

Queen's Pension Plan

Monthly Report



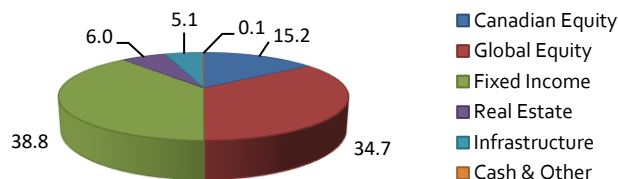
February 2020

FUND DETAILS

Total Assets (\$Mil)	2,166
Total Fees (%) ¹	0.43
Currency Hedging Policy	50% of USD and EUR exposure is hedged to CAD

¹ Excluding performance-based fees

CURRENT ASSET MIX (%)



PERFORMANCE ANALYSIS (NET)

Annualized Returns (%)	1 Month	1 Year	4 Year	10 Year
Net Return	-3.3	5.2	7.4	7.6
Benchmark ²	-3.2	8.4	7.6	7.8
Excess Return	-0.1	-3.2	-0.2	-0.2

² Calculated as the target-weighted average of investment manager benchmarks

MONTHLY COMMENTARY

The Queen's Pension Plan (QPP) returned -3.3% net of fees in February, bringing the cumulative net return for the 2019-20 plan year to 1.7%.

Equity markets sold off in February across the globe. The S&P/TSX Composite Index returned -5.9%; all 11 sectors posted negative returns. The top performers of the month, Utilities and Information Technology, lost 2.6% each. Health Care (-16.7%), Materials (-7.6%) and Consumer Discretionary (-7.3%) were the biggest detractors. In the U.S., the S&P 500 dropped 8.2% (-6.9% in Canadian dollar terms) and all 11 sectors posted negative returns. The worst performing sectors were Energy (-14.6%), Financials (-11.2%) and Utilities (-9.9%). Outside North America, the MSCI Emerging Markets Index declined 3.8%, while the MSCI World Index and the MSCI EAFE Index lost 8.1% each in local currency terms (-3.8%, -7.0% and -7.7% in Canadian dollar terms, respectively).

The FTSE Canada Universe Bond Index gained 0.7% in February as bond yields fell and the yield curve flattened. Two-year yields declined 29 basis points to 1.14% and ten-year yields decreased 15 basis points to 1.12%. The Federal sector of the Index gained 1.1%, the Provincial sector advanced 0.6% and the Corporate sector rose 0.4%. The Canadian dollar depreciated 1.5% against the U.S. dollar, closing the month at 74.5 cents U.S.

CAPITAL MARKET RETURNS (%) in CAD

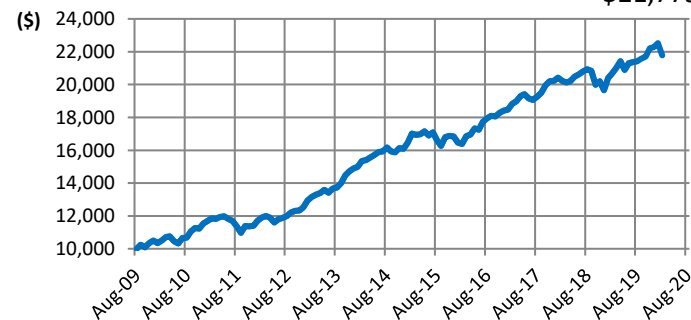
	1 Month	1 Year
S&P/TSX Composite Index	-5.9	4.9
S&P 500	-6.9	10.3
MSCI World Ex-Canada Net	-7.1	6.8
FTSE Canada Universe Bond	0.7	9.1
91 Day T-Bills	0.2	1.7

INVESTMENT MANAGERS

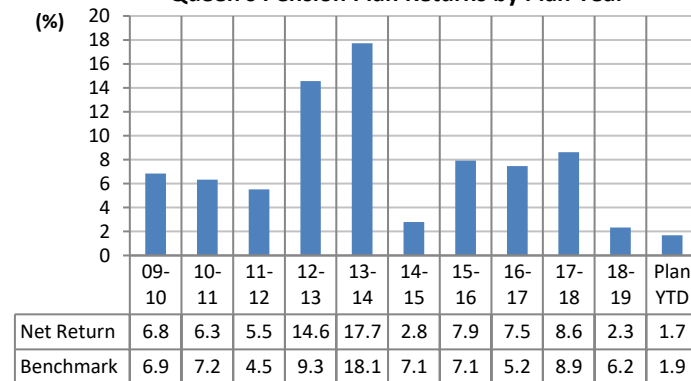
ASSET CLASS/MANAGER BENCHMARK TARGET (%)

Canadian Equity		16.0
Burgundy Asset Management	S&P/TSX Composite Index	4.7
Connor, Clark & Lunn	S&P/TSX Composite Index	4.4
TD Asset Management	S&P/TSX Composite Index	3.4
Letko, Brosseau & Associates	S&P/TSX Composite Index	3.6
Global Equity		37.0
Orbis Investments	MSCI ACWI Net Index	5.0
State Street Global Advisors	MSCI World Ex-Canada Net	32.0
Fixed Income		37.0
PIMCO	FTSE Canada Universe Bond	10.0
Connor, Clark & Lunn	FTSE Canada Universe Bond	9.5
TD Asset Management	FTSE Canada Universe Bond	9.5
Sun Life Investment Mgmt	FTSE Canada Corporate Universe Bond	6.0
Fiera Private Debt	FTSE Canada Universe Bond	2.0
Real Estate		5.0
OMERS (Oxford Properties)	MSCI/REALPAC	5.0
Infrastructure		5.0
OMERS (Infrastructure)	Canadian CPI + 4%	5.0

Growth of \$10,000 since Aug 31, 2009 \$21,775



Queen's Pension Plan Returns by Plan Year³



³ Plan Year is from September 1st to August 31st