

Quarter ending December 31, 2017

**Contact:**

1 888 888 FUND (3863)

**Assets Under Management:**

\$397.5 million

**Inception Date (Class A):**

November 24, 1999

## Investment Strategy

Renaissance Canadian Fixed Income Private Pool<sup>†</sup> seeks to generate a high level of total investment return by investing primarily in the bonds of Canadian governments and companies, that do not mature for at least one year, with a rating of not lower than 'B' by Dominion Bond Rating Service Limited, or equivalent.

## Portfolio Manager Profiles



**AllianceBernstein Canada, Inc.:** Alliance Capital acquired Sanford C. Bernstein in October 2000 to form AllianceBernstein. AllianceBernstein Canada Inc. (AB) is a subsidiary of AllianceBernstein L.P. AB offers a comprehensive range of research, portfolio management, and wealth management services. Headquartered in New York, it has offices in 46 locations in 22 countries. With offices around the world, it can leverage global capabilities to meet the needs of its clients.

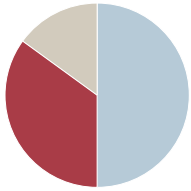


**Baker Gilmore & Associates Inc.:** Founded in 1988, Baker Gilmore & Associates Inc. (Baker Gilmore) is a member of CC&L Financial Group since January 2000. The firm is independent and partner-owned. The Montreal-based company is a specialty fixed income manager with a long track record of adding value across a wide range of mandates for a variety of clients, including pension funds, insurance companies, corporations and non-profit institutions. Baker Gilmore believes that markets regularly deviate from fundamentals, allowing a value-driven approach to generate superior returns over a long-term investment horizon.



**Canso Investment Counsel Limited:** Since inception in 1997, Canso has been solely dedicated to managing corporate bonds. The founder, John Carswell, has more than 20 years' experience. Canso's investment team is comprised of five portfolio managers and credit analysts, who have demonstrated a solid track record for corporate bond mandates. The firm concentrates on fundamental analysis and security selection of corporate bonds and focuses on buying 'out-of-favour' and cheap bonds. This results in a diversified and well-structured portfolio of corporate bonds with a credit range including all investment grade bonds and some allocation to below investment grade issues.

**Portfolio Manager Allocation** As at December 31, 2017



Portfolio Managers		Management Style
50%	Baker Gilmore & Associates Inc	Fixed Income Core
35%	AllianceBernstein Canada, Inc.	Fixed Income Core Plus
15%	Canso Investment Counsel Limited	Corporate

**Aggregate Portfolio Characteristics**

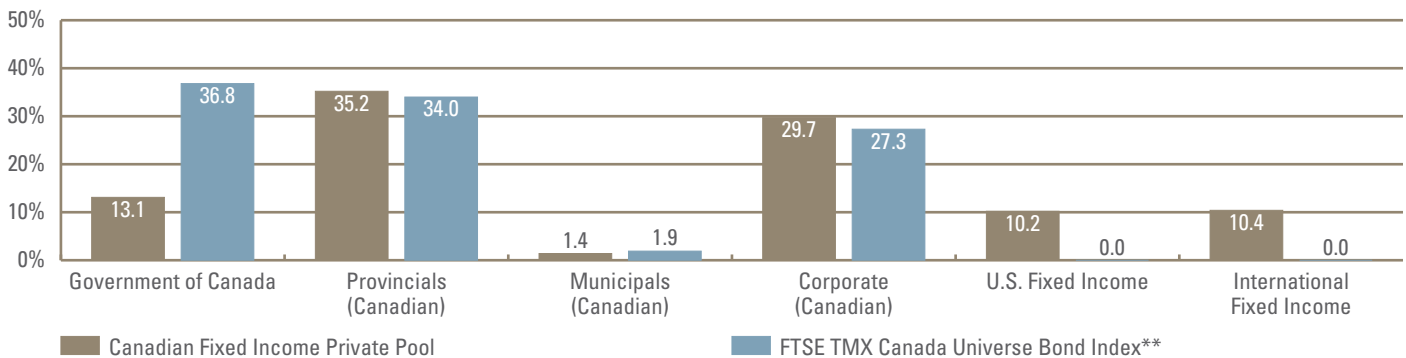
As at December 31, 2017

	Canadian Fixed Income Private Pool	FTSE TMX Canada Universe Bond Index**
Years to Maturity	10.42	10.50
Modified Duration	7.18	7.59
Yield to Maturity	2.86%	2.47%
Coupon Rate	3.56%	3.36%
Credit Rating	A	AA

**Top 10 Holdings** As at December 31, 2017

NHA MBS MERRILL LYNCH CDA INC 1.620% 01-MAR-2022 #97508630	4.47%
PROVINCE OF QUÉBEC 3.5% 01-DEC-2022 MTN	3.31%
PROV OF ONTARIO, 2.60%, 2027/06/02	2.97%
PROV OF ONTARIO 2.600% 02-JUN-2025 BDS	2.47%
PROV OF ONTARIO 2.400% 02-JUN-2026 BDS	2.40%
PROV OF ONTARIO, 5.60%, 2035/06/02	2.39%
CANADA HOUSING TRUST NO.1 1.250% 15-DEC-2020	2.34%
PROV OF QUEBEC VAR RT 19-OCT-2023 MTN	2.33%
NHA MBS MERRILL LYNCH CDA INC 1.370% 01-NOV-2021 #97507953	2.16%
PROV OF ONTARIO 3.450% 02-JUN-2045 BDS	2.04%
<b>Total</b>	<b>26.87%</b>

