

RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND

Price: \$17.00¹

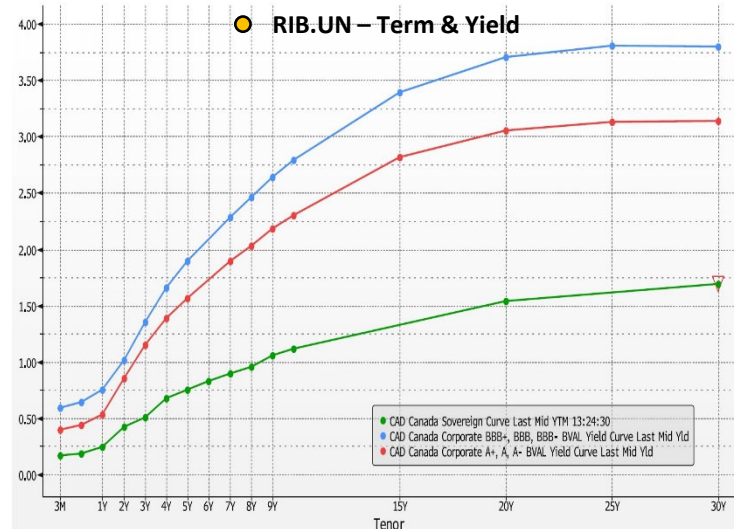
TSX: RIB.UN

Yield: 4.01%¹

Bond Market Outlook

- The Canadian bond market was quite strong in July, returning 1.02%.
- RIB participated in the rally, returning 1.44%. The outperformance was primarily due to our overweight position in bank bonds.
- The Bank of Canada announced further tapering at their July meeting. Their monthly purchases of Government bonds will be reduced to \$2 billion per month from \$3 billion.
- The central bank does not view the recent rise in inflation as

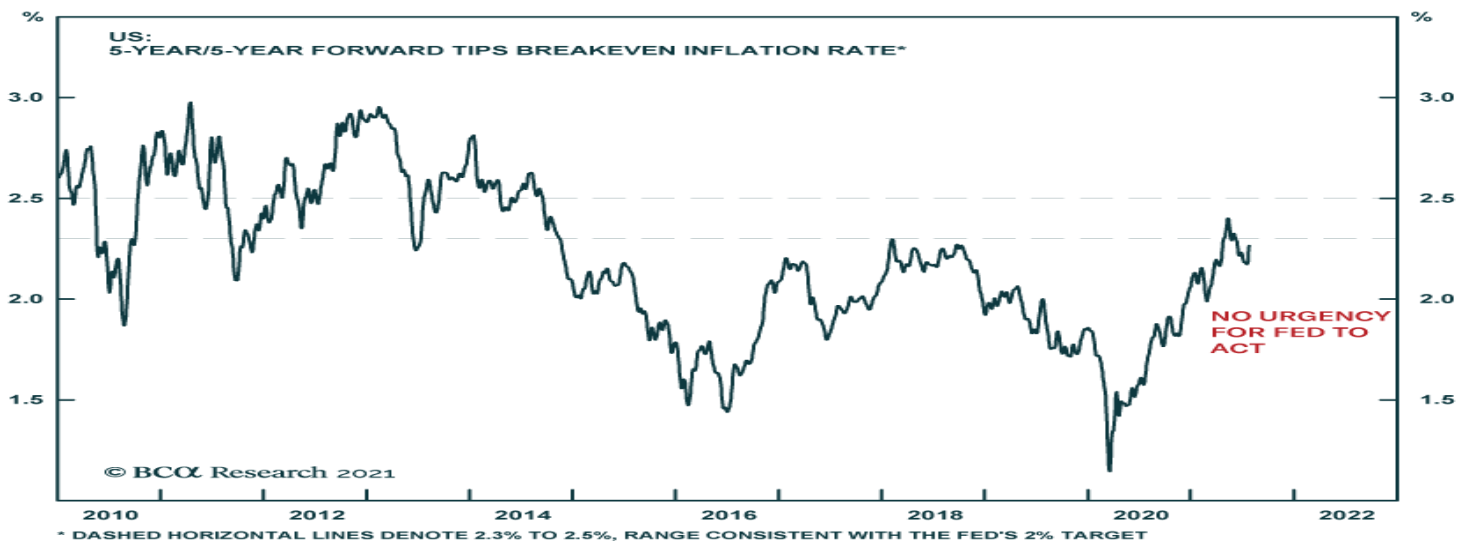
Canadian Yield Curves ¹



Source: Bloomberg

permanent. The forecast is for a softening in 2022 to their 2% target.

- Inflation expectations in the U.S. are also follow a similar path as seen in the chart below.



¹ as at July 31, 2021

Portfolio Update

NAV Performance (net of fees) ¹

- Corporate bonds underperformed the index by 11 basis points.
- The fund outperformed due to our overweight in bank bonds.

	RIB.UN	FTSE Universe	Value Added
One Month	1.4%	1.0%	0.4%
Year to Date	2.6%	-2.5%	5.1%
2020	12.0%	8.7%	3.3%
10 yr to Dec 2020	8.8%	4.5%	4.3%

RIB.UN Re-openings

- May 2021 deal for \$19.3M at \$15.86
- April 2021 deal for \$8.1M at \$16.20
- December 2020 deal for \$11.7M at \$16.32
- August 2020 deal for \$8.2M at \$16.00
- March 2020 deal for \$11.9M at \$15.65
- June 2019 deal for \$5.6M at \$15.50
- February 2019 deal for \$7.3M 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 4.01%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 \$1.6 billion for high net worth individuals and institutional clients
- A top quartile fixed income manager specializing in corporate bonds; fixed income assets represent 80% 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