

# PH&N Mortgage Pension Trust



## Investment objective

To provide stability of capital and maximum total return by investing primarily in a well-diversified portfolio of Canadian fixed income securities and derivatives based on the value of fixed income investments.

To manage the liquidity risks of the portfolio, the investment team emphasizes shorter-term amortization periods in conjunction with the use of mortgage bonds and commercial mortgage-backed securities. The Fund is actively managed using interest rate, credit and liquidity strategies.

## Fund details

Series	Currency	Fund code
O	CAD	RBF8430

**Inception date** November 2001

**Total fund assets \$MM** 5,145.3

### Benchmark

100% FTSE Canada Short Term Overall Bond Index

### Notes

This fund is only available for qualified investors.

Statistics as of March 31, 2023.

Geographic distribution: British Columbia - 29.4%; Alberta - 11.5%; Ontario - 43.4%; Other - 15.7%

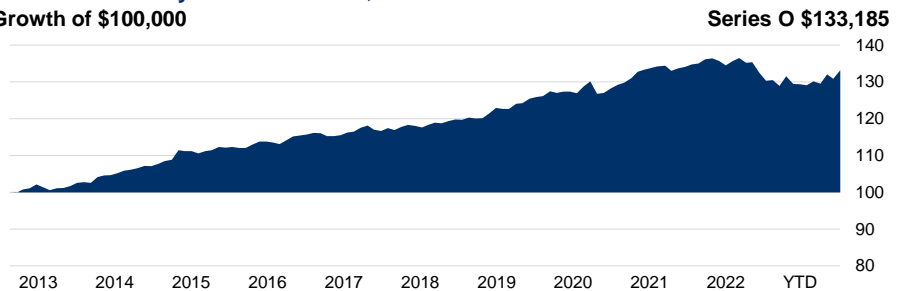
Property type: Office - 24.8%; Multi-residential - 9.2%; Industrial & other - 41.4%; Retail - 24.7%

Key portfolio statistics: Amortization (years)‡ - 21.6; Loan-to-value‡ - 52%; Cashflow coverage‡ - 1.7x; Number of mortgages - 471; Largest mortgage - 2.2%

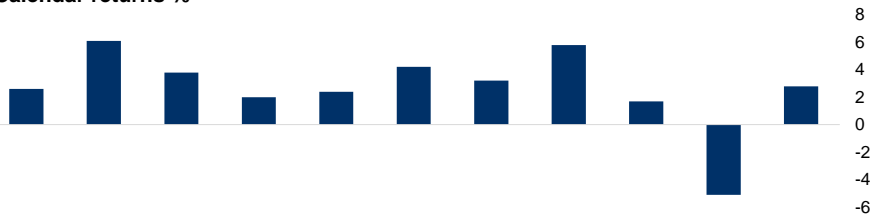
‡Weighted average

## Performance analysis as of March 31, 2023

### Growth of \$100,000



### Calendar returns %



2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	YTD	
2.6	6.1	3.8	2.0	2.4	4.2	3.2	5.8	1.7	-5.1	2.8	Fund
1.7	3.1	2.6	1.0	0.1	1.9	3.1	5.3	-0.9	-4.0	1.8	Benchmark
1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.		Trailing return %		
1.8	2.8	3.0	0.5	1.7	2.3	2.8	4.4		Fund		
1.2	1.8	2.5	0.7	0.0	1.3	1.4	—		Benchmark		

## Portfolio analysis as of March 31, 2023

### Asset mix



% Assets	
• Cash	12.7
• Fixed income	87.3
• Canadian equities	0.0
• U.S. equities	0.0
• European equities	0.0
• Asia-Pacific equities	0.0
• Emerging markets equities	0.0

### Fixed income characteristics

Yield to maturity (%)	5.4
Current yield (%)	4.1
Duration (years)	3.0
Average term to maturity (years)	3.6
Average credit rating	AAA

### Risk measures

	Fund	Benchmark
3-year standard deviation	3.4	2.5
5-year standard deviation	3.2	2.2

