# Attachment 3

## 2021-2022 Quarterly Fund Information

**Sinking Fund:**

***Table A3-1 – Balances in Market Value managed by Investment Managers ($millions)***

| Date | Fiera LDI | Addenda | Oakmark | Pier 21 | Fiera CCF[1] | LGIM | Total |
|---|---|---|---|---|---|---|---|
| Mar. 31, 2021 | $675.7 | $679.7 | $83.0 | $86.9 | $73.2 | $220.1[2] | $1,818.6 |
| June 30, 2021 | $724.6 | $724.9 | $87.5 | $90.8 | $80.3 | $231.1 | $1,939.2 |
| Sept 30, 2021 | $738.4 | $727.4 | $86.5 | $95.3 | $84.2 | $234.6 | $1,966.4 |
| Dec. 31, 2021 | $587.5[3] | $580.3[3] | $89.6 | $101.9 | $91.8 | $252.1 | $1,703.2 |
| Mar. 31, 2022[4] | $528.2 | $517.3 | $84.2 | $89.7 | $81.8 | $232.6 | $1,533.8 |
| June 30, 2022 | $527.1 | $514.2 | $74.4 | $78.8 | $73.0 | $206.8 | $1,474.3 |
| Sept. 30, 2022 | $669.2 | $656.4 | $70.4 | $78.4 | $73.3 | $205.6 | $1,753.3 |

[1] Fiera CCF (Contractual Common Fund) is also known as Fiera Global Focused Equity on Aon's report
[2] $210 million was transferred to LGIM on January 6, 2021
[3] $170 million was transferred out of each of Fiera LDI and Addenda on Nov 29th, 2021 for sinking fund maturity payment
[4] $51 million were transferred to each of Addenda and Fiera LDI fund on April 21, 2022

*Table A3-2 - Historical Asset Mix of the Sinking Fund*

| Asset Class - Sectors | Policy Range | Policy Target | 9/30/21 (%) | 12/30/21 (%) | 3/31/22 (%) | 6/30/22 (%) | 9/30/22 (%) |
|---|---|---|---|---|---|---|---|
| Segregated Sinking Fund Short Term Fund (Internal) | 0-100% | 0.0% | 14.7% | 13.6% | 16.4% | 24.6%[3] | 13.6% |
| Cash & Cash Equivalents (Investment Managers) | 0-5% | 0.0% | 0.4% | 0.5% | 0.3% | 0.2% | 0.1% |
| Government of Canada & Guarantees | 0-100% | 30.0% | 16.2% | 13.2% | 12.5% | 11.3% | 18.6% |
| Provincial (and Guarantees) & Municipal Bonds | 0-100% | 30.0% | 35.0% | 32.2% | 30.6% | 28.6% | 33.5% |
| Corporate Bonds | 0-60% | 10.0% | 12.0% | 13.3% | 13.6% | 13.2% | 13.1% |
| Global Equity Pooled Funds | 0-30% | 20.0% | 21.7% | 27.2% | 26.6% | 22.1% | 21.1% |
| Real Assets | 0-15% | 10.0% | N/A | N/A | N/A | N/A | N/A |
| Total | | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100% |

[1] The increase was due to the funding to a new investment manager, Legal & General Investment Management.
[2] An increase in cash holdings in preparation of the sinking fund repayment in July 2021
[3] The Fund was rebalanced in July 2022 by allocating $281 million in cash to fixed income

***Table A3-3 - Fixed Income Market Return Performance of the Sinking Fund managed by Fiera LDI and Addenda as at Sept 30, 2022[1]***

| Fixed Income | Fiera LDI | Addenda |
|---|---|---|
| Total Fund Size (Market Value $millions) | $669.2 | $656.4 |
| Portfolio Average Term (years) | 17.1 | 13.9 |
| Benchmark Average Term (years) | 12.6 | 12.7 |
| Average Credit Quality | AA | AA |
| Q3 2022 Portfolio Return (%) | 1.1% | 1.1% |
| Q3 2022 Benchmark Return (%) | 1.0% | 1.1% |
| **Q3 2022 Value Added (%)** | **0.1%** | **0.0%** |
| 1-year Portfolio Return (%) | -14.4% | -15.3% |
| 1-year Benchmark Return (%) | -14.6% | -15.0% |
| **1-year Value Added (%)** | **0.2%** | **-0.3%** |

