

Q3 2024

Investment Portfolio Review

INVESTMENT BOARD



Today's Agenda

- ❑ Asset Allocation
- ❑ Investment Performance
- ❑ Performance by Asset Class
- ❑ Market Outlook



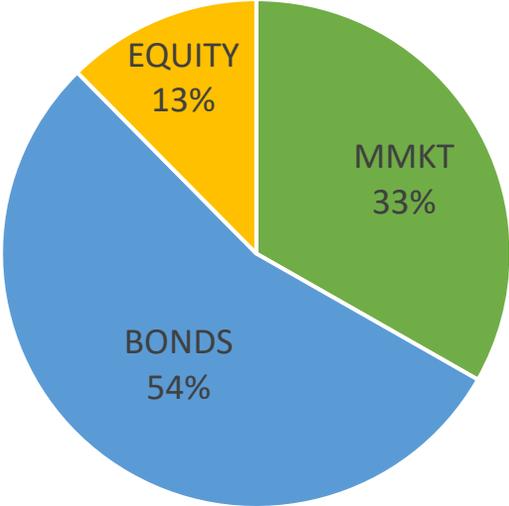
Portfolio Performance

As of 30th September 2024

Asset Allocation

Asset allocation as of 30th Sep 2024

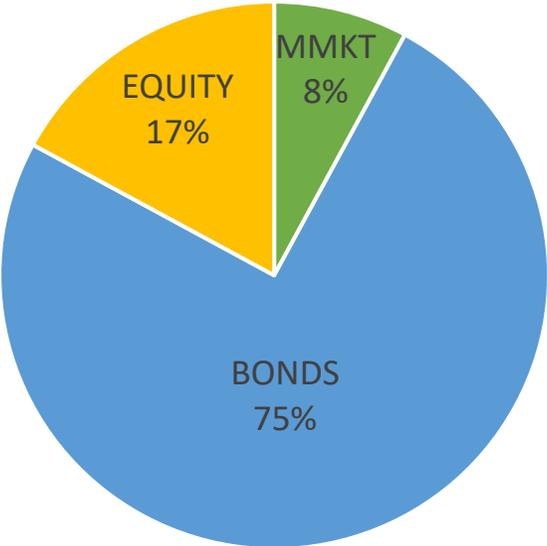
Consolidated Portfolio
(Prudent Investor + Operating)



\$552 million
(100%)

=

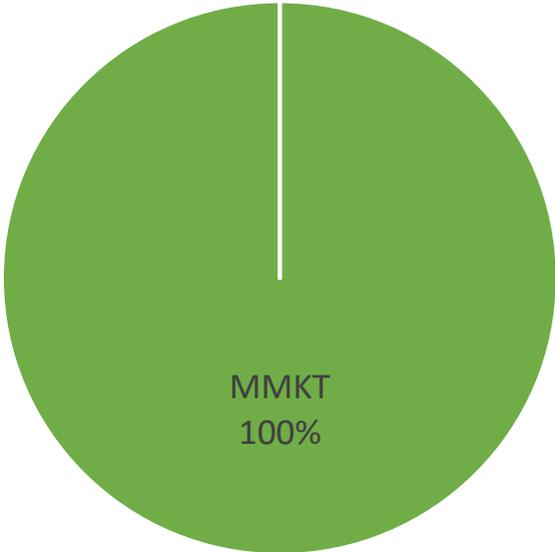
Prudent Investor Portfolio



\$400 million
(72%)

+

Operating Portfolio



\$152 million
(28%)

YTD Investment Performance

As of 30/Sep/2024	Total Return (\$ mlns)	Total Return (%)	Benchmark (%)	Relative Return (%)
Money Market	\$7.21	3.95%	3.77%	+0.17%
Fixed Income	\$15.42	5.51%	5.03%	+0.47%
Equity	\$14.54	40.19%	28.84%	+11.35%
Consolidated Portfolio	\$37.17	7.85%	7.24%	+0.61%

Additional Information:

