

Final Terms & Book Analysis

Issuer:	PSP Capital Inc.	Issuance Spread:	+ 60.0 bps versus CAN 2.25% June 2029
Format:	Fixed Rate Notes	Total Book Size:	Over C\$950 million
Rating:	Aaa / AAA / AAA (All Stable) Moody's / S&P / DBRS	# of Investors:	46 Investors
Issue Amount:	C\$500 million	# Orders ≥ C\$25 million:	14 Orders
Coupon:	2.05%	% of International Participation:	~20%
Maturity:	January 15, 2030	Joint Lead Managers:	RBC / DESJ / NBF

Transaction Overview

- On February 20th, 2020, RBC, DESJ and NBF acted as joint leads and bookrunners on a C\$500 million re-offering of 2.05% Series 12 Notes, due January 15, 2030, bringing the total outstanding to C\$1.25 billion
- PSP Capital Inc. last accessed the market in December 2019 with the initial offering of C\$750 million the 2.05% Series 12 Notes due January 15, 2030

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\$9.5 billion of term debt outstanding

Key Transaction Highlights

Execution **Transaction Announced:** Officially launched on the morning of Wednesday, February 19th. Books opened with initial price thoughts in the area of +60.5 bps versus CAN 2.25% June 2029, reflecting market context

Book Build: Order book for North American and International investors closed at 9 a.m. on Thursday, February 20. During North American hours, PSP Capital Inc. gathered ~C\$850 million of interest. Incremental demand of ~C\$100 million was added during the overnight session

Pricing: The transaction priced around noon time on Thursday, February 20 at C\$101.344 with a yield of 1.900% for a spread +60.0 bps versus CAN 2.25% June 2029 (using C\$108.27 / 1.300%).

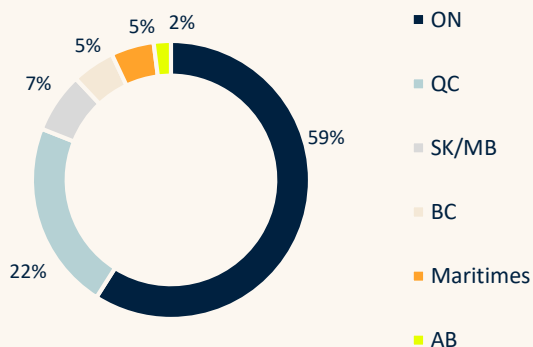
Book Analysis

- Order book over C\$950 million with 46 orders
- Order book was anchored by notable interest from bank treasuries and asset managers. As in past transactions, insurance companies continued to be important participants.

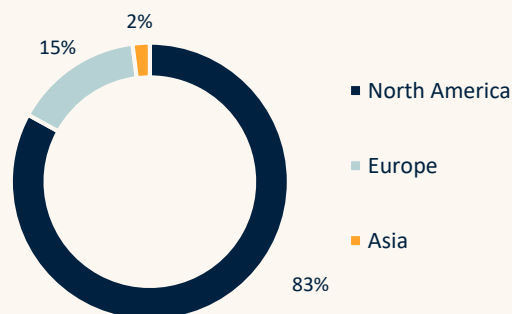
Highlights

- Increased international participation versus initial offering
- The PSP spread was priced at +23 bps versus equivalent CMB maturity
- 5 new buyers and 2 buyers who had not participated since 2016
- Since its inaugural transaction in December 2008, PSP Capital Inc. has issued 12 different Series of Notes with C\$12.65 billion raised in aggregate, including 6 re-openings

Distribution by Province



Distribution by Region



Distribution by Investor Type

