

RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND

Price: \$14.20¹

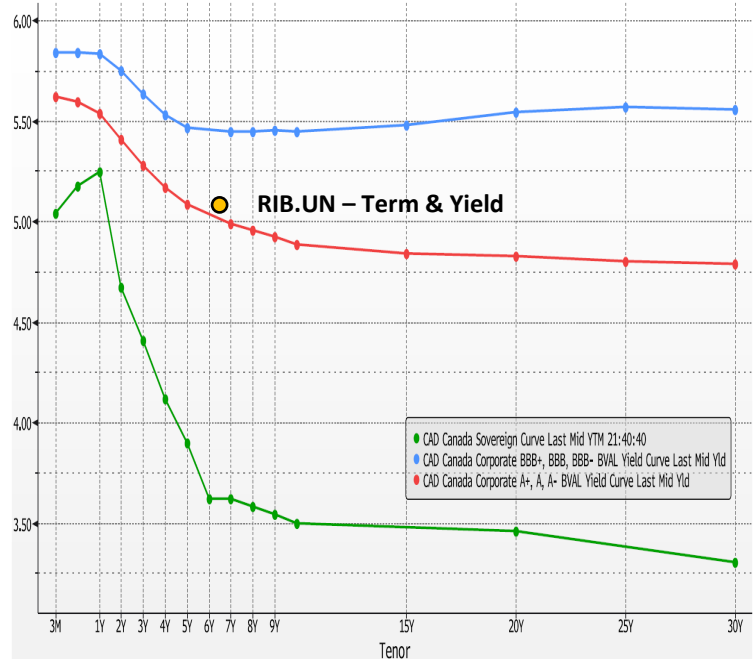
TSX: RIB.UN

Yield: 5.2 %¹

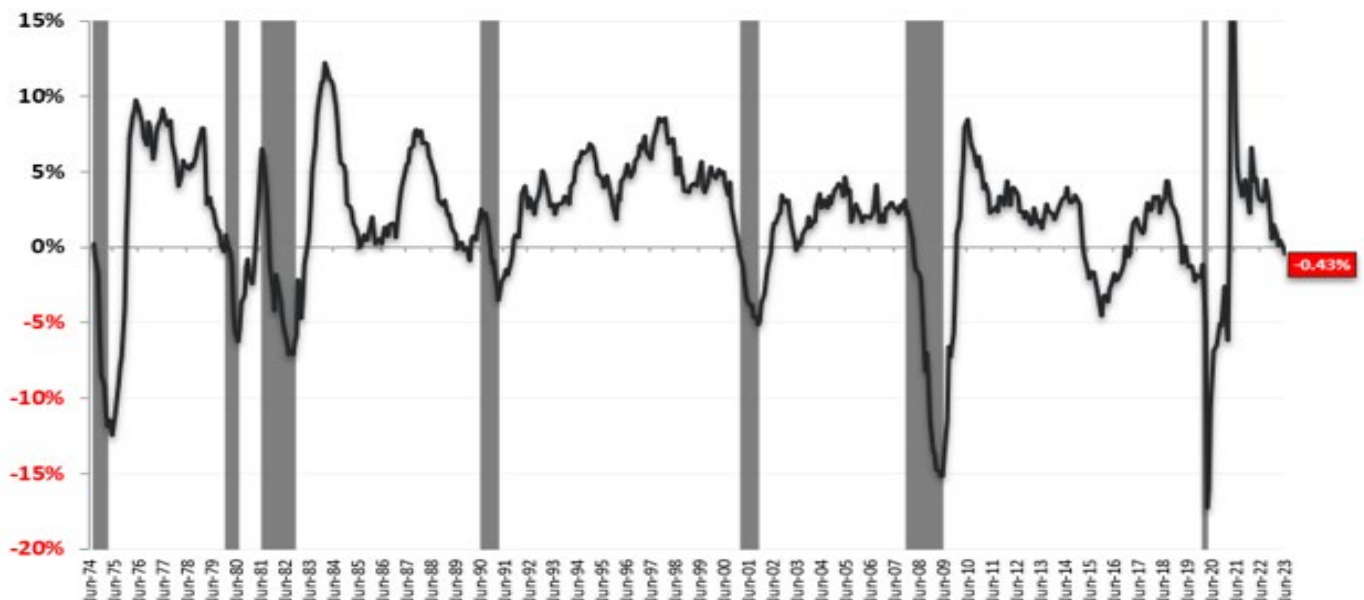
Bond Market Outlook

- The bond market sold off globally given interest rate hikes by the major central banks.
- The portfolio remains defensive with only 14% of the holdings over 10 years.
- Given the inverted yield curve, the opportunities are better in the short end of the bond market.
- We believe the central banks are likely done raising rates this cycle. The economy is rapidly slowing.

Canadian Yield Curves ¹



Recession Dates Industrial Production, YoY%



DATA SOURCE: FACTSET

¹ as at July 31, 2023

Portfolio Update

- The portfolio outperformed the benchmark by 77 basis points given our defensive posture.
- We added short term Ford bonds with average yields of 7% and reduced long end positions.

NAV Performance (net of fees) ¹

	RIB.UN	FTSE Universe	Value Added
One Month	-0.4%	-1.1%	0.7%
YTD 2023	0.3%	1.4%	-1.1%
2022	-15.2%	-11.7%	-3.5%
2021	2.4%	-2.5%	4.9%
10 yr to Dec 2022	5.4%	1.6%	3.8%

RIB.UN Re-openings

- Nov 2021 deal for \$7.5 M at \$16.30
- 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 4.24%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 77% 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