



TD Tactical Monthly Income Fund: 10 Year Anniversary – A History of Outperformance

Since inception, the **TD Tactical Monthly Income Fund** (“the Fund”) has delivered consistent results and outperformed its peer group (CIFSC Canada Tactical Balanced). Applying a forward-looking, tactical approach, the Fund has the potential to continue growing income while delivering attractive risk-adjusted returns over time.

In a Nutshell

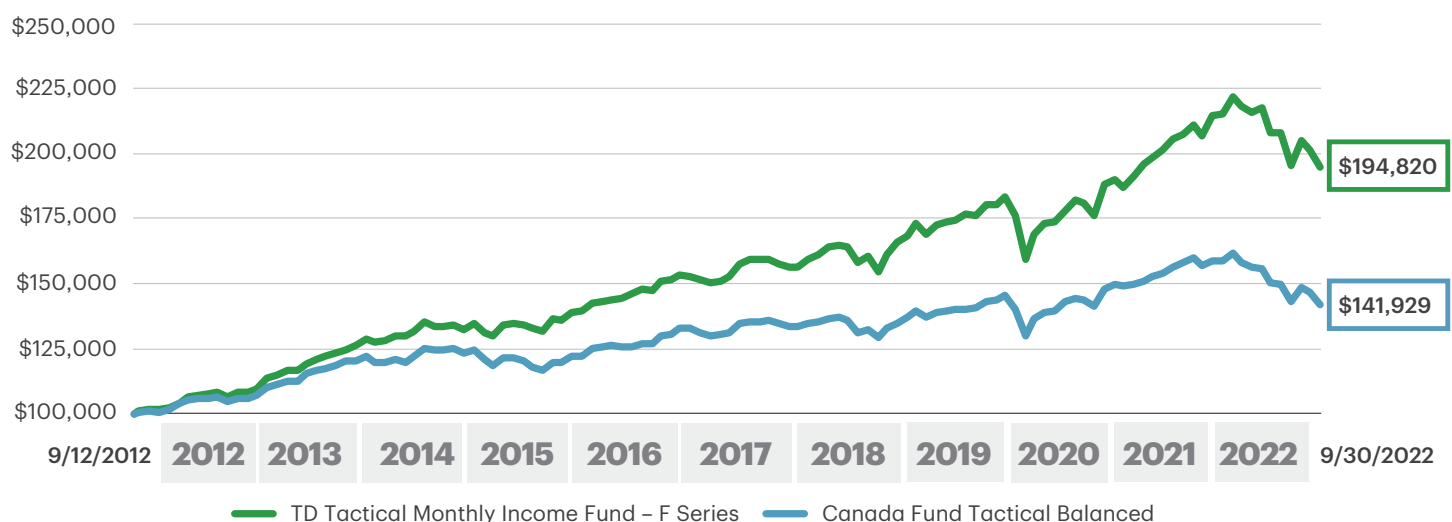
- **Fund Objective:** Designed to provide consistent monthly cash flow with capital growth potential by investing in high-quality, income producing stocks and bonds.
- **Strong Relative Performance:** With a demonstrated ability to leverage its disciplined process and flexible toolkit to deliver strong performance, the Fund has outperformed its peer group average since inception.
- **Downside Protection:** Resulting from a high-quality bias and a dividend growth focus, the Fund has provided stronger protection than its peer group during periods of market decline.

Performance

Returns as of September 30, 2022	1 Year	3 Year	5 Year	Since Inception	Inception Date	Morningstar Rating™
TD Tactical Monthly Income Fund	-5.67	3.28	4.97	6.86	09/12/2012	★★★★★
Canada Fund Tactical Balanced	-9.42	0.39	1.57	5.70	2/1/1986	-
Quartile Ranking	1	1	1	1		★★★★★

Source: Morningstar® as at September 30, 2022. TD Tactical Monthly Income Fund received an overall rating of 5 stars, and a 3-year and 5-year rating of 4 stars.

