

ClearBridge

A Franklin Templeton Company

Canadian Small Cap Strategy

Strategy Overview

Canadian small cap equity strategy

Benchmark: Custom ClearBridge Canadian Small Cap Index

Strategy Inception: December 1992

Strategy AUM: \$163.2M

Holdings Range: 40-50 ¹

Objective: Long-term capital appreciation³

Investment Philosophy

The Strategy seeks long-term capital appreciation by investing primarily in a diversified portfolio of small-capitalization Canadian equities.

Portfolio Management Team

▶ **Michael Richmond, CFA**

Director, Portfolio Manager,
24 years experience

▶ **Michael Shaw, CFA**

Vice President, Portfolio Manager,
14 years experience

Fundamental Research Platform

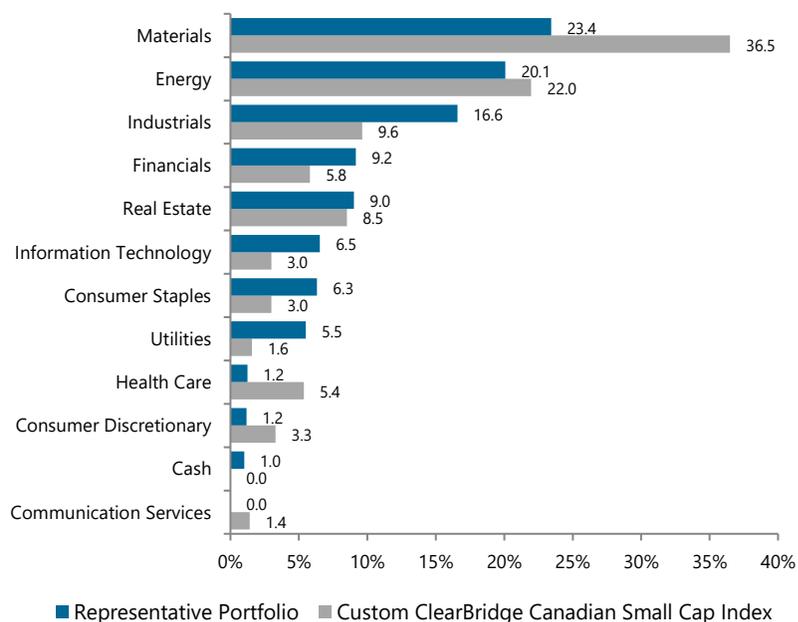
- ▶ Dedicated portfolio analyst team focused on Canadian equity strategies
- ▶ Co-portfolio managers leverage the firm's Canadian equity research team of experienced analysts for investment ideas and insight

Data (excluding AUM and Market Cap) in CAD.

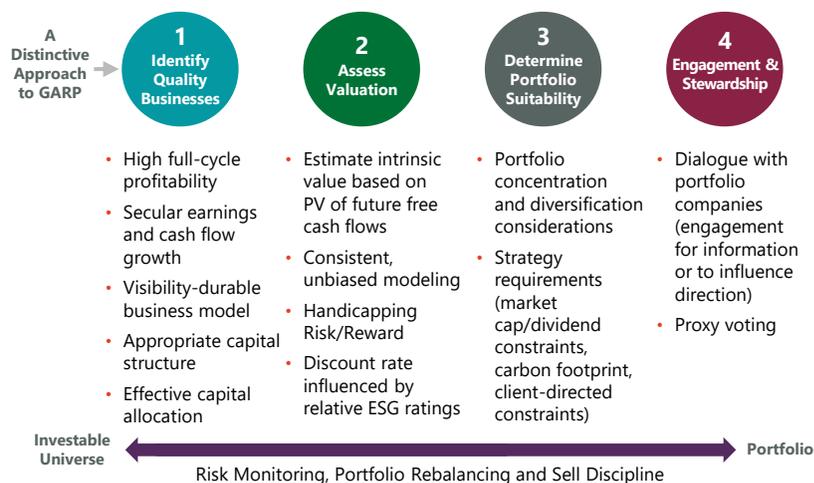
Average Annual Total Returns (%)²

	1 Qtr	YTD	1 Year	3 Years	5 Years	7 Years	10 Years
Composite (Gross of Fees)	8.0	14.5	19.8	22.0	18.8	8.0	7.5
Composite (Net of Fees)	7.8	13.7	18.7	20.8	17.7	7.0	6.5
Custom ClearBridge Canadian Small Cap Index	20.9	36.3	37.2	22.5	18.0	11.0	11.0

