical development of the province of Quebec.

#### RETURNS

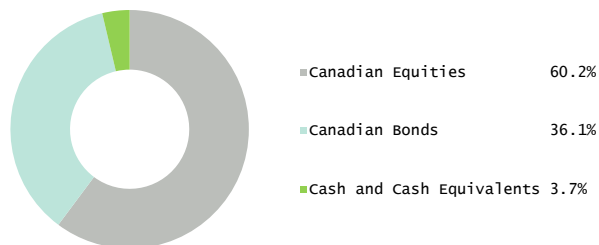
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS	UNDERLYING FUND INCEPTION DATE
Indexed Account Quebec	7.1%	7.4%	-6.6%	-0.5%	0.0%	3.5%	20-Jun-97

The returns take into consideration the universal life management and investment related fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### ASSET MIX



#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation of the net asset value per unit of the Desjardins Quebec Balanced Fund, plus any distribution per unit, where applicable. The net asset value per unit includes any expense inherent to the fund. Annual management related fees and investment related fees are deducted from these returns.

Investment related fees: 2.07%

Annual management related fees: 2.07%

#### PORTFOLIO MANAGER

Desjardins Global Asset Management Inc. (DGAM)

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Province of Québec, 3.250%, 2032-09-01	7.0%
2.	Province of Québec, 1.500%, 2031-09-01	6.9%
3.	Province of Québec, 1.900%, 2030-09-01	5.3%
4.	Province of Québec, 2.300%, 2029-09-01	4.9%
5.	CGI, Class A	3.5%
6.	Dollarama	3.3%
7.	iA Financial Group	3.3%
8.	Alimentation Couche-Tard	3.3%
9.	WSP Global	3.2%
10.	National Bank of Canada	3.2%
<b>Total</b>		<b>43.9%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT BALANCE

This indexed account offers returns based on the performance of the Franklin Quotential Balanced Growth portfolio and it aims to provide unitholders with a balance of current income and long-term capital appreciation.

#### DESCRIPTION:

The Franklin Quotential Balanced Growth portfolio invests primarily in a diversified mix of equity and income mutual funds, with a bias towards capital appreciation.

#### SUITABLE FOR INVESTORS:

- Looking for easy-to-manage investments, who do not want to administer their own portfolio or rebalance the investment mix to suit their investor profile.
- Focused on long-term growth, preserving the capital.

#### RETURNS

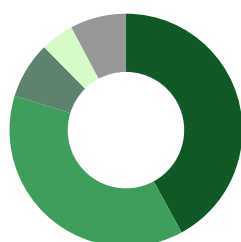
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS	UNDERLYING FUND INCEPTION DATE
Indexed Account Balance	5.3%	4.3%	-11.9%	0.0%	0.2%	2.7%	19-Aug-02

The returns take into consideration the universal life management and investment related fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### GEOGRAPHIC ALLOCATION



Canada	42.08%
United States	37.68%
Europe	7.86%
Emerging Market	4.62%
Other	7.77%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation of the net asset value per unit of the Franklin Quotential Balanced Growth portfolio, plus any distribution per unit, where applicable. The net asset value per unit includes any expense inherent to the fund. Annual management related fees and investment related fees are deducted from these returns.

Investment related fees: 2.35%

Annual management related fees: 2%

#### PORTFOLIO MANAGER

Franklin Templeton Investment Management

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Franklin Bissett Core Plus Bond Fund	15.86%
2.	Franklin Bissett Canadian Government Bond Fund	10.72%
3.	Franklin U.S. Core Equity Fund	7.99%
4.	Franklin Bissett Canadian Equity Fund	6.93%
5.	Franklin FTSE U.S. Index ETF	6.13%
6.	Franklin FTSE Canada All Cap Index ETF	5.17%
7.	Franklin U.S. Rising Dividends Fund	4.83%
8.	Franklin Global Aggregate Bond Active ETF	4.69%
9.	Franklin Bissett Short Duration Bond Fund	4.21%
10.	Franklin Canadian Core Equity Fund	4.19%
<b>Total</b>		<b>70.72%</b>

# PACE III

## Investment Options

### INDEXED ACCOUNT GROWTH

This indexed account offers returns based on the performance of the Franklin Quotential Growth portfolio and it aims to provide unitholders with long-term capital appreciation.

#### DESCRIPTION:

The Franklin Quotential Growth portfolio invests primarily in a diversified mix of equity mutual funds, with additional stability derived from investing in income mutual funds.

#### SUITABLE FOR INVESTORS:

- Looking for easy-to-manage investments, who do not want to administer their own portfolio or rebalance the investment mix to suit their investor profile.
- Waiting to steadily grow investments over the long-term.

#### RETURNS

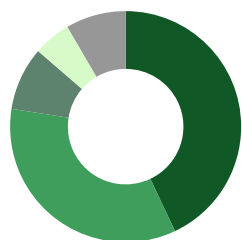
##### COMPOUND ANNUAL RETURNS AS OF DECEMBER 31, 2022

	3 MTHS*	6 MTHS*	1 YR	3 YRS	5 YRS	10 YRS	UNDERLYING FUND INCEPTION DATE
Indexed Account Growth	7.4%	6.4%	-11.0%	1.8%	1.5%	4.0%	19-Aug-02

The returns take into consideration the universal life management and investment related fees deducted monthly. Returns represented above are an estimate of the amount that would be generated if the fund existed during the specified period. Past performance is not indicative of future performance.

\*Returns are not annualized.

#### GEOGRAPHIC ALLOCATION



■ United States	42.97%
■ Canada	34.49%
■ Europe	8.87%
■ Emerging Market	5.26%
■ Other	8.41%

#### RISK LEVEL:



#### INTEREST CREDITED:

100% of the daily variation of the net asset value per unit of the Franklin Quotential Growth portfolio, plus any distribution per unit, where applicable. The net asset value per unit includes any expense inherent to the fund. Annual management related fees and investment related fees are deducted from these returns.

Investment related fees: 2.46%

Annual management related fees: 2%

#### PORTFOLIO MANAGER

Franklin Templeton Investment Management

#### TOP 10 HOLDINGS AS OF DECEMBER 31, 2022

1.	Franklin U.S. Core Equity Fund	10.78%
2.	Franklin Bissett Canadian Equity Fund	9.35%
3.	Franklin FTSE U.S. Index ETF	8.27%
4.	Franklin Bissett Core Plus Bond Fund	7.83%
5.	Franklin FTSE Canada All Cap Index ETF	6.98%
6.	Franklin U.S. Rising Dividends Fund	6.51%
7.	Franklin Canadian Core Equity Fund	5.65%
8.	Franklin International Core Equity Fund	5.40%
9.	Franklin Bissett Canadian Government Bond Fund	5.30%
10.	SPDR Portfolio S&P 500 Value ETF	5.06%
<b>Total</b>		<b>71.13%</b>