

# NBI Floating Rate Income Fund

Investor Series

Category: Canadian Short Term Fixed Income

## Investment Objective

To generate interest income while minimizing the effects of interest-rate fluctuations. The fund invests in a portfolio composed mainly of fixed-rate Canadian bonds (either corporate, governmental or municipal) and/or preferred shares issued by North-American companies and enters into derivatives transactions to generate a floating rate of income. Floating-rate income can therefore be obtained by swapping, through the use of derivatives, the rate of a fixed-income security for the short-term floating rate in effect at the time of the swap less the fees payable to the counterparty in relation to the derivative transactions. The short-term floating rate used will correspond, depending on the securities covered, to the 3-month Canadian Dealer Offered Rate (CDOR) or the 3-month London Interbank Offered Rate (LIBOR). The derivatives will be entered into with counterparties having a designated rating. It is expected that investments in foreign securities will not exceed approximately 40% of the Fund's net assets.

## Fund Details

### Investment horizon

Less than 1 year	<b>At least 1 year</b>	At least 3 years	At least 5 years
------------------	------------------------	------------------	------------------

### Fund volatility

<b>Low</b>	Low to medium	Medium	Medium to high	High
------------	---------------	--------	----------------	------

Minimum Initial Investment:	\$500
Subsequent Investment:	\$50
Systematic Investment:	\$25
Distribution Frequency:	Monthly
Assets Under Management (\$M):	\$159.2
Price per Unit:	\$9.56
Inception Date:	October 30, 2015
Value of \$10,000 since inception:	\$10,875
Benchmark Index:	FTSE TMX Can T-91

Management Fee:	1.20%
MER:	1.49%
Portfolio Manager:	National Bank Trust Inc.
Sub-Advisor:	Fiera Capital Corporation

### Available Fund Codes:

Investor Series	NBC829
-----------------	--------

## Portfolio Asset Mix (% of Net Assets)



Average Duration (Years)	2.80
Average Maturity (Years)	1.17
Gross Yield to Maturity (%) <sup>†</sup>	3.41
Gross Current Yield (%) <sup>‡</sup>	3.85

## Calendar Returns (%)

YTD	2019	2018	2017	2016	2015	2014
3.74	3.74	-3.05	4.56	3.06	-	-

## Annualized Returns (%)

1 month	3 months	6 months	1 year	3 years	5 years	10 years	Since Inception
0.91	1.67	2.28	3.74	1.69	-	-	2.03

## Top Holdings (%)

Interest Swap 1.97% 25-May-2023	8.16
Interest Swap 1.98% 28-Jan-2020	6.28
Interest Swap 2.06% 24-Sep-2021	5.03
Interest Swap 1.97% 31-Jan-2024	5.02
Interest Swap 1.90% 19-May-2021	4.89
Interest Swap 1.97% 10-May-2021	4.71
Interest Swap 1.95% 22-Oct-2024	4.53
Interest Swap 2.04% 20-Mar-2022	4.43
Interest Swap 1.97% 05-Jul-2022	4.40
Interest Swap 1.98% 13-Jul-2023	3.77
<b>Total of Top Holdings of the Fund (% of Net Assets):</b>	<b>51.22</b>
<b>Total Number of Securities Held:</b>	<b>194</b>

## Allocation by Maturity (%)

Long term	2.65
Mid term	18.35
Short term	79.00

<sup>†</sup>The rate of return anticipated on a bond if it is held until the maturity date expressed as an annual rate. It is assumed that all coupons are reinvested at the same rate.

<sup>‡</sup>Annual income paid by a bond or a stock, expressed as a percentage of its current market price. It does not include any capital gains or losses that may be realized upon maturity.

As at December 31, 2019

# NBI Floating Rate Income Fund

**Investor Series**

**Category: Canadian Short Term Fixed Income**



## **Disclosure**

NBI Mutual Funds (the "Funds") are offered by National Bank Investments Inc., a wholly owned subsidiary of National Bank of Canada. Commissions, trailing commissions, management fees and expenses all may be associated with investments in the Funds. Please read the prospectus of the Funds before investing. The indicated rates of return are the historical annual compounded total returns which include changes in the value of securities and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. The Funds' securities are not insured by the Canada Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that a fund will be able to maintain its net asset value per security at a constant amount or that the full amount of the investment in a fund will be returned. The Funds are not guaranteed, their values change frequently and past performance may not be repeated.