

SLC Management Short Term Private Fixed Income Plus Fund

The Fund seeks to achieve total return by providing income while preserving capital, by investing primarily in a diverse portfolio of short term private and public fixed income and floating rate assets.

Strategy highlights

- Access to high quality deal flow through one of the largest and most tenured private fixed income teams in North America¹
- Institutional quality core investment grade² portfolio that is well diversified by issuer, sector and asset type
- Highly negotiated and customised transactions, which may provide investors with a sustainable excess yield over comparably rated public market investments
- Rigorous risk controls through tight covenants, credit enhancements and collateral packages

Fund highlights

Vehicle type: limited partnership – open-ended pool

Net Asset Value: \$1,004.6 M

Benchmark: FTSE® Canada Short Term Corporate Bond Index³

	Fund	Benchmark
Yield to maturity	6.38%	5.14%
Effective duration	1.77 years	2.79 years
Average credit rating	A	A

Fund Performance⁵

	Q3 2022	YTD (%)	One year (%)	Three years (%)	Five years (%)	Since inception* (%)
SLC Management Short Term Private Fixed Income Plus Fund	0.61	(0.88)	(0.57)	2.31	3.30	3.28
Benchmark	(0.27)	(5.46)	(5.85)	0.18	1.36	1.33
Difference	0.88	4.58	5.28	2.13	1.94	1.95

*Performance inception date July 31, 2017

Fund profile

Asset mix – current allocation⁶

Private fixed income	80.7%
Public fixed income	17.6%
Derivatives contracts %	-2.2%
Cash & other**	3.9%

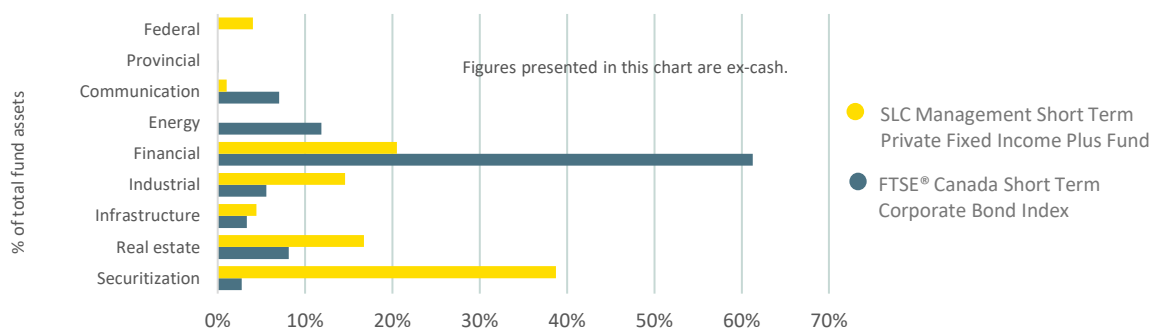
Currency mix – current allocation

CAD	56.9%
USD	36.9%
GBP	4.4%
EUR	1.8%

Credit rating⁴

	Fund	Benchmark
AAA	9.5%	3.0%
AA	14.1%	8.3%
A	49.3%	50.9%
BBB	19.7%	37.8%
Non-investment grade	7.5%	0.0%

Composition



To receive a complete list and description of SLC's composites and/or a presentation that adheres to GIPS, please contact the institutional sales team at salesinquiries@slcmanagement.com

Investment Guidelines⁷

- Single issuer restriction: no greater than 10% of the Fund's assets at the time of investment
- Duration: the overall duration of the Fund may vary between 0 and 3 years
- Foreign currency exposure: The Fund may hold foreign currency denominated investments. Unhedged foreign currency denominated investments will generally not exceed 10% of the Fund's net assets
- Credit quality: the Fund shall limit investments that are rated below investment grade to 20% of the Fund's net assets at the time they are acquired, as determined

Portfolio Managers

Elaad Keren, MBA, CFA

Portfolio Manager and Head of Mid-Market Finance
Years with firm: 3 | Years of industry experience: 19

Douglas J. Gardiner, CFA

Portfolio Manager and Head of Public Fixed Income
Years with firm: 21 | Years of industry experience: 31

Maurice Primeau, BComm

Portfolio Manager and Managing Director, Private Fixed Income
Years with firm: 14 | Years of industry experience: 34

Randall Malcolm, MSc. Finance, CFA

Senior Managing Director and Portfolio Manager, Canadian Public Fixed Income
Years with firm: 9 | Years of industry experience: 29

Petra Wendroth, MBA, BBM

Portfolio Manager and Senior Director, Private Fixed Income
Years with firm: 10 | Years of industry experience: 14

Nicolas Delisle, CFA, CPA, CMA

Portfolio Manager and Managing Director, Private Fixed Income
Years with firm: 8 | Years of industry experience: 25

Contact us | slcmanagement.com

Catherine Jackman, CFA

Managing Director,
Business Development
Catherine.Jackman@slcmanagement.com
T: 416-408-8729 | M: 437-997-5539

Veronique Lauziere, CFA

Managing Director,
Business Development
Veronique.Lauziere@slcmanagement.com
T: 514-904-9694 | M: 438-342-1226

¹ According to PPIA Private Placement investors Association 2021 Survey Results

² Investment-grade credit ratings of our private placements portfolio are based on a proprietary, internal credit rating methodology that was developed using both externally-purchased and internally developed models. This methodology is reviewed regularly. More details can be shared upon request. There is no guarantee that the same rating(s) would be assigned to portfolio asset(s) if they were independently rated by a major credit ratings organization.

³ "FTSE®" is a trademark of FTSE International Limited and is used under license.

⁴ Ratings presented include credit ratings one tier above and one below alphabetical classification and are determined based on an internal credit rating process. For a description of the credit rating methodology, please see the Fund's offering memorandum, available on request.

⁵ 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.

⁶ Asset mix graph based on Committed amounts (Fund assets committed but not funded). Cash includes other net assets such as payables and receivables.

⁷ 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 Short Term Private Fixed Income Plus Fund.

IMPORTANT INFORMATION:

This fund fact sheet is prepared for information purposes and is intended for Canadian institutional investors only. The information contained herein is not intended to provide specific financial, tax, investment, insurance, legal or accounting advice and should not be relied upon and does not constitute a specific offer to buy and/or sell securities, insurance or investment services. Investors should consult with their professional advisors before acting upon any information contained in this report. 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.

Unless otherwise stated, the information is in Canadian dollars. Efforts are made to ensure that the information herein is reliable and accurate at the time of publication. However, Sun Life Capital Management (Canada) Inc. does not guarantee its accuracy or completeness.

Information is subject to change without notice and Sun Life Capital Management (Canada) Inc. accepts no responsibility for any losses arising from any use of or reliance on the information herein. In the event of any inconsistency between information herein and information in the Fund

Legal Documentation, audited financial statements and/or official client statements (collectively, "Fund legal documentation"), the information in such Fund Legal Documentation shall prevail. There is no guarantee that the Fund will achieve its investment objective, its target returns or will be able to source private assets. Past performance is not necessarily indicative of future returns. For details on valuation methodology, please refer to the Fund's offering memorandum.

This document may present materials or statements which reflect expectations or forecasts of future events. Such forward-looking statements are speculative in nature and may be subject to risks, uncertainties and assumptions and actual results which could differ significantly from the statements. As such, do not place undue reliance upon such forward-looking statements.

No part of this material may, without Sun Life Capital Management (Canada) Inc.'s prior written consent, be (i) copied or duplicated in any form, by any means, or (ii) distributed to any person that is not an employee, officer, director, or authorized agent of the recipient.

© 2022, SLC Management