

RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND

Price: \$17.00¹

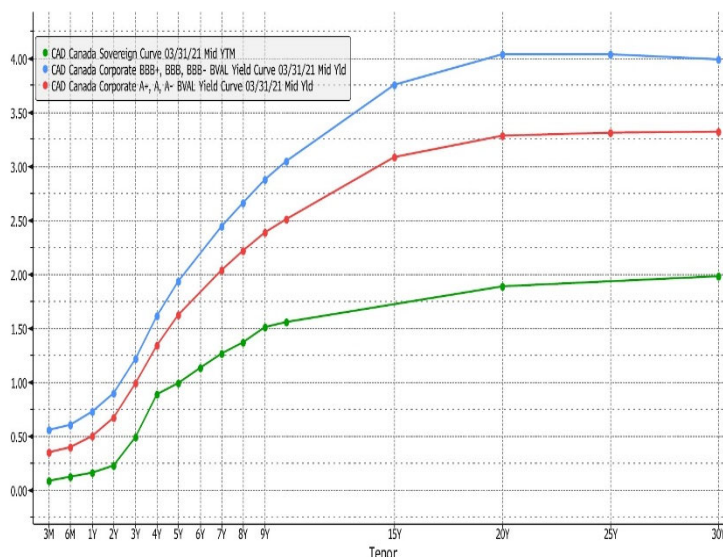
TSX: RIB.UN

Yield: 3.74%¹

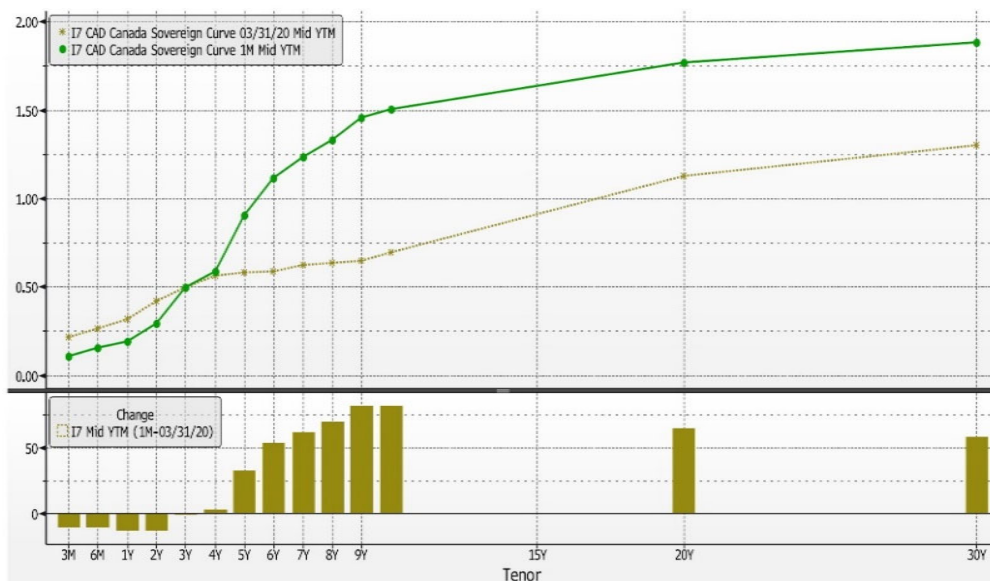
Bond Market Outlook

Canadian Yield Curves ¹

- March was a challenging month for bonds as the index dropped 2.52%. Provincial bonds were the worst performer, dropping 3.23%
- RIB NAV held up well due to our sale of longer term bonds to switch to shorter term bonds.
- Financials were one of the top performing sectors, beating Canada bonds by 160 basis points.
- We continue to have this sector as our largest overweight given the relatively steep yield curve.
- The yield curve has risen due to expectations of higher growth and inflation



Source: Bloomberg



Source: Bloomberg

- Bond valuations in the 8-12 year area represent the best value on a risk reward basis
- New cash will be put to work in this part of the yield curve

Portfolio Update

- Corporate bonds outperformed Government bonds by 78 basis points in March

NAV Performance (net of fees) ¹

- The portfolio outperformed due to the defensive term to maturity and financial sector overweight

	RIB.UN	FTSE Universe	Value Added
One Month	-0.6%	-1.5%	0.9%
Year to Date	-1.8%	-5.0%	3.2%
2020	12.0%	8.7%	3.3%
10 yr to Dec 2020	8.8%	4.5%	4.3%

RIB.UN Re-openings

- December 2020 deal for \$11.7mm at \$16.32
- August 2020 deal for \$8.2mm at \$16.00
- March 2020 deal for \$11.9mm at \$15.65
- June 2019 deal for \$5.6mm at \$15.50
- February 2019 deal for \$7.3mm at \$14.75

Fund Facts

- A unique opportunity for retail investors to access the **investment grade bond** market
- Focus on **Canadian issuers**, with up to 25% in non-Canadian investment grade bonds
- **Actively managed** with prudent use of leverage, up to 35% of the total assets of the fund may be borrowed
- **Attractive monthly distribution** yielding 3.74%¹
- **Experienced portfolio manager** with over 20 years of fixed income experience, Mark J. Carpani, CFA has been responsible for managing the fund since its inception in 2009

Ridgewood Capital Asset Management

- Ridgewood was founded in 2008 and manages \$1.3 billion for high net worth individuals and institutional clients
- A top quartile fixed income manager specializing in corporate bonds; fixed income assets represent 75% of total AUM
- The inception date of the Ridgewood Canadian Investment Grade Bond Fund (RIB.UN) was December 18, 2009

For further information visit www.ridgewoodcapital.ca or contact John H. Simpson, CFA (416) 479-2751