

Money Market Fund: CAD Class

Quarter 1 2026

Objective

To seek as high an overall rate of return as is consistent with maintaining liquidity and security of principal.

Investment policy

To invest in a range of Canadian dollar-denominated money market instruments, the issuers of which will have first-class credit ratings. Instruments will consist of cash equivalents and a range of debt securities.

Investment process

Seek out short-term, high quality money market instruments that offer attractive spreads on the respective overnight rate according to currency.

Key facts as at 31 March 2026

Currency	CAD
Valuation	Daily
Dealings	Daily
Front end fee	None
Units available	Accumulation
Identifier	BUTMMCI BH
Fiscal year end	30 June
Minimum investment	Class A - CAD 10,000 Class B - CAD 5,000,000
Total expense ratio	Class A - 0.58% Class B - 0.48%
Size of fund (millions)	CAD 63.909
NAV per share - Class A	CAD 19.4701
NAV per share - Class B	CAD 20.0686
Risk rating	Low risk/Low return

Performance returns (Class A & B)

	1 year	3 years*	5 years*	7 years*	10 years*
Class A	1.92%	3.25%	2.42%	1.91%	1.47%
Class B	2.02%	3.36%	2.50%	1.98%	1.56%

*Annualized

7-day yield (31 March 2026)

Class A	1.62%
Class B	1.72%

Fund review

The Bank of Canada (BoC) has maintained its policy rate at 2.25% throughout the quarter, determining it prudent to see how events unfold. The decision to loosen monetary policy to the present level was to support the economy through changes in tariffs and other unfavorable US policies. Developments in the first quarter have highlighted the dual concerns of the BoC. Inflation dipped below the 2% target in February before bouncing right back to 2.4% in March. Indeed, the US-Iranian war and its impact on oil and energy prices is evident in Canada. Inflation is expected to accelerate during the next quarter before falling back towards 2% later this year. In this scenario, elevated inflation is only temporary and therefore, monetary policy does not need to intervene. Conversely, the Canadian economy contracted in the fourth quarter. Growth is forecasted to remain sluggish but positive in the first half of 2026. The labor market is steady, with the unemployment rate down a tad to 6.7% in March. With this outlook, a neutral stance on monetary policy is appropriate. Prime Minister Mark Carney has signaled a shift in strategy, suggesting that reliance on U.S. trade is a weakness and advocating for diversified global partnerships as USMCA reviews approach.

60% of the Canadian Provinces are now rated A-1, yet this is balanced by half of the portfolio holdings invested in Canadian Treasury bills. Credit quality remained good with 69% of holdings rated A-1+ by S&P. Canadian Treasury bills hold the top rating and are very liquid whilst Provincial securities diversify the portfolio without adding significant risk. The yields on the aforementioned securities surpass the returns on the deposit which represented a mere 4% of the portfolio. The 7-day yield on Class A, presently at 1.62%, should settle around this level since the central bank is currently on hold. Average life ended the first quarter at 38 days, and duration will likely be extended in the upcoming period.

Standard & Poor's
Principal Stability rating

AAAm

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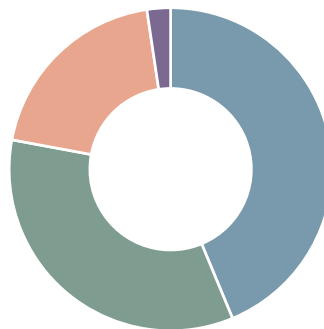
Contact us

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Average duration and credit rating

Duration	38 days
Credit rating	S&P AAAM

Fund allocation

Sovereign	52%
Provincial Issues	44%
Deposits	4%