### Fixed income breakdown

	%
Government Bonds	0.0
Corporate Bonds	0.0
Other Bonds	0.0
Securitized Debt	0.0
ST Investments (Cash & Other)	13.2
Direct Mortgages	86.8

## Portfolio analysis continued as of March 31, 2023

Top 25 holdings	% Assets	Credit rating	%	Fixed income geographic allocation	%
Mortgage_CS 4.550% Jun 01 2032	2.3	Cash / Cash Equiv.	13.2	Canada	100.0
Mortgage 3.070% Sep 01 2030	1.8	AAA	0.0	United States	0.0
Mortgage_CS 3.970% May 01 2027	1.7	AA	0.0	International (ex-Emerging Markets)	0.0
Mortgage_CS 2.610% Oct 01 2031	1.6	A	0.0	Emerging Markets	0.0
Mortgage 3.370% Jan 01 2030	1.6	BBB	0.0		
		Below BBB	0.0		
Mortgage_CS 3.100% Feb 01 2027	1.5	Mortgages	86.8		
Mortgage_CS 5.130% Dec 01 2027	1.3	Other	0.0		
Mortgage 3.700% May 1, 2029	1.2				
Mortgage_CS 3.450% FEB 01 2027	1.2				
Mortgage_CS 2.900% MAY 01 2028	1.2				
Mortgage 3.410% Jan 01 2030	1.1				
Mortgage_CS 3.044% Apr 01 2028	1.1				
Mortgage_CS 2.290% APR 01 2024	1.1				
Mortgage 3.010% Sep 01 2023	1.1				
Mortgage_CS 2.690% Mar 01 2031	1.1				
Mortgage 3.470% Nov 05 2025	1.1				
Mortgage_CS 2.900% Nov 01 2031	1.0				
Mortgage_CS 5.380% Nov 01 2027	1.0				
Mortgage 7.700% May 01 2023	1.0				
Mortgage_CS 4.510% Sep 01 2027	0.9				
Mortgage 3.160% Jan 01 2025	0.9				
Mortgage_CS 3.210% Mar 01 2027	0.9				
Mortgage 2.670% Jan 01 2027	0.9				
Mortgage_CS 2.550% Aug 01 2028	0.8				
Mortgage 3.140% Jan 01 2030	0.8				
Total % of top 25 holdings	30.2				
<b>Total number of holdings</b>	<b>547</b>				

Distributions (\$)/unit*	YTD	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Interest	—	0.35	0.34	0.35	0.37	0.36	0.33	0.35	0.37	0.40	0.43
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	—	—	—	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
<b>Total distributions</b>	<b>0.11</b>	<b>0.35</b>	<b>0.34</b>	<b>0.35</b>	<b>0.37</b>	<b>0.36</b>	<b>0.33</b>	<b>0.35</b>	<b>0.37</b>	<b>0.40</b>	<b>0.43</b>

\*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit [rbcgam.com/funds](http://rbcgam.com/funds).

## Manager bios

David Nygren, RBC Global Asset Management Inc.

David is an institutional portfolio manager on the Mortgage Investments Team at RBC GAM. Prior to joining the firm in 2013, David spent seven years at a commercial mortgage and real estate finance company, where he developed a mortgage risk analysis department. David is a CFA charterholder.

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Graphs are only used to illustrate the effects of the compound growth rate and do not reflect future values of any fund or returns on investment of any fund. Growth of \$100K chart shown represents a hypothetical investment of the Fund over the last 10 years, or from the last day of the since inception month for funds with less than 10 years performance history. The chart assumes reinvestment of all distributions and is net of fees.

MER (%) for this fund is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication. Net asset figures include all series of a fund. Fund category is determined by the Canadian Investment Funds Standards Committee (CIFSC).

Quartile rankings and equity style box information are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in the applicable Fund category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). The Morningstar Equity Style Box™ is a nine-square grid that illustrates the investment style of a security. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2023 Morningstar Research Inc.

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