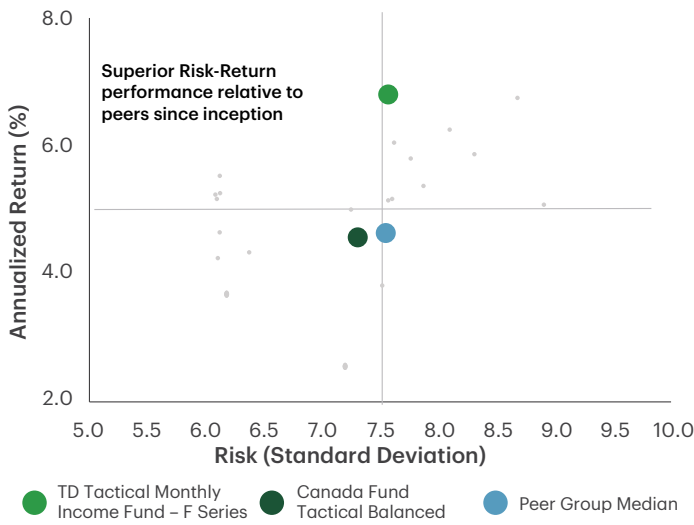
Performance since inception



Source: TD Asset Management Inc. (TDAM) and Morningstar®, annualized as at September 30, 2022.

