

Queen's Pension Plan

Monthly Report



April 2020

FUND DETAILS

Total Assets (\$Mil)	2,108
Total Fees (%) ¹	0.43
Currency Hedging Policy	50% of USD and EUR exposure is hedged to CAD

¹ Excluding performance-based fees

MONTHLY COMMENTARY

The Queen's Pension Plan (QPP) returned 6.5% net of fees in April, bringing the cumulative net return for the 2019-20 plan year to -0.7%.

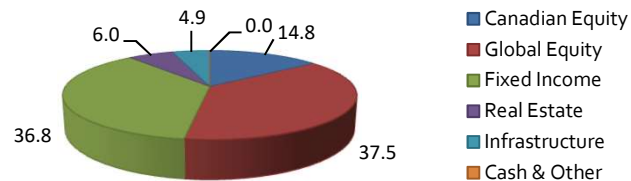
Equity markets rebounded in April and the S&P/TSX Composite Index climbed 10.8%. Ten out of 11 sectors posted positive returns with Materials (+33.0%), Information Technology (+29.3%) and Consumer Discretionary (+20.1%) being the top performers. Communications (-0.3%) was the only sector to post a negative return. In the U.S., the S&P 500 surged 12.8% (+10.1% in Canadian dollar terms) and all 11 sectors posted positive returns. The best performing sectors were Energy (+29.8%), Consumer Discretionary (+20.6%) and Materials (+15.3%). Outside North America, the MSCI World Index advanced 10.6%, the MSCI Emerging Markets Index gained 8.8% and the MSCI EAFE Index increased 5.5% in local currency terms (+8.3%, +6.5% and +4.0% in Canadian dollar terms, respectively).

The FTSE Canada Universe Bond Index gained 3.8% as bond yields decreased. Two-year yields declined 12 basis points to 0.30% and ten-year yields decreased 17 basis points to 0.54%. The Provincial sector of the Index gained 5.2%, the Corporate sector advanced 4.8% and the Federal sector rose 1.6%. The Canadian dollar appreciated 2.0% against the U.S. dollar, closing the month at 71.9 cents U.S.

CAPITAL MARKET RETURNS (%) in CAD

	1 Month	1 Year
S&P/TSX Composite Index	10.8	-7.9
S&P 500	10.1	4.1
MSCI World Ex-Canada Net	8.2	-0.6
FTSE Canada Universe Bond	3.8	8.5
91 Day T-Bills	0.1	1.8

CURRENT ASSET MIX (%)



INVESTMENT MANAGERS

ASSET CLASS/MANAGER	BENCHMARK	TARGET (%)
Canadian Equity		
16.0		
Burgundy Asset Management	S&P/TSX Composite Index	4.6
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

PERFORMANCE ANALYSIS (NET)

Annualized Returns (%)	1 Month	1 Year	4 Year	10 Year
Net Return	6.5	-0.7	5.8	7.0
Benchmark ²	6.2	3.4	6.9	7.4
Excess Return	0.3	-4.1	-1.1	-0.4

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