Annualized TR: 10.60% (9.77%), outperforming by 83 basis points

Q3 2024 +3.69% (3.34%), outperforming by 35 basis points

Performance Attribution

Q3 2024	Periodic Returns			Weights			Drivers of Active Return		
	Portfolio	Benchmark	Active Return	Portfolio	Benchmark	Active Weight	Asset Allocation	Security Selection	Interaction (Mkt Timing)
Money Market	1.27%	1.20%	0.08%	33.58%	40.97%	-7.39%	-0.09%	0.03%	0.13%
Fixed Income	4.55%	3.95%	0.60%	54.25%	45.14%	9.11%	0.36%	0.27%	-0.03%
Cdn Equity	10.88%	9.33%	1.54%	5.36%	6.94%	-1.59%	-0.15%	0.11%	1.59%
US Equity	4.86%	4.38%	0.48%	6.81%	6.94%	-0.14%	-0.01%	0.03%	0.46%
Total Return	3.69%	3.34%	0.35%	100%	100%	0.00%	0.16%	0.16%	0.03%
YTD 2024	7.85%	7.25%	0.61%				0.25%	0.21%	0.15%

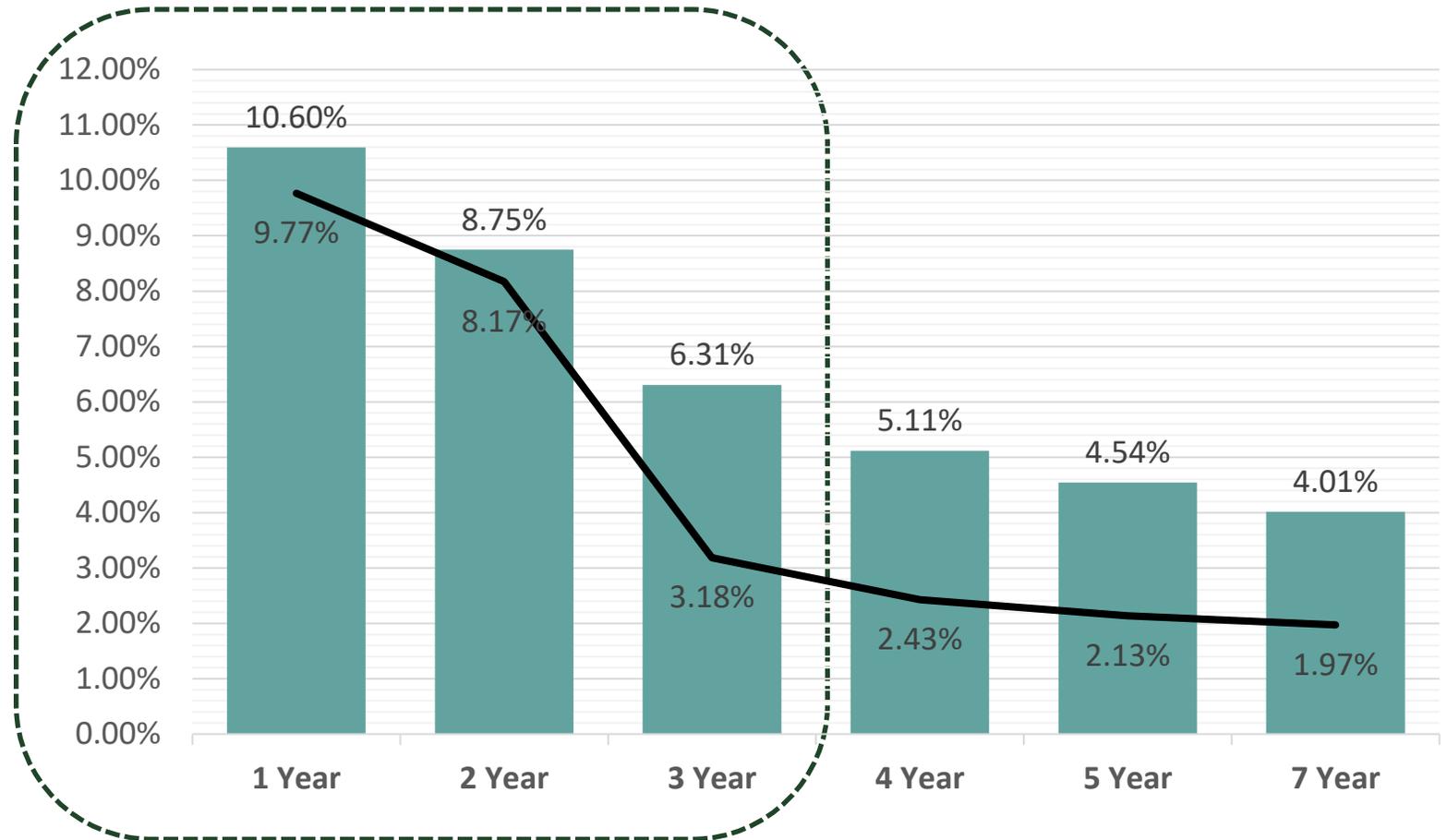
YTD Annualized Performance

Consolidated Portfolio



Historical Performance (Annualized Total Returns)