Sector Weightings^{1,2}



Investment Process



Portfolio Characteristics & Risk Statistics^{1,2}

Characteristics	Representative Portfolio	Custom ClearBridge Canadian Small Cap Index
P/E Ratio (trailing 12 mos.)	17.3	14.1
P/E Ratio (forward 12 mos.)	15.5	13.0
Price/Book	2.7	2.6
EPS Growth Next 3-5 Years (%)	9.0	5.7
Weighted Median Market Cap (\$ bn)	3.6	2.2
Weighted Average Market Cap (\$ bn)	5.0	2.4
ROE	8.8	4.6
Dividend Yield	2.0	2.0
Turnover (trailing 12 mos.)	18.0	--

10 Year Risk Statistics (Net)	Composite	Custom ClearBridge Canadian Small Cap Index
Standard Deviation (%)	17.03	19.96
Sharpe Ratio	0.35	0.53
Tracking Error (%)	9.46	--
R ²	0.78	--
Alpha (%)	-2.00	--
Beta	0.75	--

Top 10 Holdings¹

Security	% of Total Representative Portfolio
Headwater Exploration Inc	3.84
Enerflex Ltd	3.83
OR Royalties Inc	3.77
Capstone Copper Corp	3.64
EQB Inc	3.56
AltaGas Ltd	3.51
Hudbay Minerals Inc	3.21
Kelt Exploration Ltd	3.17
BOYD GROUP INC	3.14
Propel Holdings Inc	2.97
Total	34.64
Total Number of Holdings	43

¹ Source: FactSet. Representative portfolio characteristics, holdings, sector weightings and market capitalization are based on a representative portfolio and are subject to change at any time. Holdings, sector weightings, market capitalization and portfolio characteristics of individual client portfolios may differ, sometimes significantly, from those shown. This information does not constitute, and should not be construed as, investment advice or recommendations with respect to the securities and sectors listed.

² Past performance is no guarantee of future results. Please see GIPS endnotes. Performance is preliminary and subject to change. Performance returns less than one year are not annualized.

³ There is no guarantee that the Portfolio's objective will be met. P/E ratios are weighted harmonic average. Price/Book is weighted average. Performance source: Internal. Benchmark source: Standard & Poor's. Neither ClearBridge Investments LLC nor its information providers are responsible for any damages or losses

arising from any use of this information. ClearBridge Investments, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. ClearBridge Investments, LLC ("ClearBridge") is a wholly owned indirect subsidiary of Franklin Resources, Inc. ("Franklin"). In July 2020 Legg Mason, Inc., its parent company, was purchased by Franklin. The investment advisory business now known as ClearBridge was registered in September 2005 to facilitate Legg Mason's acquisition of substantially all the equity asset management businesses known as Citigroup Asset Management. These former businesses serve as the foundation of ClearBridge and its claim of GIPS compliance for institutional accounts through predecessor firms, effective as of January 1997. In June 2008, ClearBridge combined this business with its retail business to form a single GIPS firm. As of April 1, 2013, January 1, 2016, May 1, 2020, and January 1, 2024, ClearBridge affiliates, Global Currents Investment Management, LLC,

ClearBridge, LLC, ClearBridge Investments Limited (f/k/a RARE Infrastructure Limited), and Franklin Bissett Asset Management have become part of the ClearBridge GIPS firm. The ClearBridge Canadian Small Cap Composite includes all fully discretionary portfolios with a minimum of CAD \$1,000,000 that seek long-term capital appreciation by investing primarily in a diversified portfolio of small capitalization Canadian equities. Small capitalization is defined as a market capitalization of between \$100 million to \$2.5 billion at time of purchase. Smaller-company stocks have historically exhibited greater price volatility than larger-company stocks, particularly over the short term. The main risks for this strategy are issuer risk, concentration risk, sector risk, foreign securities risk and equity risk. Data (excluding AUM and Market Cap) in CAD. To receive a complete list and description of ClearBridge composites and/or a presentation that adheres to the GIPS standards, please contact ClearBridge Institutional Marketing. **Past performance is no guarantee of future results.**