

**RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND**

Price: \$15.00<sup>1</sup>

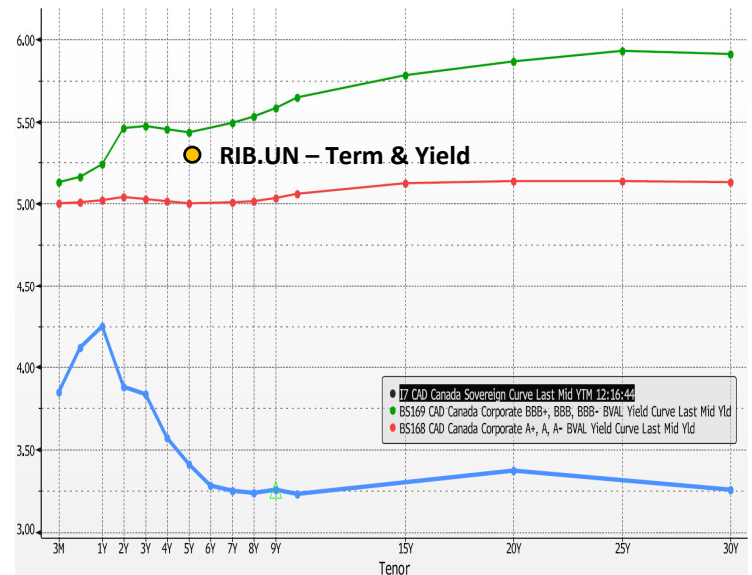
TSX: RIB.UN

Yield: 5.3%<sup>1</sup>

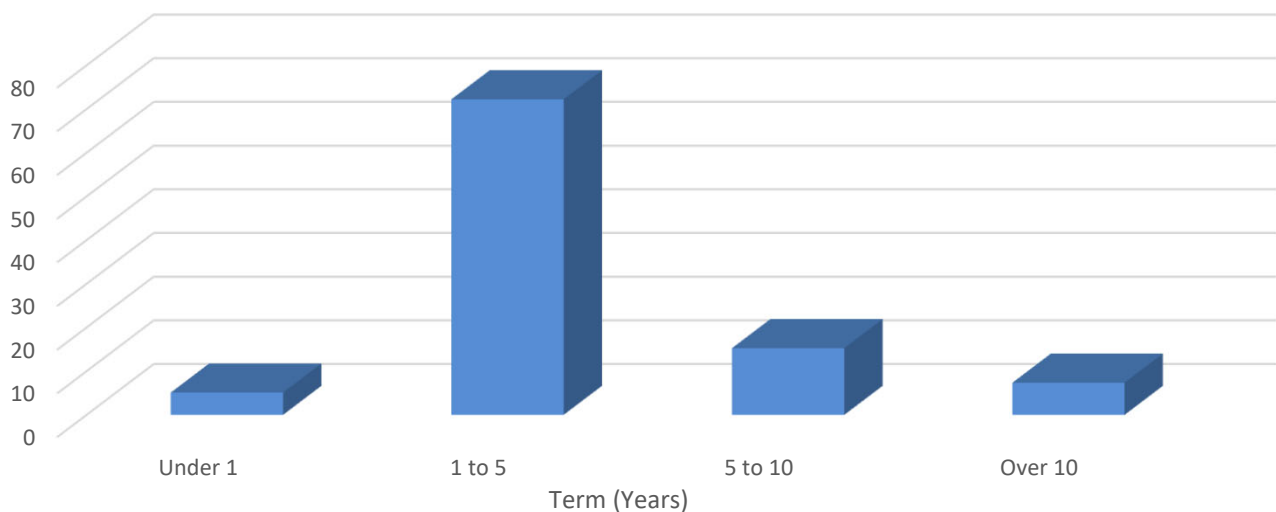
*Bond Market Outlook*

- The Bank of Canada surprised the market with only a 50 basis point increase. Expectations were for 75 basis points.
- Mortgage rates are approaching levels where real demand and prices are starting to decline.
- The central bank sees this and has dialed back interest rate hikes in the future.
- We are closer to the end of the interest rate hiking cycle.
- Short term bonds offer the best risk/reward opportunity

**Canadian Yield Curves** <sup>1</sup>



RIB: Percent of Portfolio



<sup>1</sup> as at Oct 31, 2022

## Portfolio Update

- Rib underperformed the index by 1.0% as financial spreads widened.

### NAV Performance (net of fees) <sup>1</sup>

- Coupon income going forward is attractive relative to other risk assets.

	RIB.UN	FTSE Universe	Value Added
One Month	-2.0%	-1.0%	-1.0%
YTD 2022	-16.1%	-12.7%	-3.4%
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 4.24%<sup>1</sup>
- **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 \$1.2 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](http://www.ridgewoodcapital.ca) or contact John H. Simpson, CFA (416) 479-2751