

Single Life Male 70	Single Life Female 65	Joint Life M70/F65
6.68%	5.17%	4.82%

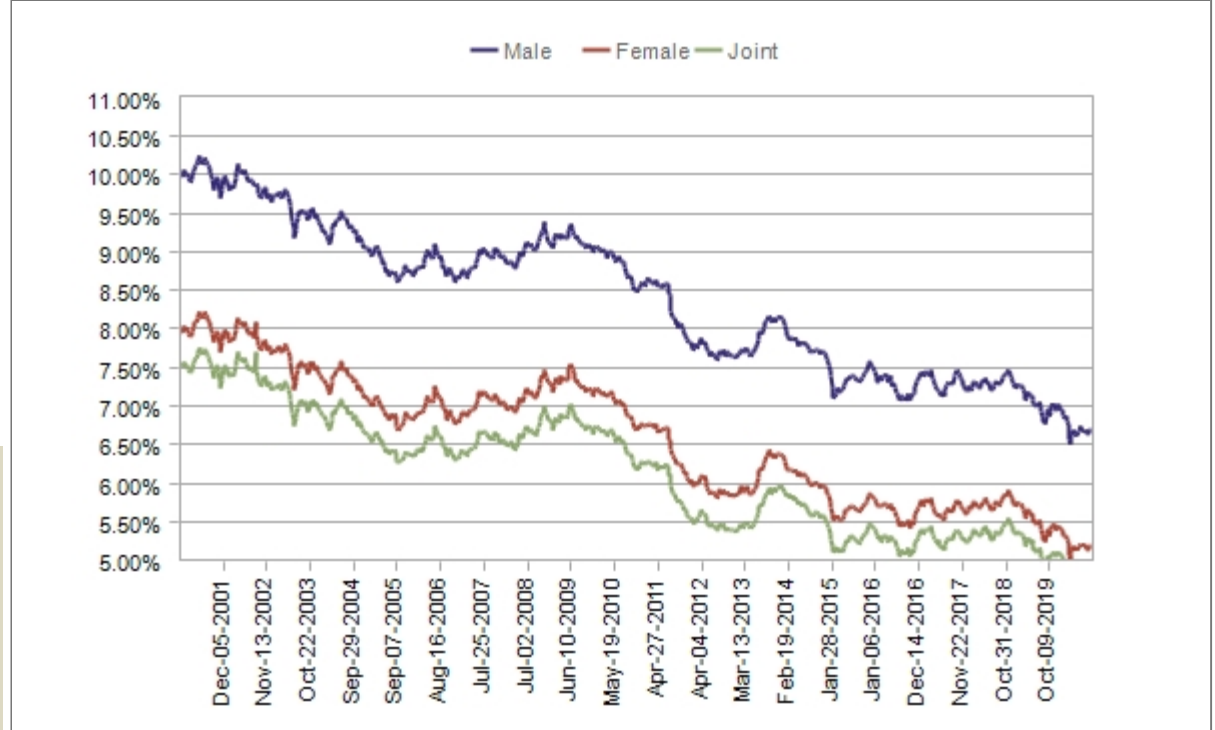
The CANNEX PAY Index has increased since Jul-29-2020  **+0.01%**

Commentary - August 26, 2020

Based on the average of the CANNEX PAY Index yields, someone investing \$100,000 into an immediate income annuity can expect a payout of \$463 per month for a yield of 5.56%. This is an increase of approximately \$10 per year since Jul-29-2020.

Over the course of the previous four weeks the PAY Index increased ever so slightly in Canada. Near the start of the month the Canadian economy reported its third straight month of employment gains, though economists state that returning to pre-pandemic levels could take years. That said, recall that, in July, the BoC stated that a full recovery will take quite some time and held its benchmark interest rates at 0.25%. Given the aforementioned, significant changes in interest rates are not expected in the short term.

CANNEX Payout Annuity Yield Index
Jan-03-2001 to Aug-26-2020



Date	Single Male 70	Single Female 65	Joint M70/F65
Aug-26-2020	6.68%	5.17%	4.82%
Jul-29-2020	6.66%	5.16%	4.81%
Jun-24-2020	6.68%	5.19%	4.85%
May-27-2020	6.67%	5.17%	4.83%
Apr-29-2020	6.63%	5.15%	4.79%
Mar-25-2020	6.54%	5.07%	4.72%
Feb-26-2020	6.78%	5.25%	4.88%

The CANNEX Payout Annuity Yield (PAY) Index™ is a baseline measurement of the lifetime yield that a retiree can expect from an immediate income annuity. The CANNEX PAY Index can be used to compare the performance of cash flow strategies with or without the use of an immediate income annuity. A weekly history of the CANNEX PAY Index is available from CANNEX free of charge. For more information about the CANNEX PAY Index or how to obtain historical rates, contact CANNEX at 1-800-387-1269 or cannex@cannex.com.