

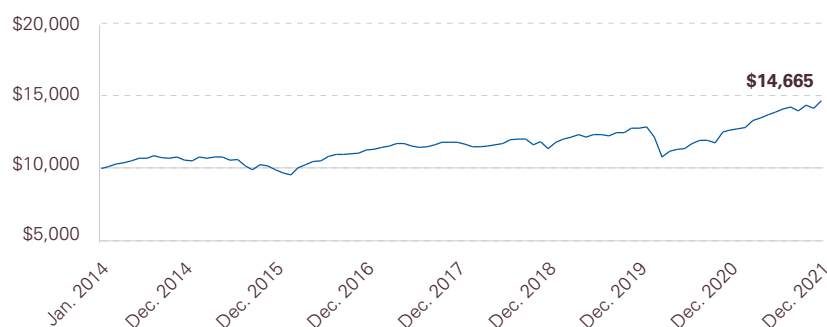
Fund Performance (%) – Guarantee B

| 1-month | 3-month | Y-T-D | 1-year | 3-year | 5-year | 10-year | Since inception |
|---------|---------|-------|--------|--------|--------|---------|-----------------|
| 3.6 | 4.8 | 15.9 | 15.9 | 8.9 | 5.4 | - | 4.9 |

Calendar Year Returns (%) – Guarantee B

| 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|------|------|------|------|------|------|------|------|------|------|
| - | - | - | -6.2 | 13.4 | 4.9 | -3.9 | 12.5 | -1.0 | 15.9 |

Value of \$10,000 investment – Guarantee B



What does the Fund invest in?

The Fund seeks to provide a consistent stream of income and capital appreciation by investing primarily in Canadian equity and fixed income investments.

The Fund may invest up to 49% of its assets in foreign securities.

Key Reasons to Invest

- Flexible income-focused balanced fund that can adjust asset allocation as market conditions warrant. The manager's expertise in both equity and fixed income provides an unbiased asset allocation decision and the ability to assess relative value across the capital structure of a company.
- Fixed income component includes high yield corporate bonds that may have lower interest rate sensitivity than one focused on investment grade bonds alone.
- Rigorous & active investment process that focuses on safety of income and incorporates the manager's macro outlook.

Portfolio Manager

IA Clarington Investments Inc.

Dan Bastasic, CFA, MBA
 Start date: January 2014

Fund Details

Guarantee Options: Guarantee A: 100% death / 100% maturity
 Guarantee B: 100% death / 75% maturity
 Guarantee C: 75% death / 75% maturity

Size: \$298.6 million

Inception Date: Guarantee B: Jan. 17, 2014

NAV: Guarantee A: \$14.08
 Guarantee B: \$14.66
 Guarantee C: \$15.95

MER*: Guarantee A: 3.36%
 Guarantee B: 2.86%
 Guarantee C: 2.54%
 *as at Dec. 31, 2020

Risk Tolerance:



Distribution Frequency:

Guarantee A: Monthly, variable
 Guarantee B: Monthly, variable
 Guarantee C: Monthly, variable

Fund Codes

| Series | Front | Back |
|-------------|----------|----------|
| Guarantee A | IAC 2000 | IAC 2010 |
| Guarantee B | IAC 3000 | IAC 3010 |
| Guarantee C | IAC 4000 | IAC 4010 |

| Distributions (\$/unit) | Guarantee A | Guarantee B | Guarantee C |
|-------------------------|-------------|-------------|-------------|
| January 2021 | 0.024 | 0.033 | 0.039 |
| February 2021 | 0.026 | 0.030 | 0.036 |
| March 2021 | 0.044 | 0.046 | 0.050 |
| April 2021 | 0.029 | 0.030 | 0.032 |
| May 2021 | 0.023 | 0.024 | 0.026 |
| June 2021 | 0.027 | 0.028 | 0.030 |

| Distributions (\$/unit) | Guarantee A | Guarantee B | Guarantee C |
|-------------------------|-------------|-------------|-------------|
| July 2021 | 0.026 | 0.027 | 0.029 |
| August 2021 | 0.352 | 0.374 | 0.410 |
| September 2021 | 0.004 | 0.004 | 0.004 |
| October 2021 | 0.008 | 0.008 | 0.009 |
| November 2021 | 0.020 | 0.021 | 0.023 |
| December 2021 | 0.014 | 0.015 | 0.016 |

Asset Mix.1**

| | |
|---|--------------|
| Equity | 60.8% |
| Canadian Equities | 40.1% |
| U.S. Equities | 14.6% |
| Income Trusts | 4.8% |
| Other | 1.3% |
| Fixed Income | 25.0% |
| Canadian High Yield Corporate Bonds | 14.6% |
| U.S. High Yield Corporate Bonds | 3.2% |
| Canadian Investment Grade Corporate Bonds | 2.8% |
| Canadian Government Bonds | 1.7% |
| Other | 1.5% |
| Investment Funds - Fixed Income | 1.2% |
| Cash and Other | 14.2% |
| Cash and Other Net Assets | 14.2% |

