

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: \$1,005.6 M

Benchmark: FTSE® Canada Short Term Corporate Bond Index³

	Fund	Benchmark
Yield to maturity	4.11%	3.33%
Effective duration	1.71 years	2.73 years
Average credit rating ⁴	A	A

Fund Performance⁵

	Q1 2022 (%)	YTD (%)	One year (%)	Three years (%)	Since inception* (%)
SLC Management Short Term Private Fixed Income Plus Fund	(0.95)	(0.95)	0.80	3.14	3.62
Benchmark	(3.39)	(3.39)	(3.40)	1.48	1.94
Difference	2.44	2.44	4.21	1.66	1.67

*Performance inception date July 31, 2017

Fund profile

Asset mix – current allocation⁶

Private fixed income %	82.8%
Public fixed income %	11.5%
Derivatives contracts %	0.8%
Cash	4.8%

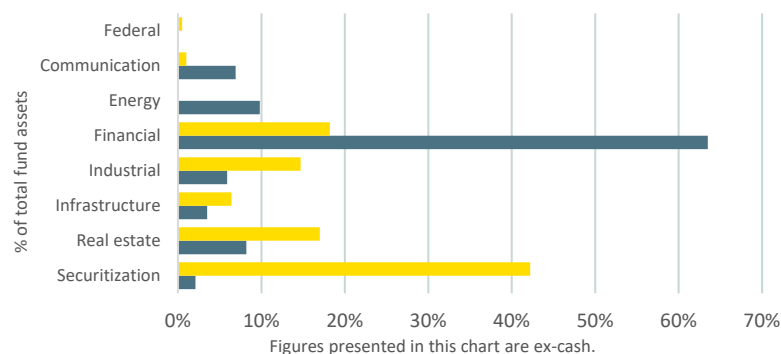
Currency mix – current allocation

CAD	56.0%
USD	37.3%
GBP	4.8%
EUR	1.9%

Credit rating⁴

	Fund	Benchmark
AAA	5.4%	2.2%
AA	17.1%	13.9%
A	52.7%	47.5%
BBB	18.5%	36.3%
Non-investment grade	6.3%	0.0%

Composition



● SLC Management Short Term Private Fixed Income Plus Fund

● FTSE® Canada Short Term Corporate Bond Index

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 Managing 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

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¹ According to PPIA Private Placement investors Association 2018 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 trade mark 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. offers pooled funds, separately managed accounts and other securities-based investment advisory services with the support of the investment operations of Sun Life Assurance Company of Canada. Sun Life Capital Management (Canada) Inc. is the manager of the SLC Management Short Term Private Fixed Income Plus Fund.

IMPORTANT INFORMATION:

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