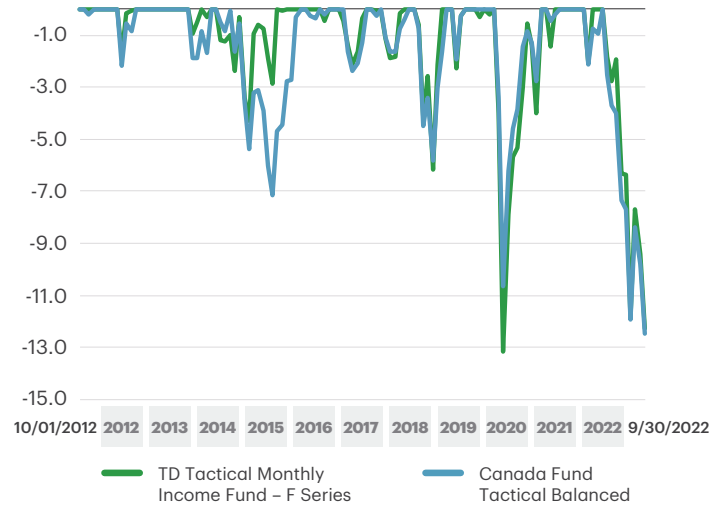
Risk and reward⁴

10/1/2012 — 9/30/2022



Drawdown⁴

10/1/2012 — 9/30/2022

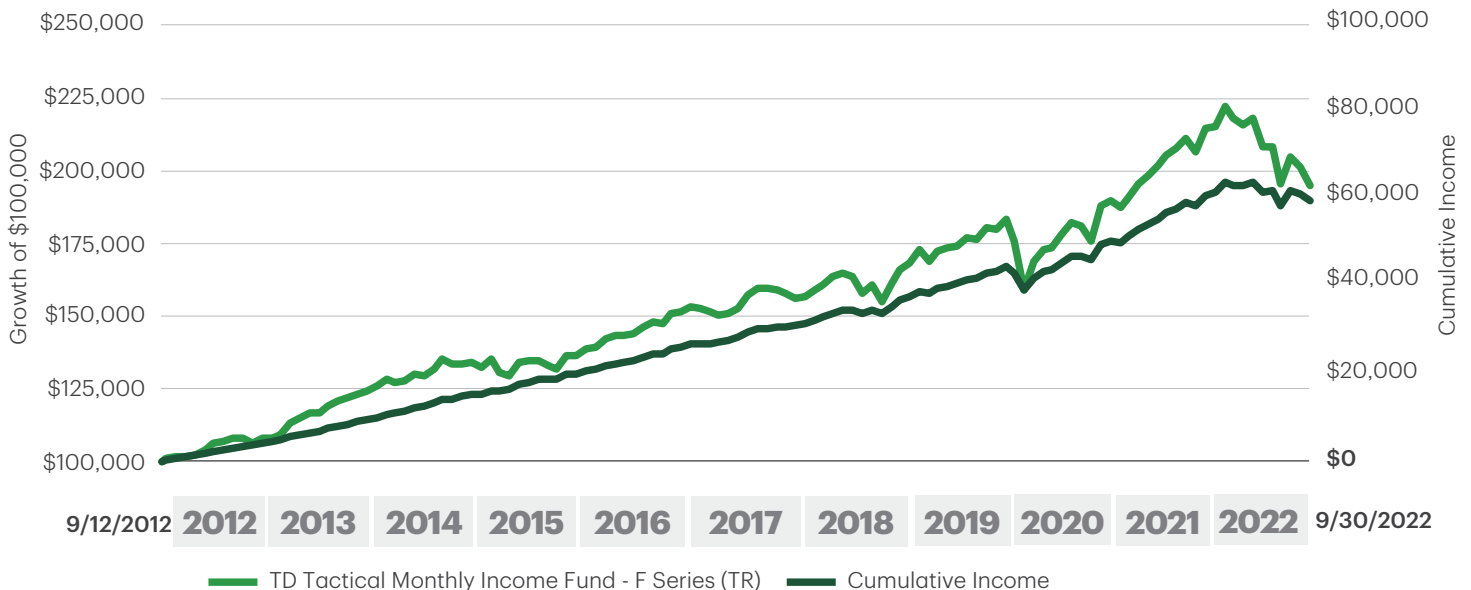


Currency: BASE Source Data: Total, Monthly Return

Source: Morningstar® & TDAM as at September 30, 2022. Standard deviation is a statistical measure of the range of a fund's performance. A high and positive ratio shows superior performance, and a low and negative ratio is an indication of unfavourable performance.

Growth of \$100,000

Since the Fund's inception in 2012, it has provided consistent income regardless of market volatility. This result is driven by a disciplined approach focusing on quality dividend-growing companies.

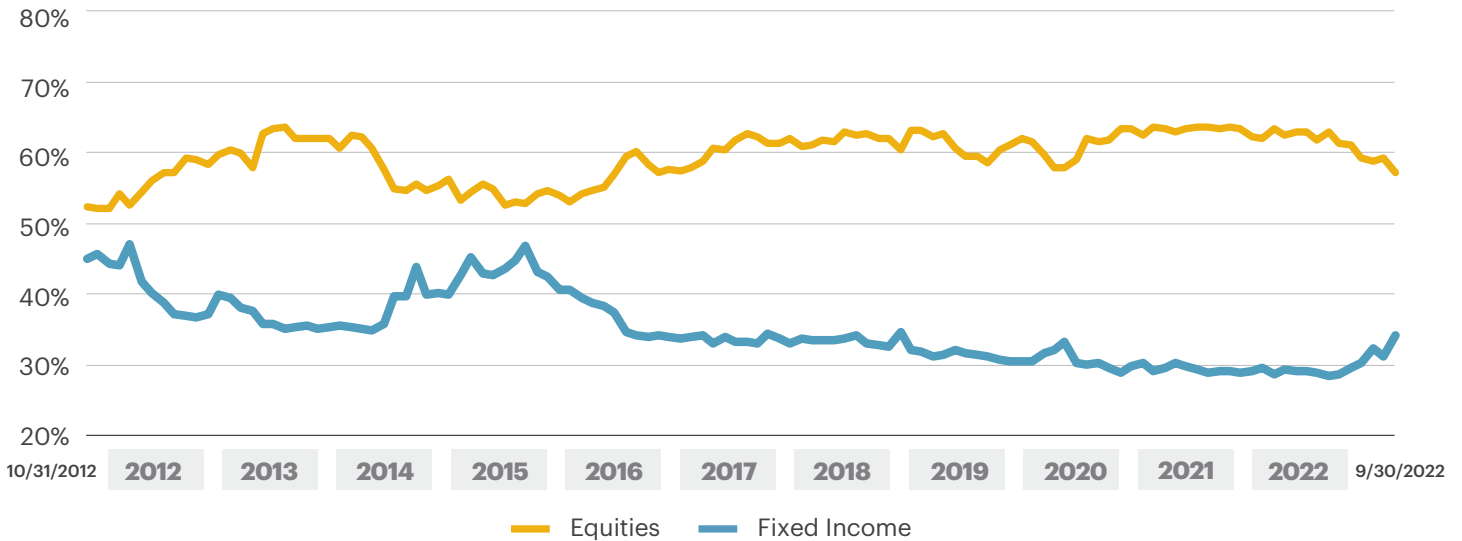


For illustrative purposes only. Source: TD Asset Management Inc. (TDAM). Cumulative return assumes that all dividends and interest are reinvested. Cash flow to investors may include Return of Capital. Return is calculated from September 12, 2012 to September 30, 2022 for TD Tactical Monthly Income Fund - F Series.

