

RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND

Price: \$16.30¹

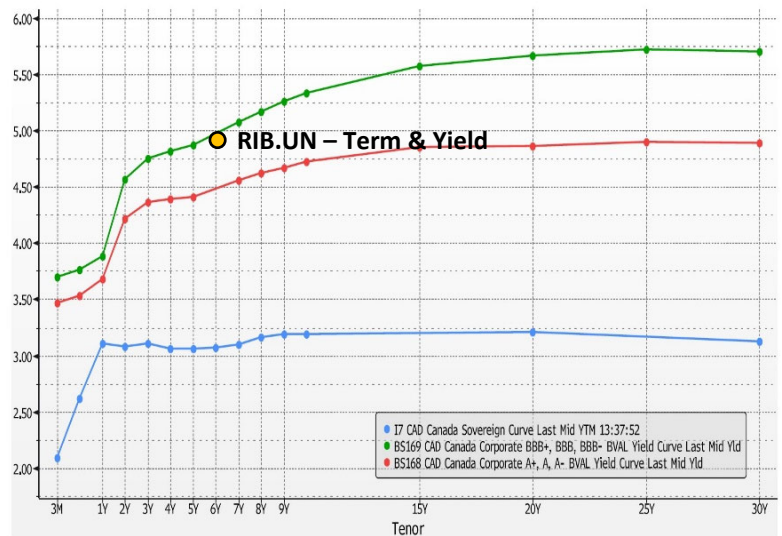
TSX: RIB.UN

Yield: 4.8%¹

Bond Market Outlook

- Central Banks are shouldering the blame for inflation and have been very hawkish in the media.
- In June, the stock and bond markets sold off in sympathy and in addition to quarter end window dressing.
- The economy cannot take rates beyond this level; growth now slowing.

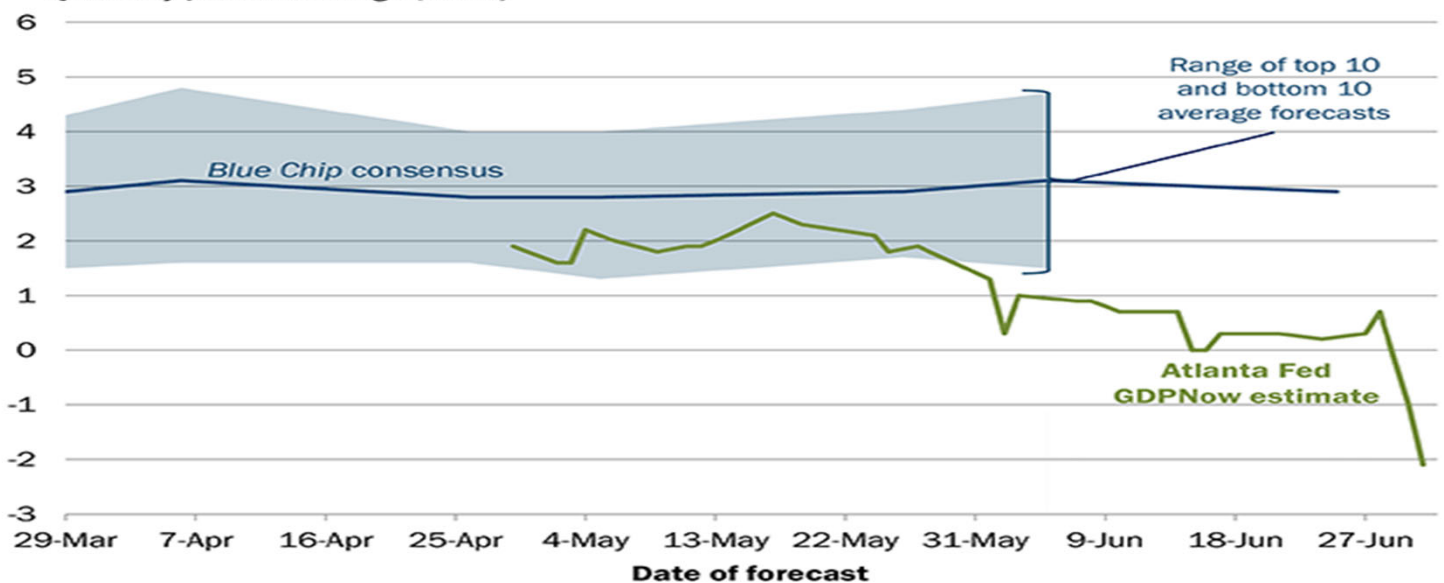
Canadian Yield Curves¹



Source: Bloomberg

- The GDPNow published by the Atlanta Fed shows Q2 growth declining 2.1%
- Bonds will outperform stocks during a growth slowdown/recession.

Evolution of Atlanta Fed GDPNow real GDP estimate for 2022: Q2
Quarterly percent change (SAAR)



Sources: Blue Chip Economic Indicators and Blue Chip Financial Forecasts

Note: The top (bottom) 10 average forecast is an average of the highest (lowest) 10 forecasts in the Blue Chip survey.

¹ as at June 30, 2022

Portfolio Update

NAV Performance (net of fees) ¹

- The fund participated in new issues from CIBC and BNS yielding 7%.

- 10 yr yields have reached an interim high of 3.5% this month and will likely decline from here.

	RIB.UN	FTSE Universe	Value Added
One Month	-3.1%	-2.2%	-0.9%
YTD 2022	-14.0%	-12.2%	-1.8%
2021	2.4%	-2.5%	4.9%
2020	12.0%	8.7%	3.3%
10 yr to Dec 2021	9.0%	3.3%	5.7%

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 3.93%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 \$1.4 billion for high net worth individuals and institutional clients
- A top quartile fixed income manager specializing in corporate bonds; fixed income assets represent 74% 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