Geographic Allocation**

| | |
|---------------|-------|
| Canada | 69.9% |
| United States | 19.9% |
| Europe | 0.9% |

Credit Risk.5**

| | |
|-----------|-------|
| AAA | 1.7% |
| AA | 0.8% |
| A | 0.1% |
| BBB | 3.3% |
| BB | 12.4% |
| B | 2.9% |
| CCC | 0.8% |
| Pfd-3 | 0.4% |
| R1 | 5.0% |
| Not Rated | 1.6% |

Top Equity Holdings**

| | |
|----------------------------------|--------------|
| Royal Bank of Canada | 3.9% |
| Brookfield Asset Management Inc. | 2.5% |
| Toronto-Dominion Bank/The | 2.4% |
| Loblaw Companies Ltd. | 2.2% |
| Bank of Nova Scotia | 2.1% |
| Fortis Inc. | 2.1% |
| BCE Inc. | 2.0% |
| Waste Connections Inc. | 1.8% |
| Johnson & Johnson | 1.8% |
| CVS Health Corp. | 1.7% |
| Total Allocation | 22.5% |

Equity Sector Allocation.3**

| | |
|------------------------|-------|
| Financials | 13.2% |
| Industrials | 8.0% |
| Utilities | 6.6% |
| Communication Services | 6.3% |
| Information Technology | 6.2% |
| Consumer Staples | 4.8% |
| Health Care | 4.3% |
| Materials | 3.8% |
| Real Estate | 3.7% |
| Energy | 3.2% |
| Consumer Discretionary | 0.6% |

Top Fixed-Income Holdings.2**

| | |
|--|--------------|
| Enbridge Inc., 0.806%, 2022-01-05 | 2.7% |
| Enbridge Pipelines Inc., 0.264%, 2022-01-18 | 1.5% |
| Videotron Ltd., 5.750%, 2026-01-15 | 0.9% |
| Government of Canada, 1.250%, 2030-06-01 | 0.9% |
| Superior Plus LP, 4.250%, 2028-05-18 | 0.8% |
| Government of Canada, 2.000%, 2028-06-01 | 0.8% |
| Russel Metals Inc., 6.000%, 2026-03-16 | 0.8% |
| SNC-Lavalin Group Inc., 3.800%, 2024-08-19 | 0.8% |
| Brookfield Residential Properties Inc., 5.125%, 2029-06-15 | 0.8% |
| CanWel Building Materials Group Ltd., 5.250%, 2026-05-15 | 0.7% |
| Total Allocation | 10.7% |

Total Number of Investments⁴

| | |
|--|------------|
| Total Number of Investments⁴ | 227 |
| Fixed Income | 147 |
| Equity | 80 |

Portfolio Characteristics

| | |
|------------------------|---------|
| Portfolio Yield | 2.9% |
| Average Coupon | 5.0% |
| Modified Duration | 3.6 yrs |
| Average Term | 7.0 yrs |
| Average Credit Quality | BB |

¹ The term "Investment Funds" refers to investment funds that are not managed by iA Clarington or an affiliate of iA Clarington. ² Cash and Other Net Assets are excluded. ³ Excludes applicable sector allocations of exchange-traded funds. ⁴ Excludes Cash and Other Net Assets and applicable investment funds not managed by IA Clarington Investments Inc. ⁵ Credit quality of debt instruments of the Fund through direct holdings and/or underlying funds. Credit ratings obtained from DBRS, Standard & Poor's or Moody's. DBRS rating or equivalent is presented.

**of the Underlying Mutual Fund

Industrial Alliance Insurance and Financial Services Inc. is the sole issuer of the individual variable annuity contract providing for investment in IA Clarington GIFs. A description of the key features of the individual variable annuity contract is contained in the IA Clarington GIFs Information Folder. SUBJECT TO ANY APPLICABLE DEATH AND MATURITY GUARANTEE, ANY PART OF THE PREMIUM OR OTHER AMOUNT THAT IS ALLOCATED TO A SEGREGATED FUND IS INVESTED AT THE RISK OF THE OWNER AND MAY INCREASE OR DECREASE IN VALUE ACCORDING TO FLUCTUATIONS IN THE MARKET VALUE OF THE ASSETS OF THE SEGREGATED FUND. Commissions, service fees, management fees, insurance fees and expenses all may be associated with this investment. Please read the Information Folder before investing. Returns for time periods of more than one year are historical annual compounded total returns while returns for time periods of one year or less are cumulative figures and are not annualized. The rates of return are the historical returns of the underlying mutual fund including changes in security value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any policyholder that would have reduced returns, performance, rate of return, or yield. Segregated fund fees are higher than mutual fund fees because they include a management fee and an insurance fee component. Past performance is not guaranteed and may not be repeated. Trademarks used herein are owned by Industrial Alliance Insurance and Financial Services Inc.