Annual Public Meeting

October 17, 2023

Martin Glynn

Chair of the Board

Deborah K. Orida

President and
Chief Executive Officer



Agenda

Opening Remarks from the Chair of the Board	Martin Glynn Chair of the Board	
Update from the President & CEO	Deborah K. Orida President & Chief Executive Officer	
Closing Remarks	Deborah K. Orida President & Chief Executive Officer	
Question & Answer Session	Moderated by Yolande James Managing Director and Head of Strategic Communications and Global Government Affairs	



Opening Remarks

Martin Glynn, Chair of the Board



Public Sector Pension Plans: Stakeholders



Government of Canada

President of the Treasury Board

Responsible for Public Service Pension Plan accounts and for the funding and overarching policy of all four plans

Minister of Public Safety

Responsible for RCMP Pension Plan account

Minister of National Defence

Responsible for Canadian Forces and Reserve Force pension plan accounts

Public Services and Procurement Canada (PSPC)

Manages the day-to-day administration of the plans (determine eligibility, calculate and pay benefits, etc.)

Office of the Chief Actuary

Performs periodic actuarial valuations for funding purposes and calculates yearly obligations



Responsible for:

- Managing the funds transferred by the Government of Canada in the best interest of contributors and beneficiaries, and
- Maximizing investment returns without undue risk of loss, having regard to the funding, policies and requirements of the pension plans.

Pension Advisory Committees

Public Service

Canadian Forces

RCMP

Composed of representatives of the employer and active and retired plan members appointed by the respective Ministers. Provides advice and assistance to their respective Ministers on matters affecting the operation of their Superannuation Acts.



Governance Overview

Parliament

Establishes legislative governance framework (PSPIB Act)

Government of Canada

- Funding Policy
 - Asset Liability Committee
- Communicates the Government's risk tolerance (Reference Portfolio)
- Appoints 11 non-executive directors, Pension Advisory Committee members and the **Nominating Committee**
- Tables the Annual Report

Arm's length



PSP

(Non-agent, parent Crown Corporation wholly owned by the Government of Canada)

Board of Directors

- Makes key decisions, including the determination of PSP's asset mix
- Exercises oversight: supervises management and oversees risks
- Provides insights and advice to management
- Appoints the CEO

Management & Employees

- Develop and implement PSP's investment strategy
- Manage and direct the day-today affairs of PSP Investments



Update from the President & CEO

Deborah K. Orida, President and CEO





Annual Report

We outperformed our key benchmarks
in a volatile year for investors.

210.95
12.411.80
207.70
210.95
210.95
207.70

\$243.7B

Net AUM*

5.7%

Increase in Net AUM

	1-year	5-year **	10-year **
Our Total Fund	4.4% 1-year rate of return	7.9% 5-year rate of return	9.2% 10-year rate of return
Net Portfolio Income	\$10.2B Net Portfolio Income ¹	\$74.3B Cumulative 5-year net portfolio income¹	\$130.1B Cumulative 10-year net portfolio income¹
Net Investment gains	\$9.5B Net investment gains above the Reference Portfolio ²	\$22.3B Cumulative net investment gains above the Reference Portfolio ² over 5 years	\$31.8B Cumulative net investment gains above the Reference Portfolio² over 10 years

^{*}Net AUM denotes assets under management



^{**}Annualized rates of return

¹ Excluding contributions

² The Government of Canada gives to PSP Investments a Reference Portfolio that communicates its tolerance for funding risk

Our strategy to diversify into private markets and expand globally is key to maintaining stability*



*All figures are as at March 31, 2023



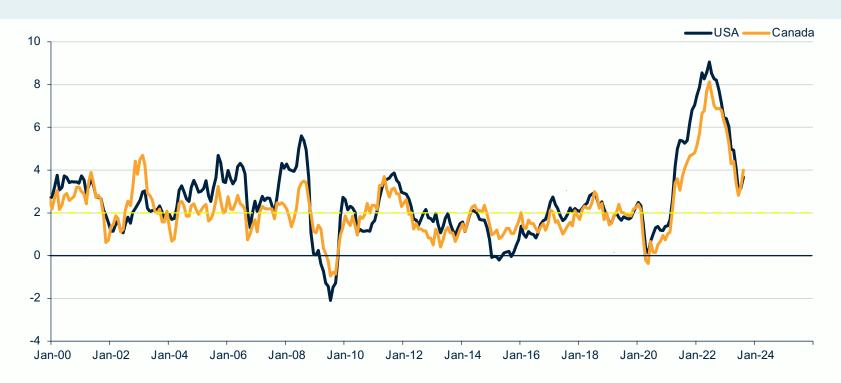


FY23 continued to prove challenging for equity markets globally

Capital Markets Public Market Equities Fixed Income ⁵ 53.4 B \$ 45.0 B \$40.7 B \$ 59.1 B Net AUM (FY2022) Net AUM (FY2022) ^{\$} 0.6 B \$(0.5) B Portfolio Loss Portfolio Income 5-year annualized return 5-year annualized return 7.7% 2.4% 6.6% Benchmark return 2.1% Benchmark return



Inflation trending down but still above 2% target





Policy rates are elevated to fight inflation





2023 Sustainable Investment Report

PSP

Embedding sustainable investing

Public Sector Pension Investment Board



2023 **Sustainable Investment Report**

Closing Remarks

Deborah K. OridaPresident and CEO



Questions and Answers

Moderated by Yolande James

Managing Director and Head of Strategic Communications and Global Government Affairs



Thank you

PSP