**Fixed Income Breakdown (%)** As at December 31, 2017



**Risk Statistics** January 01, 2000 – December 31, 2017

Total Risk	Std. Dev. (%)	Annualized Return (%)
Canadian Fixed Income Private Pool	3.41	3.64
Category Median*	3.48	4.33
FTSE TMX Canada Universe Bond Index**	3.79	5.64

Market Risk	Beta	Alpha (%)	R-Squared (%)
Canadian Fixed Income Private Pool vs. Category Median*	0.95	(0.46)	0.94
Canadian Fixed Income Private Pool vs. FTSE TMX Canada Universe Bond Index**	0.88	(1.24)	0.95

Number of Up/Down Quarters Since Inception	Up Quarters	Down Quarters
Canadian Fixed Income Private Pool	54	18
Category Median*	53	19
FTSE TMX Canada Universe Bond Index**	55	17

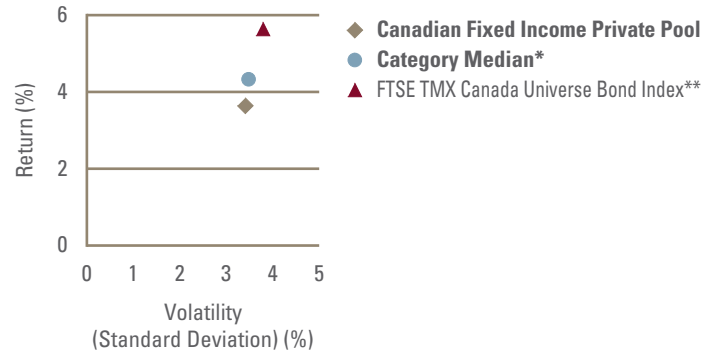
Source: Morningstar and Bloomberg

**Risk Statistics Definitions**

**Standard Deviation:** Measures the historical volatility (risk) of a fund or portfolio in relation to its mean return over a period of time.

**Beta:** Measures the volatility of a fund or portfolio in comparison to that of its benchmark. A beta greater than 1 indicates greater volatility than the benchmark, and a beta less than 1 indicates less volatility than the benchmark.

**Risk/Reward**



Source: Morningstar and Bloomberg

**Alpha:** Measures the risk-adjusted return relative to the benchmark. An alpha of 1% means the fund or portfolio outperformed its benchmark by 1% after adjusting for the risk of the fund or portfolio relative to its benchmark.

**R-Squared:** Measures how closely a fund or portfolio's performance is explained by movements in its benchmark. R-squared ranges from 0 to 100 and reflects the percentage of a fund's movements that are explained by movements in its benchmark index.

**Performance** Class A, Net of fees (CAD) As at December 31, 2017

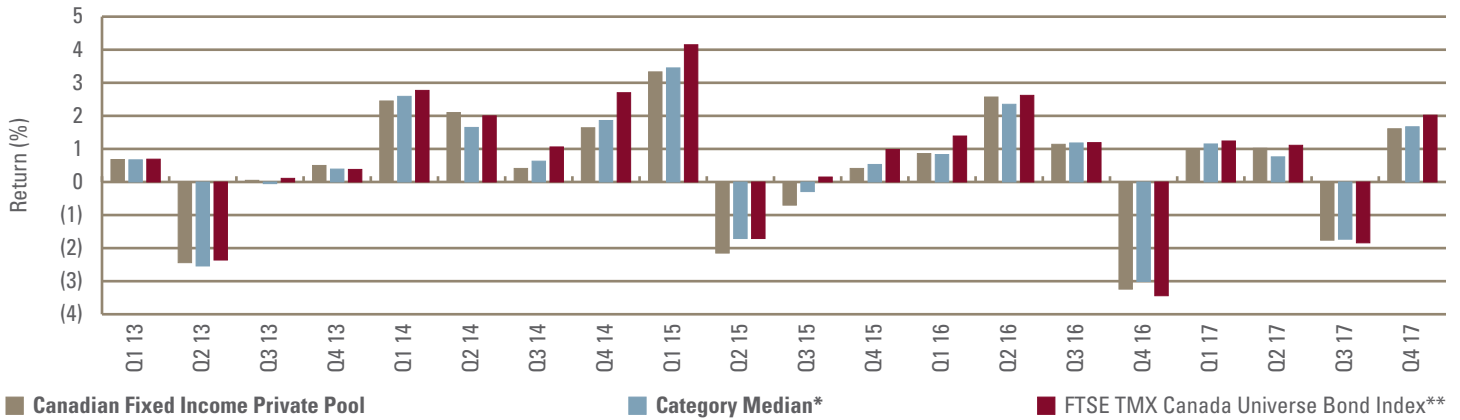
Returns (%)	3 Months	6 Months	1 year	3 years	5 years	10 years	Since Inception
Canadian Fixed Income Private Pool	1.6	(0.2)	1.8	1.3	1.8	3.2	3.6
Category Median*	1.7	(0.1)	1.8	1.7	2.1	3.8	4.3
FTSE TMX Canada Universe Bond Index**	2.0	0.2	2.5	2.6	3.0	4.7	5.6

