

Investment management fee & expense

Client: CANADIAN FORCES, FORCES CANADIENNES - 62498

Subgroup: CAFSP 5 / RÉGIMES ÉPARGNE DES FAC 5 - 05

NON REGISTERED SAVINGS PLAN

Investment management fee and expense represents the combination of the investment management fee (IMF) and fund operating expense (FOE), without applicable taxes.

IMFs represent fees paid to the investment manager for their professional services including the daily management of each fund. It may include a fee to us, if applicable, for the cost of administering and servicing your plan. IMFs are based on the asset value of each fund and are paid directly from the fund each day. The IMFs are unique to your plan and do not include applicable taxes, which are also charged. Your member booklet may include investment management fees.

FOEs are fees charged directly to the fund to cover costs including audit and custodial fees, fund transaction costs, taxes paid by the fund, bank fees, fund valuation and reporting. Fund operating expenses may be associated with third party investment manager underlying funds and/or our segregated funds. The total amount of fund operating expense is calculated at the end of each year. The amount reported to you will usually be the previous year end charges calculated as a percentage of the fund. This does not include applicable taxes, which are also charged. Fund operating expenses can be found on fund reports.

| FUNDS | ANNUALIZED CHARGES (as at November 2, 2020) |
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| Asset Allocation Funds | |
| Conservative - income oriented, lower risk CONSERVATIVE CONTINUUM (PSG) | 1.368% |
| Moderate - income oriented with some growth potential, lower - medium risk MODERATE CONTINUUM (PSG) | 1.369% |
| Balanced - a balance between growth and income, medium risk BALANCED CONTINUUM (PSG) | 1.370% |
| Advanced - growth oriented, medium - higher risk ADVANCED CONTINUUM (PSG) | 1.371% |
| Aggressive - maximum growth potential, higher risk AGGRESSIVE CONTINUUM (PSG) | 1.372% |
| Cash and Equivalent Funds | |
| Canadian Money Market - lower risk, lower return MONEY MARKET (PORTICO) | 0.758% |