

RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND

Price: \$14.75¹

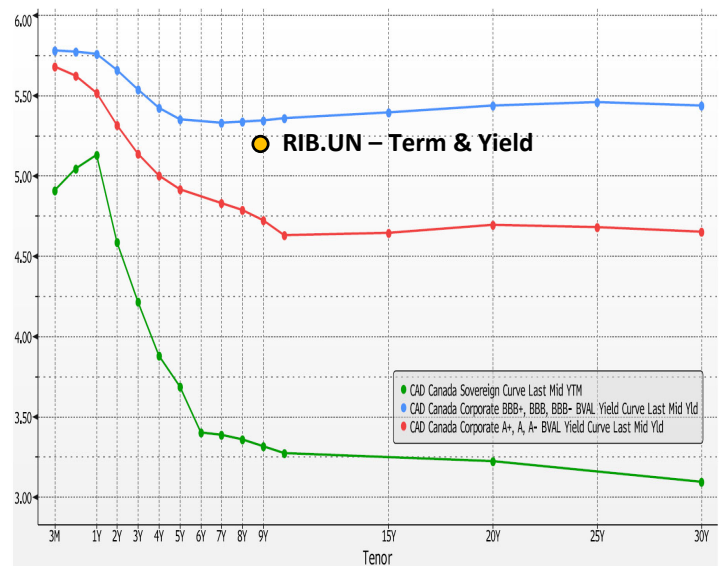
TSX: RIB.UN

Yield: 5.2 %¹

Bond Market Outlook

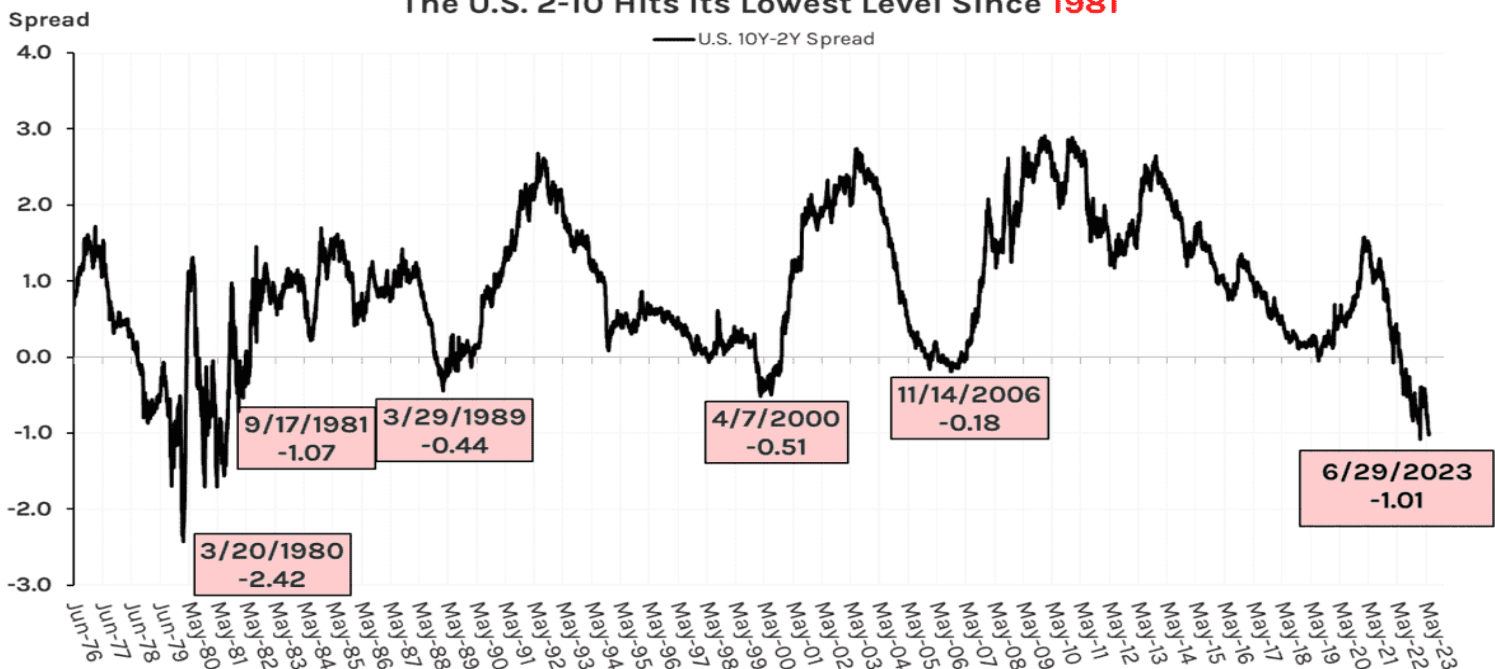
- The bond market was flat in June despite the Bank of Canada raising the overnight interest rate by 25 basis points.
- The market is looking through central bank activity and beginning to look for a recession by the end of the year.
- Long term financial corporate bonds were the top performing sector at +1.97%. Mid term government bonds were the worst at -.53%
- The yield curve is the most inverted since 1981. Historically an inversion of this magnitude has preceded a growth slowdown/recession.

Canadian Yield Curves¹



Source: Bloomberg

The U.S. 2-10 Hits Its Lowest Level Since 1981



Source: Federal Reserve

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¹ as at June 30, 2023

Portfolio Update

- Added Ford Credit in the 1-3 year term with average yields of over 7%.
- Reduced our Manulife position as well as long Government of Canada bonds.

NAV Performance (net of fees) ¹

	RIB.UN	FTSE Universe	Value Added
One Month	0.0%	0.0%	0.0%
YTD 2023	0.8%	2.5%	-1.7%
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