Consolidated Portfolio Benchmark Prudent Investor



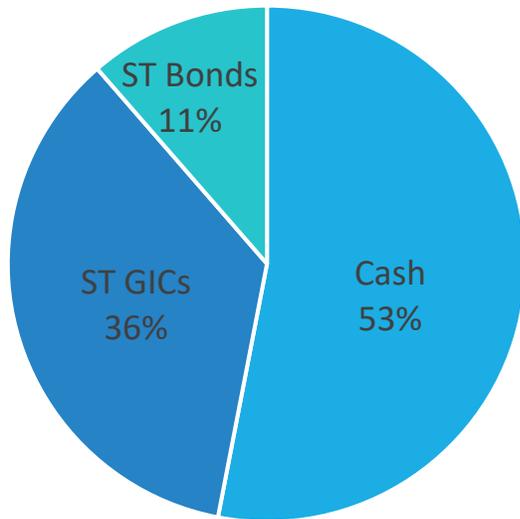


Performance by Asset Class

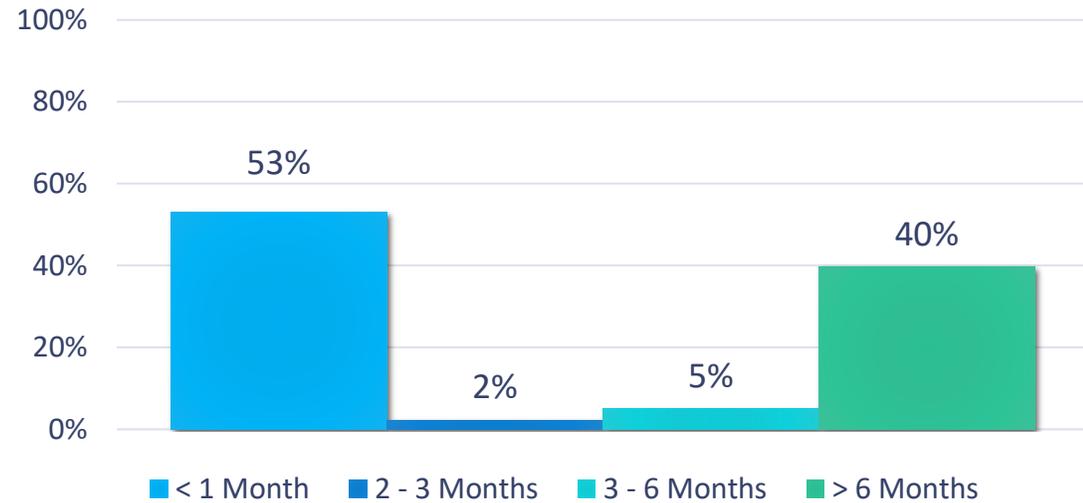
Operating Fund, Capital Fund, and Growth Funds

Operating Fund (Money Markets)

Asset Allocation
30/Sep/2024



Liquidity
30/Sep/2024



Average Yield: 4.57%

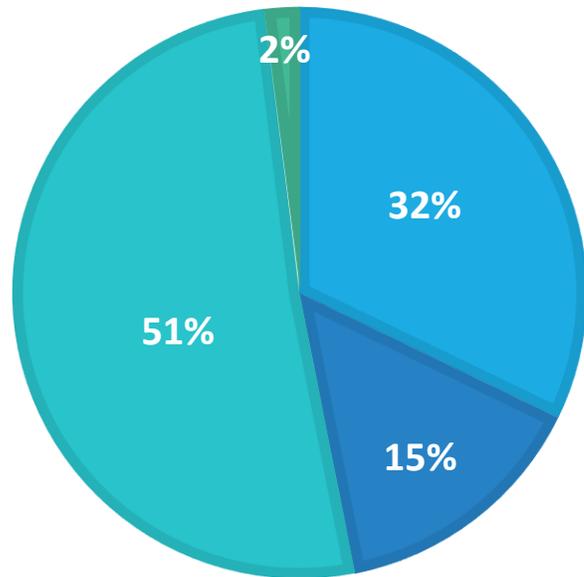
Average Term: 171 Days

Benchmark: Canada 90-Day Treasury Bill Index TR

Capital Fund (Fixed Income)

