

SLC Management Long Corporate Bond Fund

The Fund seeks to achieve total return by investing primarily in a diverse portfolio of Canadian and foreign investment grade long term corporate fixed income.

Strategy highlights

- Utilizes a global credit perspective and derivative capabilities to seek to reduce risk and add value within the investment grade credit universe
- An active management approach looks to the broader global credit universe for diversification opportunities
- Sector and security selection is heavily influenced by expectations for the macro economic environment and sector/security outlooks by the credit research group and portfolio managers

Fund highlights

Vehicle type: Pooled fund trust

Net Asset Value: \$224.4 M

Benchmark: FTSE® Canada Long Corporate Bond Index¹

	Fund	Benchmark
Yield to maturity	5.35%	5.23%
Effective duration	11.96 years	12.29 years
Average credit rating	A	A

Fund performance³

	Q3 2022	YTD (%)	One year (%)	Since inception* (%)
SLC Management Long Corporate Bond Fund	0.45	(19.62)	(16.37)	(6.12)
Benchmark	1.22	(19.10)	(15.67)	(6.82)
Difference	(0.77)	(0.52)	(0.70)	0.70

*Performance inception date February 28, 2020

Fund profile

Asset mix – current allocation⁴

Public fixed income	98.8%
Derivatives contracts %	0.2%
Cash & other**	1.0%

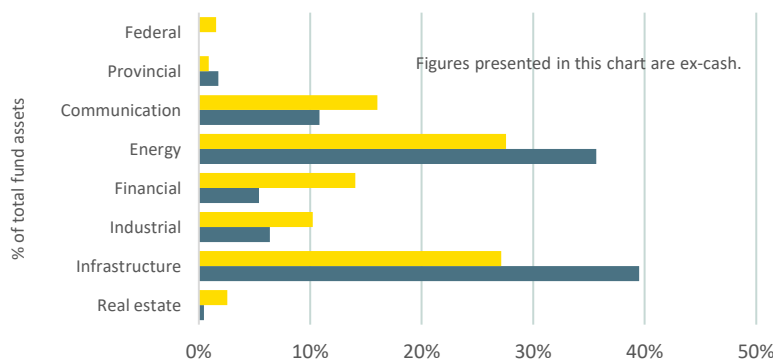
Credit rating²

	Fund	Benchmark
AAA	1.9%	0.0%
AA	5.8%	0.8%
A	59.6%	58.4%
BBB	32.7%	40.8%

Country mix – current allocation

Canada	78.7%
United States	17.4%
United Kingdom	1.8%
Bermuda	0.6%
France	0.9%
Switzerland	0.6%

Composition



Currency mix – current allocation

CAD	83.1%
USD	16.9%

Summary of investment guidelines⁵

- Single issuer restriction: no greater than 10% of the Fund's assets at the time of investment
- Duration: within +/- 1 year of the duration of the FTSE® Canada Long Corporate Bond Index
- The Fund may invest up to 50% in non-CAD denominated investment grade corporate bonds
- The Fund may also hold Canadian federal and provincial fixed income securities for duration and cash flow management
- Foreign currency exposure: Intent is to substantially hedge all non-CAD exposure; we do not take active unhedged currency risk
- Credit quality: i) Corporate and Government bonds must have an investment grade rating from one of S&P Global Ratings Canada, Moody's, Fitch, and ii) Money market instruments must have a rating of at least R1-Low by DBRS or A by S&P or the equivalent rating by Moody's or Fitch

Portfolio Managers

Randall Malcolm, MSc. Finance, CFA

Senior Managing Director and Portfolio Manager, Canadian Public Fixed Income

Years with firm: 9 | Years of industry experience: 29

Trevor Forbes, MSc. Finance, CFA

Portfolio Manager and Senior Director

Years with firm: 8 | Years of industry experience: 19

Brett Pacific, CFA

Head of Derivatives and Quantitative Strategies, Senior Managing Director

Years with firm: 18 | Years of industry experience: 29

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¹ "FTSE®" is a trademark of FTSE International Limited and is used under license.

² At the time of investment. For more information, the Fund's offering memorandum is available on request.

³ Returns shown are net of Fund expenses and gross of management fees. Management fees paid directly to Sun Life Capital Management (Canada) Inc. should be considered when assessing net performance. Returns greater than one year are annualized.

⁴ Cash includes other net assets such as payables and receivables.

⁵ More information about the Fund's investment guidelines and associated risks is in the Fund's offering memorandum, available on request.

SUN LIFE CAPITAL MANAGEMENT (CANADA) INC.

(also referred to as SLC Fixed Income) offers pooled funds, separately managed accounts and other securities-based investment advisory services. Sun Life Capital Management (Canada) Inc. is the manager of the SLC Management Long Corporate Bond Fund.

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Subscriptions for Fund units are only made under the terms of the Fund's offering memorandum, subscription agreement and limited partnership agreement ("Fund Legal Documentation") and Fund units will only be sold to qualified investors pursuant to applicable securities laws. Investors should read these documents and consult with their professional advisors before investing.

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performance is not necessarily indicative of future returns. For details on valuation methodology, please refer to the Fund's offering memorandum.

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