

Final Terms & Book Analysis

Issuer:	PSP Capital Inc.	Issuance Spread:	+ 39.0 bps versus CAN 2.25% March 2024
Format:	Fixed Rate Notes	Total Book Size:	C\$1.2 billion
Rating:	Aaa / AAA / AAA (All Stable) Moody's / S&P / DBRS	# of Investors:	37 Investors
Issue Amount:	C\$500 million (total amount O/S of C\$1.5 billion)	# Orders ≥ \$25 million:	15 Orders
Coupon:	3.29%	% of International Participation:	36%
Maturity:	April 4, 2024	Joint Lead Managers:	RBC / BNS

Transaction Overview

- On September 11, 2019, RBC and Scotia acted as joint leads and bookrunners on a C\$500 million re-opening of its 3.29% Series 7 Notes, due April 4, 2024
- The total amount outstanding of its 3.29% Series 7 Notes now stands at C\$1.5 billion
- PSP Capital Inc. last accessed the market in June 2019 with a C\$500 million re-opening of 2.09% Notes, Series 7, due November 22, 2023

About the Issuer

- PSP Capital Inc. is a wholly-owned subsidiary of Public Sector Pension Investment Board ("PSP Investments")
- PSP Investments is one of Canada's largest public investment managers with C\$168 billion of net assets under management as at March 31, 2019
- First accessed the market in 2008
- PSP Capital Inc. now has C\$8.25 billion of term debt outstanding

Key Transaction Highlights

Execution **Transaction Announced:** Officially launched on the morning of Tuesday, September 10. Books opened with initial price thoughts in the area of +39.0 bps versus CAN 2.25% March 2024, reflecting secondary market context

Book Build: Order book for North American investors became subject at 3pm on Tuesday, while it remained open until the next morning for international investors to allow global participation. During North American hours, PSP Capital Inc. gathered north of C\$1.0 billion of interest. Incremental international demand resulted in final books of C\$1.2 billion

Pricing: The transaction priced on the morning of Wednesday, September 11 at C\$106.283 with a yield of 1.846% for a spread +39.0 bps versus CAN 2.25% March 2024 (using C\$103.42 / 1.456%)

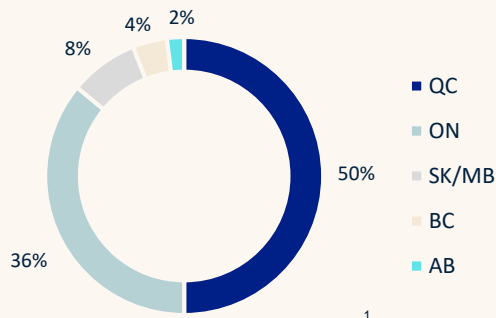
Book Analysis

- Order book of ~C\$1.2 billion with 37 orders
- Order book was anchored by notable interest from bank treasuries, official institutions, and asset managers

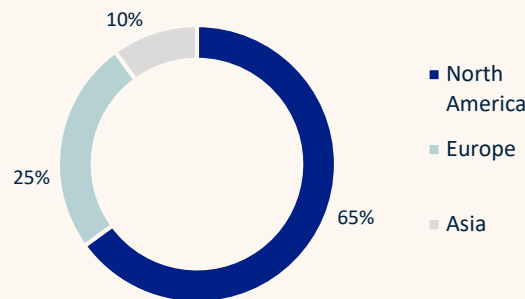
Highlights

- Strong international investor participation at 35%
- The PSP spread was priced at +9.0 bps versus equivalent CMB maturity
- The re-opening of the 3.29% bonds closed the day slightly tighter at +38.75 bps
- Seven new buyers who purchased C\$129.5 million in aggregate (26% of the offering)
- Since its inaugural transaction in December 2008, PSP Capital Inc. has issued 11 different Series of Notes with C\$11.4 billion raised in aggregate, including 5 re-openings

Distribution by Province



Distribution by Region



Distribution by Investor Type

