

Queen's Pension Plan

Monthly Report



Queen's
UNIVERSITY

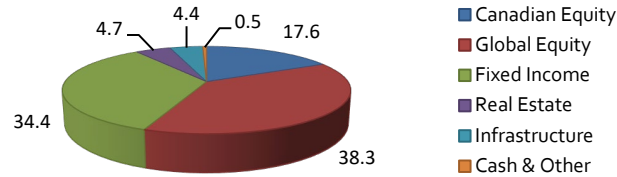
March 2021

FUND DETAILS

Total Assets (\$Mil)	2,452
Total Fees (%) ¹	0.37
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	1.6	25.7	7.3	7.8
Benchmark ²	1.0	20.3	7.4	7.7
Excess Return	0.6	5.4	-0.1	0.1

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

MONTHLY COMMENTARY

The Queen's Pension Plan (QPP) returned 1.6% net of fees in March, bringing the cumulative net return for the 2020-2021 plan year to 8.9%.

North American equities continued moving higher in March, as vaccine rollouts accelerated and optimism around economic recovery grew. The S&P/TSX Composite Index returned 3.9% as nine out of 11 sectors posted positive returns. Consumer Staples (+9.1%), Energy (+6.6%) and Financials (+6.5%) were the best performers. Information Technology (-9.4%) was the worst performing sector. In the U.S., the S&P 500 gained 4.4% (+3.6% in Canadian dollar terms). All 11 sectors posted positive returns with Utilities (+10.1%) the best performer, followed by Industrials (+8.8%) and Consumer Staples (+7.7%). Outside North America, the MSCI EAFE Index gained 5.4%, the MSCI World Index advanced 4.3% and the MSCI Emerging Markets Index lost 0.9% in local currency terms (+1.7%, +2.6% and -2.2% in Canadian dollar terms, respectively).

The FTSE Canada Universe Bond Index declined 1.5% as the Canadian yield curve steepened. Two-year yields lost 8 basis points to 0.22% and ten-year yields advanced 20 basis points to 1.55%. The Provincial sector of the Index fell 2.4%, the Corporate sector decreased 1.0% and the Federal sector lost 0.8%. The Canadian dollar appreciated 0.9% against the U.S. dollar, closing the month at 79.5 cents U.S.

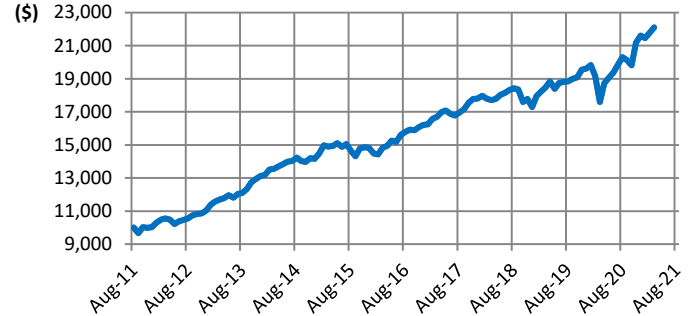
CAPITAL MARKET RETURNS (%) in CAD

	1 Month	1 Year
S&P/TSX Composite Index	3.9	44.3
S&P 500	3.6	38.1
MSCI World Ex-Canada Net	2.5	35.9
FTSE Canada Universe Bond	-1.5	1.6
91 Day T-Bills	0.0	0.2

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

Growth of \$10,000 since Aug 31, 2011 \$22,108



Queen's Pension Plan Returns by Plan Year³

(%)	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	Plan YTD
Net Return	5.5	14.6	17.7	2.8	7.9	7.5	8.6	2.3	7.7	8.9
Benchmark	4.5	9.3	18.1	7.1	7.1	5.2	8.9	6.2	8.9	5.2

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