SECTOR ALLOCATION

■ IG Corporate
 ■ Municipal Gov't
 ■ Provincial Gov't
■ Federal Gov't
 ■ Supranationals

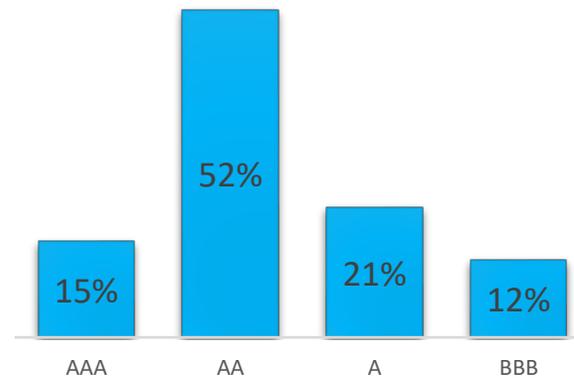


Benchmark: Canada Agg. 1-10 Year Index TR

30-Sep-24

	Portfolio	Benchmark
Yield to Maturity	4.21%	3.20%
Average Coupon	4.22%	3.11%
Avg. Maturity	8.40	4.84
Duration	6.20	4.31
Convexity	0.69	0.27
Holdings	151	1,042

CREDIT QUALITY



Top 20 Issuers

30-Sep-24

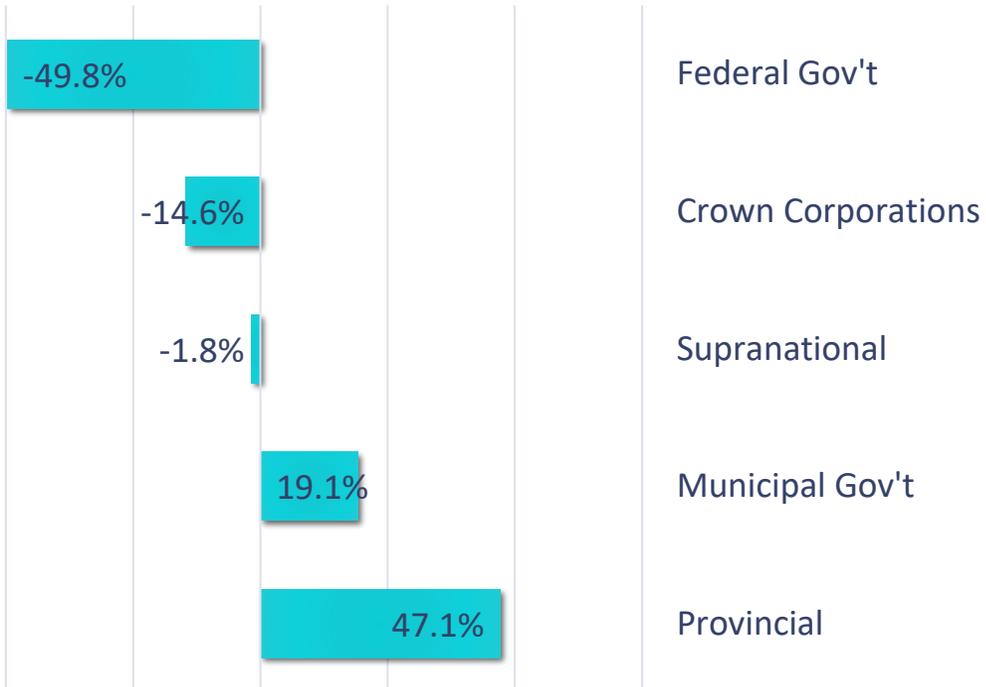
- PROVINCE OF ONTARIO
- PROVINCE OF MANITOBA
- PROVINCE OF BRITISH COLUMBIA
- PROVINCE OF NEWFOUNDLAND & LABRADOR
- PROVINCE OF PRINCE EDWARD ISLAND
- PROVINCE OF SASKATCHEWAN
- PROVINCE OF QUEBEC
- PROVINCE OF NEW BRUNSWICK
- MUNICIPAL FINANCE AUTHORITY OF BC
- OPB FINANCE TRUST
- ENBRIDGE PIPELINES INC
- CITY OF PETERBOROUGH
- ATHENE GLOBAL FUNDING
- PROVINCE OF ALBERTA
- PROVINCE OF NOVA SCOTIA
- CENTRAL 1 CREDIT UNION
- CANADA HOUSING TRUST
- CITY OF LAVAL
- CITY OF MONTREAL
- CITY OF OTTAWA