Tactical management to help minimize risk and improve return

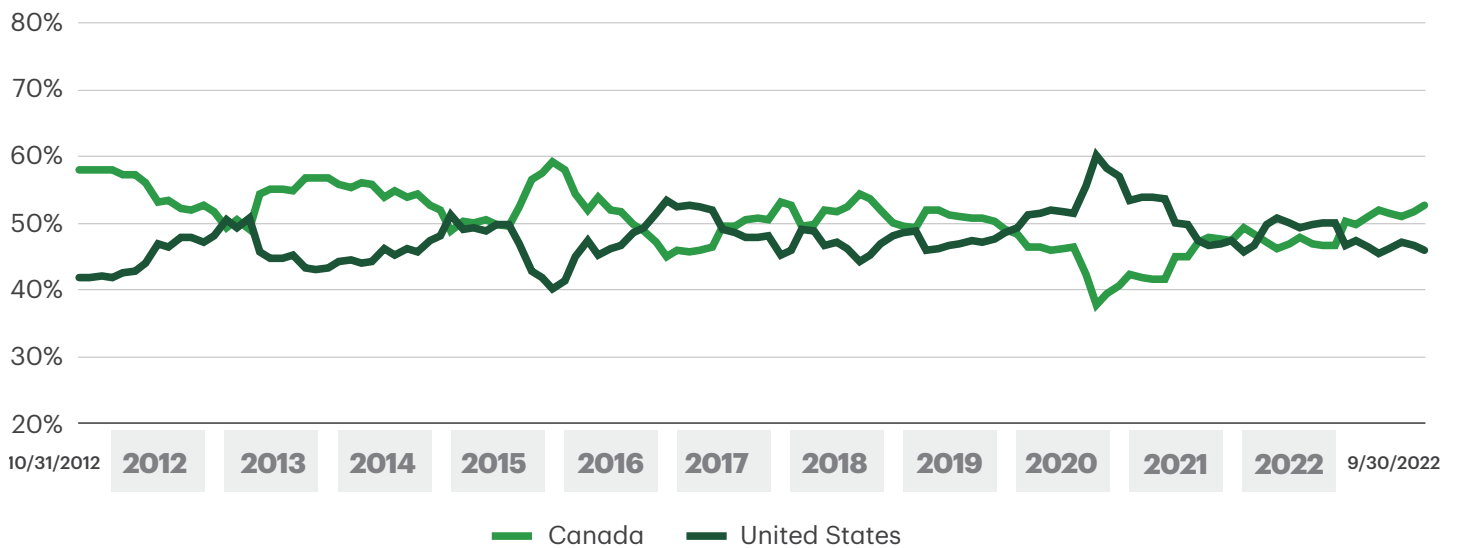
With the flexibility to shift tactically between different asset classes and geographies, the Fund can favour areas expected to have higher potential returns, while seeking to minimize exposure to areas with greater risk. Below, we show how the Portfolio Management (PM) team used these levers during financial events that occurred since the Fund's inception.

Tactical asset class allocations



Source: TDAM as at September 30, 2022.

Tactical geographic allocations



Source: TDAM as at September 30, 2022. The geographic allocation refers to equities only.

Financial events timeline

Jan. 2017 — Dec. 2017 Central banks tighten policy

Continued economic strength led to rate hikes by the U.S. Federal Reserve followed by the Bank of Canada. As optimism was fully priced in the U.S. dollar, the PM team increased hedging against the U.S. dollar, and gradually reduced hedging towards the end of 2017.

Oct. 2018 — Dec. 2018 Rising rates spook markets

The Fed's tightening monetary policies was the trigger that led to a correction in the fourth quarter. The PM team tactically shifted a portion of allocation towards fixed income to better navigate the choppy markets.

Mar. 2020 — Nov. 2020 COVID-19 Healthcare crisis

Covid-19 stopped the 9 year bull run since the Great Recession of 2007-09. However, unprecedented monetary and fiscal support led to the quickest recovery from a market crash. The PM team increased exposure to U.S. equities, specifically stocks that were benefited by the Pandemic.

