

## Final Terms & Book Analysis

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

## Transaction Overview

- On February 20<sup>th</sup>, 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 19<sup>th</sup>. 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%).

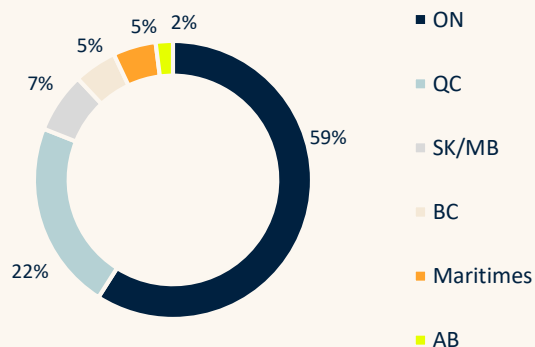
### Book Analysis

- 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.

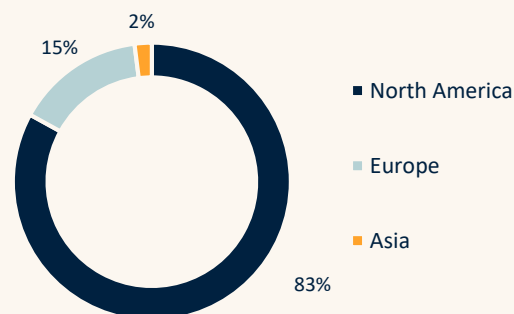
### Highlights

- 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

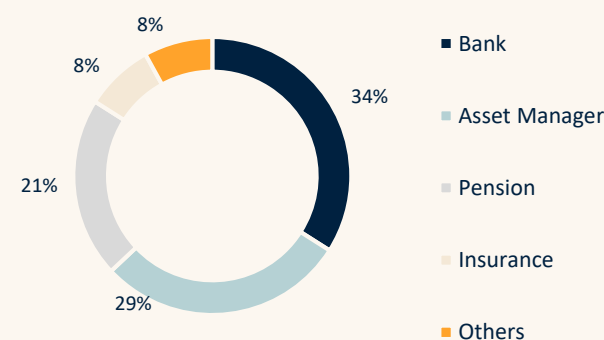
## Distribution by Province



## Distribution by Region



## Distribution by Investor Type



## Final Terms & Book Analysis

<b>Issuer:</b>	PSP Capital Inc.	<b>Issuance Spread:</b>	+ 64.5 bps versus CAN 2.25% June 2029
<b>Format:</b>	Fixed Rate Notes	<b>Total Book Size:</b>	Over C\$1.2 billion
<b>Rating:</b>	Aaa / AAA / AAA (All Stable) Moody's / S&P / DBRS	<b># of Investors:</b>	46 Investors
<b>Issue Amount:</b>	C\$750 million	<b># Orders ≥ \$25 million:</b>	15 Orders
<b>Coupon:</b>	2.05%	<b>% of International Participation:</b>	~10%
<b>Maturity:</b>	January 15, 2030	<b>Joint Lead Managers:</b>	RBC / CIBC / DESJ / NBF

## Transaction Overview

- On December 3<sup>rd</sup>, 2019, RBC, CIBC, DESJ and NBF acted as joint leads and bookrunners on a C\$750 million offering of 2.05% Series 12 Notes, due January 15, 2030
- PSP Capital Inc. last accessed the market in September 2019 with a C\$500 million re-offering of its 3.29% Series 7 Notes due April 4, 2024

## 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\$9.0 billion of term debt outstanding

## Key Transaction Highlights

**Execution** **Transaction Announced:** Officially launched on the morning of Monday, December 2<sup>nd</sup>. Books opened with initial price thoughts in the area of +64.0 bps versus CAN 2.25% June 2029, reflecting market context

**Book Build:** Order book for North American and International investors became subject at 9 a.m. on Tuesday. During North American hours, PSP Capital Inc. gathered ~C\$1.0 billion of interest. Incremental demand of ~C\$200 million was added during the overnight session

**Pricing:** The transaction priced on the morning of Tuesday, December 3 at C\$99.672 with a yield of 2.086% for a spread +64.5 bps versus CAN 2.25% June 2029 (using C\$107.15 / 1.441%). The spread was set initially at +64.0 bps around 10 a.m. but was then widened by 0.5 bps to reflect challenging market conditions at the time of pricing (11:25 a.m.)

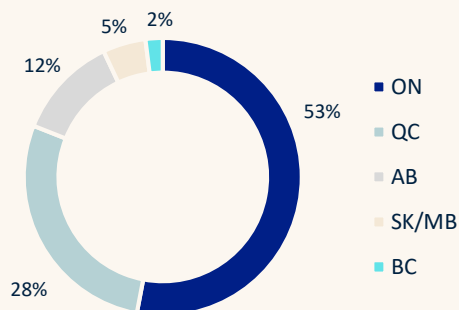
### Book Analysis

- Order book over C\$1.2 billion with 46 orders
- Order book was anchored by notable interest from asset managers and insurers while interest from bank treasuries was lesser due to the longer tenor of the offering

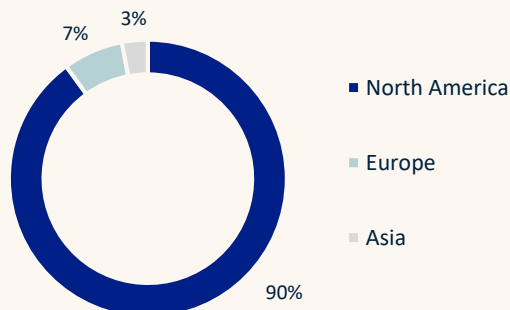
### Highlights

- Continued international investor participation
- The PSP spread was priced at +23 bps versus equivalent CMB maturity
- The offering traded on the break at least 0.5 bps tighter into the close and closed at the end of the day at +64.0 bps
- 3 additional new buyers
- Since its inaugural transaction in December 2008, PSP Capital Inc. has issued 12 different Series of Notes with C\$12.15 billion raised in aggregate, including 5 re-openings

## Distribution by Province



## Distribution by Region



## Distribution by Investor Type