**1** Performance Review and Investment (Q3 2022 Performance) - Aon - Attachment 1B

***Table A3-4 - Global Equity Market Return Performance of the Sinking Fund managed by Pier 21, Oakmark, Fiera CCF, and LGIM as at Sept 30, 2022[1]***

| | Pier 21 | Oakmark | Fiera CCF | LGIM |
|---|---|---|---|---|
| Total Fund Size (Market Value $millions) | $78.4 | $70.4 | $73.3 | $205.6 |
| Q3 2022 Portfolio Market Return (%) | -0.5% | -5.3% | 0.4% | -0.6% |
| Q3 2022 Benchmark (%)[2] | -0.6% | -0.6% | 0.0% | 0.0% |
| **Q3 2022 Value Added (%)** | **0.1%** | **-4.7%** | **0.4%** | **-0.6%** |
| 1-year Portfolio Return (%) | -17.8% | -18.6% | -12.9% | -12.4% |
| 1-year Benchmark Return (%) | -13.4% | -13.4% | -12.4% | -12.4% |
| **1-year Value Added (%)** | **-4.4%** | **-5.2%** | **-0.5%** | **0.0%** |

1 Performance Review and Investment (Q3 2022 Performance) - Aon - Attachment 1B
2 Both LGIM and Fiera CCF use the MSCI World Index as the performance benchmark because they do not invest in emerging markets that are included in the MSCI ACWI Index. The Sinking Fund global equity composite, as an aggregate, is still benchmarked against the MSCI ACWI Index

***Table A3-5 - Sinking Fund Earned Income ($millions)***

| Year | Average Fund Balance (Book Value) | Earned Income | Earned Return on Capital (Annualized) |
|---|---:|---:|---:|
| **Q3 2022** | **$2,203.6** | **$10.7** | **1.9%** |
| Q2 2022 | $2,032.2 | -$13.1 | -2.6% |
| Q1 2022 | $1,861.7 | $7.7 | 1.7% |
| 2021 | $2,172.8 | $18.5 | 0.9% |
| Q4 2021 | $1,946.4 | $-2.4 | -0.5% |
| Q3 2021 | $2,856.6 | $5.6 | 0.8% |
| Q2 2021 | $2,832.9 | $6.7 | 0.9% |
| Q1 2021 | $2,258.8 | $8.3 | 1.5% |

## Long Term Fund:

### *Table A3-6 –Balances in Market Value managed by Investment Managers ($millions)*

| Date | CC&L[3] | LW[3] | Oakmark | Pier 21 | Fiera CCF | LGIM[2] | Total |
|---|---|---|---|---|---|---|---|
| Mar. 31, 2021 | $1,298.0 | $1,294.5 | $144.6 | $154.4 | $127.6 | $401.4 | $3,420.5 |
| June 30, 2021 | $1,320.9 | $1,320.3 | $152.3 | $161.3 | $139.9 | $421.4 | $3,516.1 |
| Sept 30, 2021 | $1,314.7 | $1,314.7 | $150.6 | $169.3 | $146.7 | $427.7 | $3,523.7 |
| Dec. 31, 2021 | $1,334.5 | $1330.6 | $156.0 | $181.0 | $160.0 | $459.6 | $3,621.7 |
| Mar. 31, 2022 | $1,242.0 | $1,244.3 | $146.6 | $159.3 | $142.6 | $424.1 | $3,358.9 |
| June 30, 2022 | $1,171.5 | $1,176.1 | $129.5 | $139.9 | $127.2 | $377.1 | $3,121.3 |
| Sept. 30, 2022 | $1,180.4[4] | $1,185.2[4] | $122.6 | $139.2 | $127.8 | $374.8 | $3,130.0 |

[1] $360 million cash ($120 million each) was transferred to the management of Oakmark, Pier 21 and Fiera CCF on Nov 1, 2019, Nov 1, 2019, and Feb 24, 2020 respectively
[2] $376 million cash was transferred to the management of LGIM on December 16, 2020
[3] Connor, Clark & Lunn Investment Management ("CC&L"); Leith Wheeler Investment Counsel Ltd ("LW")
[4] Includes both Active and Inactive subfunds