Feb. 2022 — Jun. 2022 Ukrainian conflict erupts

This singular event has upended decades of geopolitical order bringing along grave economic consequences in addition to the severe human toll. Russia is major supplier of critical commodities such as crude, metals, agriculture while Ukraine is a major hub in international supply chains for a range of industries.

Apr. 2018 — Present Heightened geopolitical risk

Seeking to take advantage of higher market volatility, the PM team started implementing option overlay strategies to further help enhance risk-adjusted income. While stock selection remains the key performance driver, the option overlay strategy seeks to offer a differentiated tool to add incremental value.

Mar. 2019 — Oct. 2019 Elevated bouts of Volatility

As the US-China Trade war continued to escalate and Europe remained mired in political uncertainty, markets remained volatile during this period. Option overlays were deployed generating income, while cash balances were increased to add some defense to the Portfolio.

Dec. 2020 — Jan. 2022 Vaccination campaign kickstarts recovery

Sustained vaccination campaigns have spurred reopening plans in the U.S. and Canada. Economic growth is expected to be the strongest in decades as consumer behaviour normalizes and sentiments turn positive. To capture the recovery, the PM team added stocks expected to benefit from a 'return-to-normal' environment.

Jul. 2022 — Present Rapidly tightening monetary policy

Facing inflationary pressures that have been stickier than anticipated, both U.S. and Canadian Central Banks are resolute in their stance to bring inflation to target level. Monetary policy is expected to tighten significantly as Fed officials have signaled a willingness to raise rates and keep them elevated for longer.

Quick Hits



North American Focus:

North American equity exposure with the flexibility to tactically shift the geographic mix between Canada and the U.S.



Tactical Asset Mix:

Balanced asset mix with the flexibility to tactically shift exposure between equities and fixed income.



Advanced Diversification:

In addition to a traditional sector approach, the fund's risk is further diversified by cash flow sources between Canada and the U.S.



Flexible Tool Kit:

Active currency hedging and option overlay program offer the flexibility to tactically reduce risk and enhance income through volatile times.

Portfolio Managers

Benjamin Gossack, CFA
Vice President &
Director, TDAM



Benjamin Gossack is Lead Manager for the TD Tactical Monthly Income Fund, TD North American Dividend Fund, TD North American Dividend Model, TD Balanced Growth Fund, TD Diversified Monthly Income Fund, TD Active Global Enhanced Dividend ETF (TGED) and TD Active U.S. Enhanced Dividend ETF (TUED). He is Co-Manager for the TD Global Equity Focused Fund, TD Global Tactical Monthly Income Fund, TD U.S. Dividend Growth Fund, TD U.S. Dividend Model, TD U.S. Monthly Income Fund, TD U.S. Equity Focused Fund, PIC North American Blue Chip Model, TD North American Sustainability Leadership Model, TD North American Sustainability Balanced Fund, and the TD North American Sustainability Equity Fund. He previously held Primary Analyst responsibilities for the global banking, global technology, global media and global telecom sectors. Benjamin started his career at the company as a member of the Derivatives Team, where his responsibilities included portfolio management and research for derivative-based portfolios and passive strategies. Prior to joining the firm, he spent five years as an Engineering Analyst in the Aerospace industry. Benjamin holds a B.A.Sc. from the University of Toronto and an MBA from Rotman School of Management at the University of Toronto.

Damian Fernandes, CFA
Managing Director,
TDAM



Damian Fernandes is Lead Manager of the TD Global Equity Focused, TD Global Tactical Monthly Income, TD U.S. Dividend Growth, TD US Monthly Income and TD North American Sustainability Leaders Funds. He is Co-Manager of the TD North American Dividend, TD Tactical Monthly Income, TD Global Enhanced Dividend ETF, TD US Enhanced Dividend ETF, TD Balanced Growth and TD Diversified Monthly Income Funds. He previously gained portfolio management experience in U.S. Equity, Tactical Asset Allocation and Proprietary Investments at a major Canadian financial institution. Damian holds a B. Comm. from the University of Toronto.

Lauren Bellai, CFA, CTM
Vice President,
TDAM



Lauren Bellai is a portfolio manager on the Active Fixed Income Team, managing Short, Universe, Corporate and Core Plus fixed income mandates, serving retail and institutional clients. She completed the Investment Management Rotation Program, rotating through the Investment Grade Credit Research, Passive Fixed Income and Global Absolute Returns Teams. Lauren holds a B. Math. from the University of Waterloo, and is a CFA Charterholder and holds the CTM designation.

