



Target Distribution Rates 2012

Income Portfolios

Meritage Conservative Income		
Monthly target distribution per unit		0.0392
Target annual rate*		5.00%
Meritage Moderate Income		
Monthly target distribution per unit		0.0410
Target annual rate*		5.50%
Meritage Balanced Income		
Monthly target distribution per unit		0.0428
Target annual rate*		6.00%
Meritage Growth Income		
Monthly target distribution per unit		0.0436
Target annual rate*		6.50%
Meritage Equity Income		
Monthly target distribution per unit		0.0425
Target annual rate*		7.00%

Corporate Class Portfolios (T Series)

Meritage Growth Class		
Monthly target distribution per share		0.0374
Target annual rate*		5.00%
Meritage Equity Class		
Monthly target distribution per share		0.0396
Target annual rate*		5.50%
Meritage Canadian Equity Class		
Monthly target distribution per share		0.0396
Target annual rate*		6.00%
Meritage Global Equity Class		
Monthly target distribution per share		0.0438
Target annual rate*		6.00%

Meritage Portfolios® (the "Portfolios") are managed by National Bank Securities 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 Portfolios. Please read the prospectus of the Portfolios before investing. The Portfolios' securities are not insured by the Canada Deposit Insurance Corporation or by any other government deposit insurer. The Portfolios are not guaranteed, their values change frequently and past performance may not be repeated. "Meritage Portfolios®" and the Meritage Portfolios logo are trade-marks of National Bank of Canada, used under license by National Bank Securities Inc. All trade-marks and logos of the mutual funds companies are their property. National Bank Securities Inc. is an authorized user.

The target distribution amounts are in Canadian dollars. The distribution amounts are not guaranteed and may be readjusted based on market conditions. Please refer to the Meritage Portfolios prospectus for more details.

* The 2012 annual distribution targets for the Meritage Income Portfolios and Corporate Class Portfolios (T Series) are based on the net asset value per unit of the fund on December 30, 2011.