% Top 20 Issuers **61%**

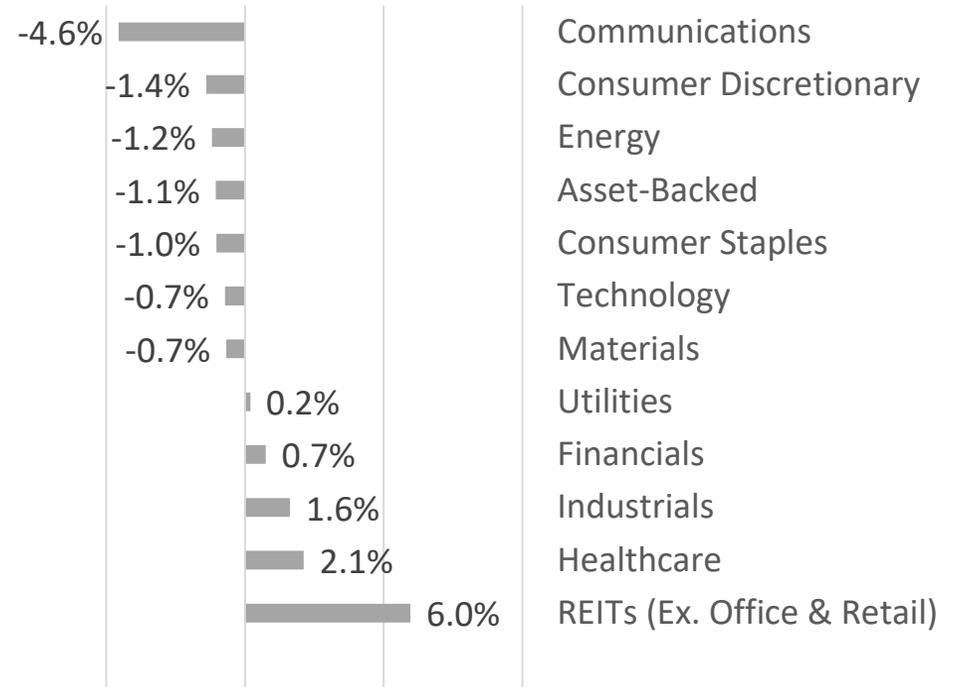
Average Position Size (\$ Millions) **1.69**

