

RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND

Price: \$17.15¹

TSX: RIB.UN

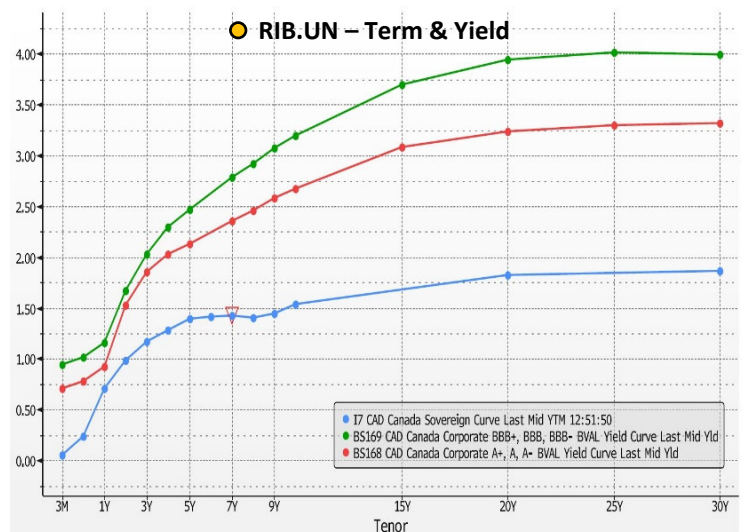
Yield: 4.21%¹

Bond Market Outlook

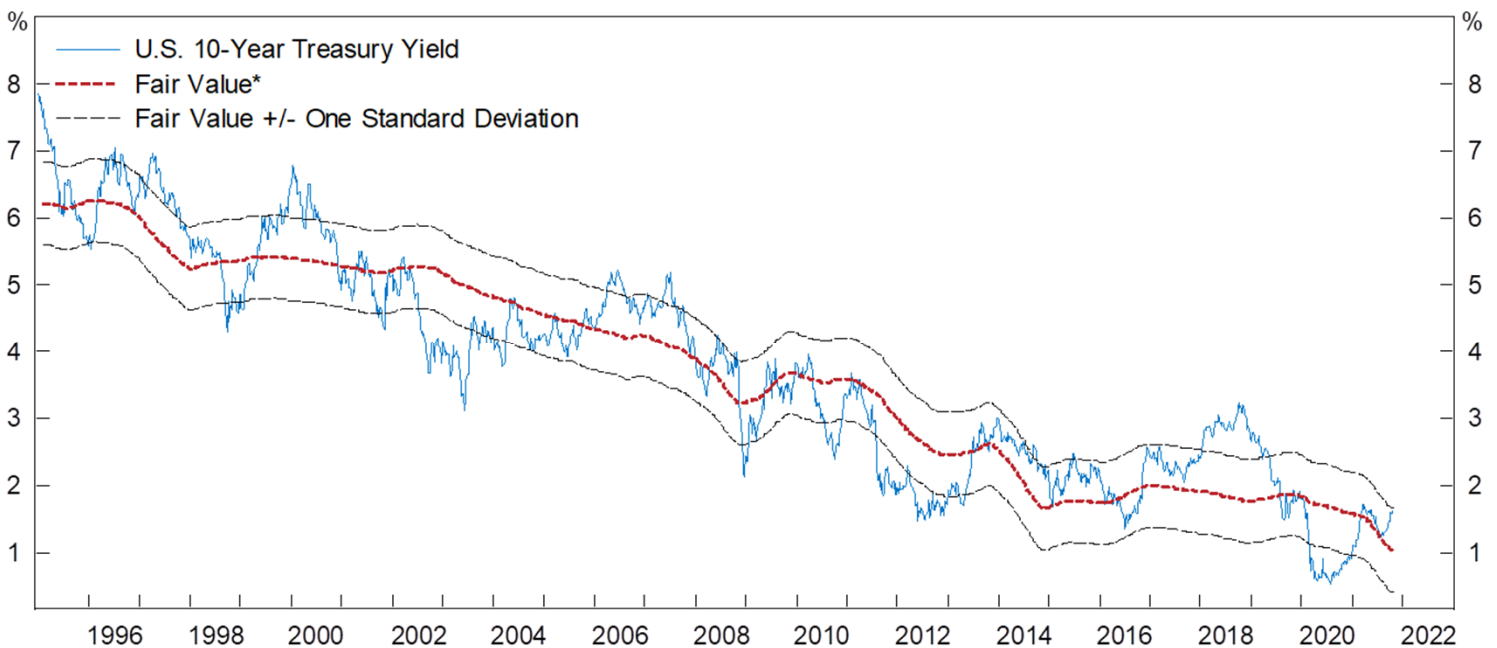
- The Federal Open Market Committee announced the end of quantitative easing, although it will likely take 6 months to wind down.
- Similar to the Bank of Canada announcement, maturities and interest payments held on their balance sheet will be reinvested back into Treasury bonds.

- The bond market rallied as the new Covid variant (Omicron) was detected. Investors reduced risk and re allocated funds back into bonds.
- On a risk reward basis, the U.S. 10 year bond is fairly attractive.

Canadian Yield Curves¹



Source: Bloomberg



*Based on inflation rate, short term interest rate and non-accelerating inflation rate of unemployment (NAIRU)

Portfolio Update

- The index rose .86% while RIB rose .54%. RIB is positioned defensively and is underweight long term bonds which outperformed the index.
- We believe the long end of the market is fully valued and our focus is on mid term bonds in the 7-12 year term.

NAV Performance (net of fees) ¹

	RIB.UN	FTSE Universe	Value Added
One Month	0.5%	0.9%	-0.4%
Year to Date	2.6%	-4.1%	6.6%
2020	12.0%	8.7%	3.3%
10 yr to Dec 2020	8.8%	4.5%	4.3%

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 4.21%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 78% 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