David Sykes, CFA
Managing Director,
Chief Investment
Officer, TDAM



David Sykes is Head of Investments at TDAM, leading all investment teams and overseeing investment strategy and in-house investment teams covering Canadian equities, fixed income, U.S. equities, real estate, mortgage and infrastructure. He is Co-Manager of the TD Tactical Monthly Income, TD North American Dividend, TD U.S. Monthly Income, and TD U.S. Dividend Growth Funds. David is also responsible for the firm's trading operations and is a member of the TD Wealth Asset Allocation Committee. He was formerly the Head of Public Equities at the firm. David also gained experience as an Analyst in the Equity Group, covering a wide range of sectors including Health Care, Consumer Staples and Financials. David holds a B. Comm. and B.A., both from Saint Mary's University, an M.A. in Politics, Philosophy and Economics from Oxford University and an M.Sc. in International Relations from London School of Economics.

For more information about the TD Tactical Monthly Income Fund,
contact your **investment professional**.

Connect with TD Asset Management



¹Source: TD Asset Management Inc. (TDAM) and Morningstar[®], as at September 30, 2022. ²TD Tactical Monthly Income is listed under the CIFSC Canada Tactical Balanced Category; the category contains 131 funds as at September 30, 2022. A drawdown is the peak-to-trough decline during a specific recorded period of an investment, fund or commodity security. ³The Morningstar Risk-Adjusted Ratings (MRARs), commonly referred to as the Star Rating, relates the risk-adjusted performance of a funds to its peers within the same CIFSC Fund Category for the period ended as noted and are subject to change monthly. Morningstar calculates ratings for categories with a least 20 funds. To determine a fund's rating, the fund and its peers are ranked by their MRARs. If a fund scores in the top 10% of its category, it receives four stars (High); if it falls in the next 22%, it receives four stars (Above Average); the next 35% earns a fund three stars (Neutral or Average); those in the next 22.5% receive two stars (Below Average); and the lowest 10% receive one star (Low). The Overall Ratings is a weighed combination of the 3,5 and 10-year ratings. ⁴Standard deviation is a statistical measure of the range of a fund's performance. When a fund has a high standard deviation, its range of performance has been very wide, indicating that there is a greater potential for volatility than those with low standard deviations. Sharpe Measure is a ratio of returns generated by the fund, over and above risk-free rate of return and the total risk associated with it and can change monthly. A high and positive ratio shows superior performance and a low and negative ratio is an indication of unfavourable performance. The sharpe ratio and maximum drawdown are measured over the period of October 1, 2012 to September 30, 2022. The information contained herein has been provided by TD Asset Management Inc. and is for information purposes only. The information has been drawn from sources believed to be reliable. Graphs and charts are used for illustrative purposes only and do not reflect future values or future performance of any investment. The information does not provide financial, legal, tax or investment advice. Particular investment, tax, or trading strategies should be evaluated relative to each individual's objectives and risk tolerance. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus, which contains detailed investment information, before investing. The indicated rates of return are the historical annual compounded total returns for the period indicated including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed or insured, their values change frequently and past performance may not be repeated. Mutual fund strategies and current holdings are subject to change. Target distribution rates are based on Net Asset Value (NAV) per unit (PU) for the Fund(s). The target distribution rates will change with the changes in the series NAVPU or monthly distribution per unit. This is a target distribution only, is not guaranteed, may be adjusted from time to time without notice and is not a prediction of future distributions. The most recent actual monthly distributions per unit are available on the TDAM website at www.tdassetmanagement.com. The payment of distributions should not be confused with a fund's performance, rate of return or yield. If a distribution paid by a fund is greater than the performance of the fund, the difference will be deducted from your invested capital. Capital gains taxes deferred will be payable when the units of a fund are sold or to some extent when their adjusted cost basis goes to zero. Returns of capital (ROC) distributions do not constitute part of a fund's rate of return or yield. ROC reduces the adjusted cost base of the units to which it relates. Certain statements in this document may contain forward-looking statements ("FLS") that are predictive in nature and may include words such as "expects", "anticipates", "intends", "believes", "estimates" and similar forward-looking expressions or negative versions thereof. 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