Capital Fund Cont'd

Government Allocation

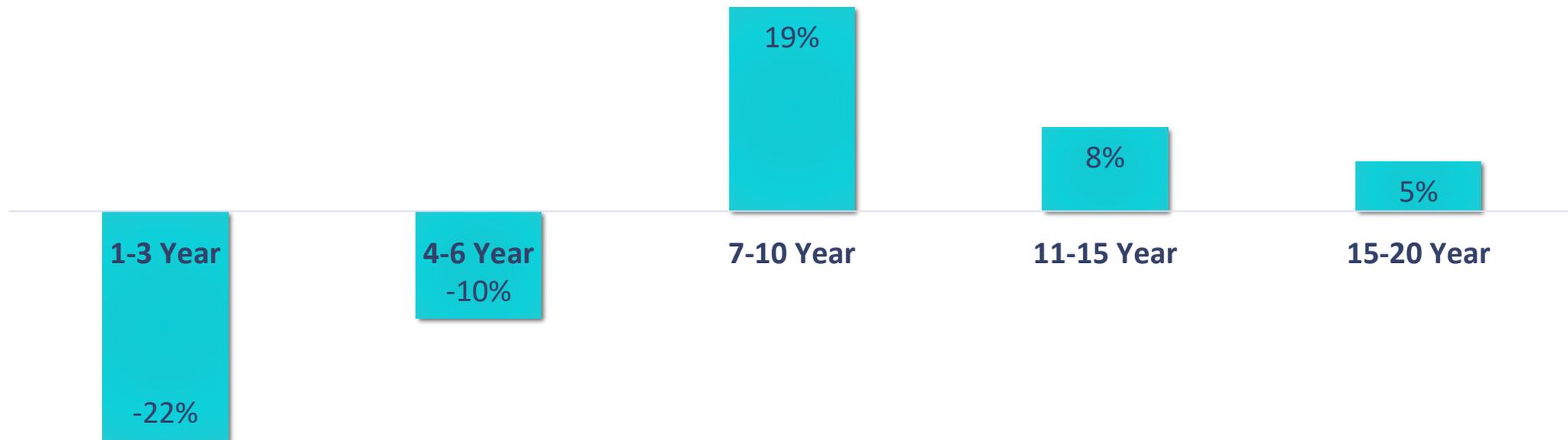


Corporate Bond Allocation



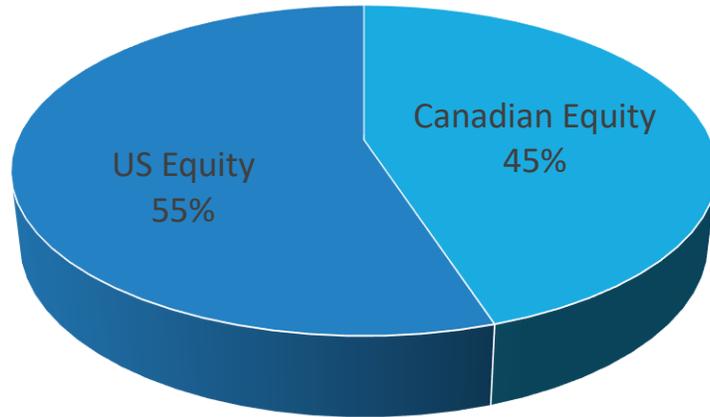
Capital Fund Cont'd

Curve Positioning



Growth Fund (Equities)

Geographic Allocation

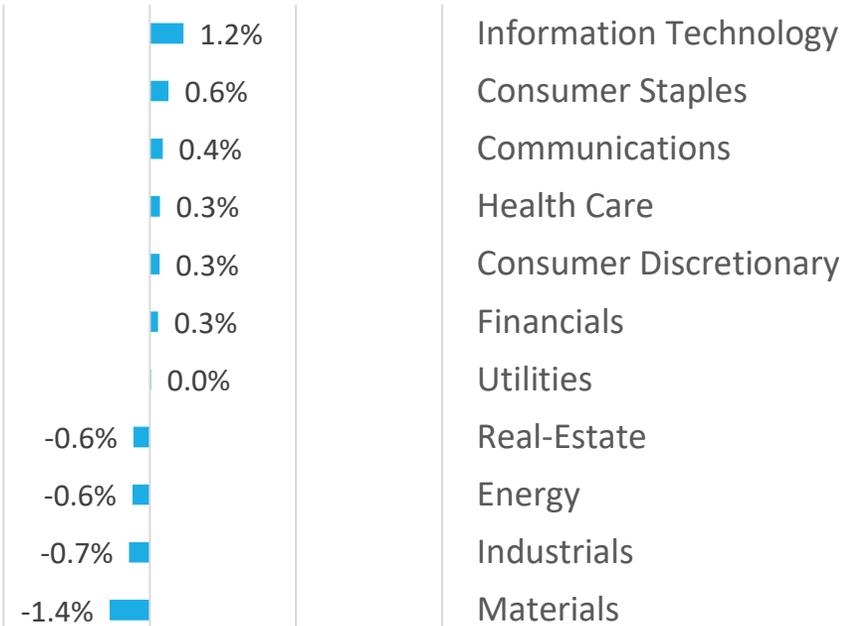


12M Distribution Yield: 2.00%

5Y Beta (S&P/TSX Composite): 0.99

Benchmark: 50% S&P/TSX Comp; 50% S&P 500 Index CAD

Industry Sector Tilts



Market Commentary & Outlook

- ❑ Inflation continues to fall rapidly; below BoC target (Sept 1.6%); CPI ex-shelter approaching 1.0%; shelter inflation remains elevated
- ❑ Employment picture has softened; GDP signs of slower growth ahead
- ❑ Interest rate path remains downward
- ❑ Bank of Canada expected to cut again in Dec; Fed expected to reduce pace to 25bps in Nov.
- ❑ Geopolitical risks remain – Russia-Ukraine; Middle-East; China frictions; Taiwan Sovereignty