Calendar Year Returns (%)	2017	2016	2015	2014	2013	2012	2011	2010
Canadian Fixed Income Private Pool	1.8	1.3	0.8	6.8	(1.2)	3.0	5.8	4.5
Category Median*	1.8	1.5	1.9	6.9	(1.6)	3.4	7.2	7.6
FTSE TMX Canada Universe Bond Index**	2.5	1.7	3.5	8.8	(1.2)	3.6	9.7	6.7

Source: Morningstar and Bloomberg

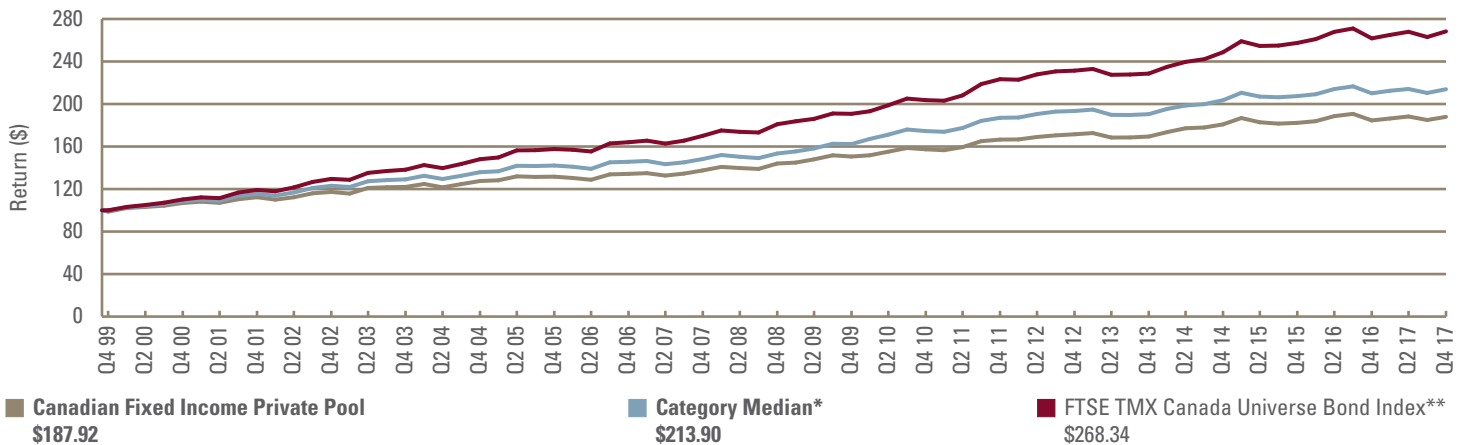
Please note: All Pool and median figures are reported net of fees whereas benchmark data is reported gross of fees. This may impact a direct comparison between the two figures.

**Quarterly Returns** As at December 31, 2017



Source: Morningstar and Bloomberg

**Cumulative Returns** As at December 31, 2017



Source: Morningstar and Bloomberg

\*Morningstar® Median Canadian Fixed Income – MF. \*\*Formerly DEX Universe Bond Index.

<sup>†</sup>Source: Brandywine Global Investment Management, LLC, March 31, 2012

<sup>‡</sup>Effective April 17, 2016 the Frontiers Pools were renamed to Renaissance Private Pools.

Commissions, trailing commissions, management fees and expenses all may be associated with an investment in the Renaissance Private Pools and the use of the Frontiers asset allocation service. Please read the Renaissance Private Pools simplified prospectus in which an investment may be made under the asset allocation service before investing. The indicated rates of return are the historical annual compounded total returns assuming the investment strategy recommended by the asset allocation service is used and after deduction of the fees and charges in respect of the service. The returns are based on the historical annual compounded total returns for Class A units of the participating Renaissance Private Pools, including changes in unit value and reinvestment of all distributions, and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder in respect of a participating Renaissance Private Pool that would have reduced returns. The Renaissance Private Pools are not guaranteed, their values change frequently and past performance may not be repeated. The Renaissance Private Pools and Axiom Portfolios are offered by CIBC Asset Management Inc. ®Frontiers and ®Axiom Portfolios are registered trademarks of CIBC Asset Management Inc. CIBC Asset Management is a trademark of CIBC. CIBC Wood Gundy is a division of CIBC World Markets Inc., a subsidiary of Canadian Imperial Bank of Commerce and member of CIPF. The Renaissance Private Pools are connected issuers of CIBC World Markets Inc.