### *Table A3-7 - Historical Asset Mix Long-Term Fund*

| Asset Class - Sectors | Policy Range | Policy Target | 9/30/21 (%) | 12/31/21 (%) | 3/31/22 (%) | 6/30/22 (%) | 9/30/22 (%) |
|---|---|---|---|---|---|---|---|
| Segregated Short Term Fund (Internal)[1] | 0-100% | 0.0% | 9.3% | 9.1% | 9.8% | 10.6% | 10.6% |
| Cash & Cash Equivalents | 0-5% | 0.0% | 0.5% | 0.8% | 1.2% | 1.5% | 0.6% |
| Government of Canada & Guarantees | 0-100% | 30.0% | 12.5% | 11.8% | 13.8% | 14.3% | 15.7% |
| Provincial & Guarantees, Municipal Bonds | 0-100% | 30.0% | 29.0% | 29.8% | 28.4% | 24.6% | 24.7% |
| Corporate Bonds | 0-60% | 10.0% | 25.7% | 24.5% | 23.4% | 26.8% | 26.6% |
| Global Equity Pooled Funds | 0-30% | 20.0% | 23.0% | 24.0% | 23.4% | 22.2% | 21.8% |
| Real Assets | 0-15% | 10.0% | N/A | N/A | N/A | N/A | N/A |
| **Total** | | **100.0%** | **100.0%** | **100.0%** | **100.0%** | **100.0%** | **100.0%** |

[1]Total Segregated Short Term Fund includes cash and short-term investments that will be allocated to investment managers of the Long Term Fund.

***Table A3-8 - Fixed Income Market Return Performance of the Long-Term Fund managed by CC&L and LW[2]***

| (Market Value $millions) | LW - Active subfund | LW - Inactive subfund | CC&L Active subfund | CC&L - Inactive subfund |
|---|---|---|---|---|
| Total Fund Size as at Sept 30, 2022 | $1,165.2 | $20.0 | $1,153.7 | $26.6 |
| Portfolio Average Maturity (years) | 10.3 | 9.1 | 11.2 | 7.7 |
| Benchmark Average Maturity (years) | 10.4 | N/A | 11.2 | N/A |
| Portfolio Average Credit Quality | AA | AA | AA | AA |
| Benchmark Average Credit Quality | AA | N/A | AA | N/A |
| Q3 2022 Portfolio Return (%) | 0.8% | N/A | 0.8% | N/A |
| Q3 2022 Benchmark Return (%)[1] | 0.5% | N/A | 0.5% | N/A |
| **Q3 2022 Value Added (%)** | **0.3%** | **N/A** | **0.3%** | **N/A** |
| 1-year Portfolio Return (%) | -9.8% | N/A | -10.2% | N/A |
| 1-year Benchmark Return[1] (%) | -10.5% | N/A | -10.5% | N/A |
| **1-year Value Added** | **0.7%** | **N/A** | **0.3%** | **N/A** |

**1** FTSE Canada Universe Bond Index
**2** From Aon Report - Performance Review and Investment (Q3 2022 Performance) and individual manager's reporting

***Table A3-9 - Global Equity Pooled Funds Market Return Performance of the Long-Term Fund managed by Pier 21, Oakmark, Fiera CCF, and LGIM[1]***

| (Market Value $millions) | Pier 21 | Oakmark | Fiera CCF | LGIM |
|---|---|---|---|---|
| Total Fund Size | $139.2 | 122.6 | $127.8 | $374.8 |
| Q3 2022 Portfolio Market Return (%) | -0.5% | -5.3% | 0.4% | -0.6% |
| Q3 2022 Benchmark (%)[2] | -0.6% | -0.6% | 0.0% | 0.0% |
| **Q3 2022 Value Added (%)** | **0.1%** | **-4.7%** | **0.4%** | **-0.6%** |
| 1-year Portfolio Return (%) | -17.8% | -18.6% | -12.9% | -12.4% |
| 1-year Benchmark Return (%)[2] | -13.4% | -13.4% | -12.4% | -12.4% |
| **1-year Value Added (%)** | **-4.4%** | **-5.2%** | **-0.5%** | **0.0%** |

**1** From Aon Report - Performance Review and Investment (Q3 2022 Performance) – Attachment 1B
**2** Both LGIM and Fiera CCF use the MSCI World Index as the performance benchmark because they do not invest in emerging markets that are included in the MSCI ACWI Index. The Long Term Fund global equity composite, as an aggregate, is still benchmarked against the MSCI ACWI Index

***Table A3-10 - Long Term Fund Earned Income ($millions)***

| Year | Average Fund Balance (Book Value) | Earned Income | Earned Return on Capital (Annualized) |
|---|---|---|---|
| **Q3, 2022** | **$3,663.9** | **-18.1** | **-1.9%** |
| Q2, 2022 | $3,691.1 | -$44.6 | -4.7% |
| Q1, 2022 | $3,732.6 | -$18.1 | -1.9% |
| 2021 | $3,695.7 | $69.3 | 1.9% |
| Q4, 2021 | $3,349.6 | $19.2 | 2.1% |
| Q3, 2021 | $3,705.8 | $19.5 | 2.1% |
| Q2, 2021 | $3,685.3 | $17.2 | 1.9% |
| Q1, 2021 | $3,674.6 | $13.4 | 1.5% |