RIDGEWOOD CANADIAN INVESTMENT GRADE BOND FUND – RIB.UN

Quarterly Fund Update at September 30, 2022

Fund Objectives

The Fund will seek to achieve the following investment objectives:

- to provide unitholders with monthly cash distributions, initially targeted to be 5.25% per annum on the original issue price of $12.00 per unit; and
- to maximize total returns for unitholders while preserving capital in the long term.

Investment Strategy

The portfolio of the Fund will be invested primarily in investment grade bonds issued by Canadian issuers available to domiciled investors. In addition, the Fund may invest up to 10% of the Portfolio in U.S. investment grade bonds and up to 25% in investment grade bonds issued by non-Canadian issuers (Maples). From time to time, the Fund may hold cash and cash equivalents. The Fund may borrow an amount up to 35% of the total amount of the fund.

Fund Data

Fund Manager	Ridgewood Capital Asset Management Inc. (“Ridgewood”)
Inception Date	December 18, 2009
Net Asset Value	$242,211,135
Net Asset Value per unit as at December 18, 2009	$12.00
Net Asset Value per unit as at September 30, 2022	$13.04
Closing Trading Price as at September 30, 2022	$15.02
Issue Price	$12.00
Eligible For	RRSPs, DPSPs, RRIFs, RESPs
Distribution Policy	5.30% per annum on issue price
Distributions History:	
• 2021	$0.8266
• 2020	$1.0776
• 2019	$0.8191
• 2018	$0.7535
• 2017	$1.0202
• 2016	$0.9520
• 2015	$1.3593
• 2014	$1.0393
• 2013	$0.9360
• 2012	$0.6300
• 2011	$0.9300
• 2010	$0.9000
• 2009	$0.0000

Commentary

- The bond market experienced a positive third quarter as the FTSE Canada Universe Bond Index returned 0.52%.
- Securitization bonds were the weakest category, returning -0.35% for the quarter, while Financial bonds posted a return of -0.21%.
- Provincial bonds had a return of 0.99%. Infrastructure bonds also fared better than the overall market with a return of 0.81%.
- The portfolio has an overweight position in BBB bonds which we believe will continue to add value, over and above the index. Unitholders received distributions totaling $0.159 per unit during the third quarter of 2022.
- Further to the Prospectus, the Fund may utilize various forms of borrowings including a loan facility and margin purchases, up to 35% of the total assets of the Fund at the time of borrowing. As of September 30, 2022, $85,828,474.77 of the Fund was leveraged. During the three months ending June 30, 2022, $860,233.82 in net interest charges were incurred. In this period the Fund’s maximum leverage outstanding was $132,261,613.05 and the minimum leverage outstanding was $85,828,474.77.

Top 25 Holdings

Holding	Percentage of Net Asset Value
1. Cameco Corp., 5.09%, 2042/11/14	6.6%
2. REALT 2019-HBC, 4.352%, 2024/06/14	5.6%
3. Transalta Corp., 6.90%, 2030/11/15	5.5%
4. Pembina Pipeline Corp, 4.80%, 2030/10/25	5.1%
5. National Bank of Canada, 4.05%,2026/07/15	4.7%
6. National Bank of Canada, 4.30%,2025/11/15	4.5%
7. Transalta Corp., 7.30%, 2029/10/22	4.3%
8. Manulife Financial Corp., 4.10%, 2027/03/19	4.2%
9. Manulife Financial Corp., 3.375%, 2026/06/19	4.2%
10. Canadian Imperial Bank of Commerce, 7.15%, 2027/07/28	4.2%
11. Great-West Lifeco Inc., 3.60%, 2026/12/31	4.1%
12. Canadian Imperial Bank of Commerce, 4.375%, 2025/09/28	4.1%
13. REALT, Class 'D', Series '2016-1, 3.64%, 2026/05/12	3.7%
14. Institutional Mortgage Securities Canada Inc., 2013-4 D, 4.589%, 2023/11/12	3.7%
15. Manulife Financial Corp., 7.117%, 2027/06/19	3.7%
16. Bank of Nova Scotia, 7.023%, 2027/07/27	3.7%
17. Bank of Nova Scotia, 3.70%, 2026/07/27	3.6%
18. Institutional Mortgage Securities Canada Inc., 2015-6 D, 3.87212%, 2025/03/12	3.4%
19. Toronto Dominion Bank, 3.60%, 2026/10/31	3.2%
20. Institutional Mortgage Securities Canada Inc., 2013-4 C, 4.41202%, 2023/11/12	3.1%
21. Sagen MI Canada Inc., 4.95%, 2026/03/24	3.0%
22. REALT 2016 – 2 D, 3.61753%, 2026/09/12	3.0%
23. Bank of Montreal Perpetual, 7.373%, 2027/10/26	2.9%
24. Citibank, 5.365%, 2036/03/06	2.9%
25. Toronto Dominion Bank Perpetual, 7.232%, 2027/10/31	2.9%
Total	99.9%

Asset Mix

Sector Allocation	Percentage of Net Asset Value
Corporate Bonds	133.0%
Federal Bonds	1.5%
Canadian Dollar Cash & Cash Equivalent	0.0%
Total	**134.5%**

Currency Asset Mix

Currency Allocation	Percentage of Net Asset Value
Canadian Dollar Denominated Bonds	134.5%
Canadian Dollar Cash & Cash Equivalent	0.0%
Total	**134.5%**

The summary of the investment portfolio may change due to the ongoing portfolio transactions of the Fund. A quarterly update will be available on our website.