

# CIBC INVESTMENT GRADE BOND FUNDS

Maturities: 2025, 2026 and 2027

## Why invest?

### Diversification and active management

Each CIBC Investment Grade Bond Fund provides a diversified portfolio of Canadian-dollar denominated investment grade government and corporate bonds with an effective maturity in the same 2025, 2026, or 2027 calendar year. Portfolio Managers will prioritize the purchase of Canadian “discount bonds” to improve the tax efficiency of the portfolios.

### Defined maturity dates<sup>1</sup>

Similar to individual bonds, each CIBC Investment Grade Bond Fund has a defined maturity date<sup>1</sup> at which time the fund will terminate and the fund’s net assets will be distributed to investors. Each fund will terminate on or about November 30 of each respective defined maturity year<sup>1</sup>, or such earlier date upon no less than 60 days’ notice to unitholders.

### Explicit exposure

With the CIBC Investment Grade Bond Funds, you can build customized portfolios tailored to specific time frames and investment goals; similar to that of bonds or individual GICs.

### Monthly distributions

Income is distributed monthly, with the choice of receiving the distribution as cash or reinvesting it in additional units of the fund; an option not available with individual bonds and not always offered with GICs.

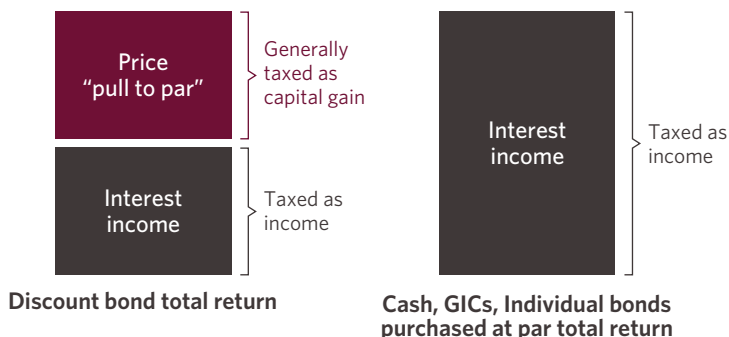
### Simplicity and efficiency

The CIBC Investment Grade Bond Funds provide an efficient and convenient way to manage interest rate risk by using funds with consecutively maturing years. The precise time horizon matching allows investors the opportunity to align their financial goals with a prescribed maturity date.

## The discount bond opportunity

This is the first time in decades that a considerable amount of bonds within the Canadian bond market are trading at a discount to par. The return profile of a discount bonds can provide after-tax advantages as illustrated below.

### Return profile for discount bonds vs other income solutions\*



\*For illustrative purposes only.

## Fund details

### Overview:

To provide income over a defined time period by investing in a portfolio consisting primarily of Canadian-dollar denominated bonds.

### Fund characteristics:

- Will primarily invest in Canadian-dollar denominated investment grade government and corporate bonds with an effective maturity in the calendar year outlined in the investment objectives.
- To improve the tax efficiency of the portfolio, preference will be given to Canadian bond issuances that are trading at a discount to their maturity value (referred to as discount bonds).
- As bonds reach maturity, the portfolio will transition to cash and cash equivalents (including Government of Canada treasury bills).

**Risk rating:** Low

**Distribution frequency:** Monthly

## Fund codes and fees

CIBC 2025	Series A	Series F
Fund code	ATL7000	ATL7001
Mgmt. fee	0.40%	0.15%
Fixed admin. fee	0.05%	0.05%
CIBC 2026	Series A	Series F
Fund code	ATL7004	ATL7005
Mgmt. fee	0.40%	0.15%
Fixed admin. fee	0.05%	0.05%
CIBC 2027	Series A	Series F
Fund code	ATL7008	ATL7009
Mgmt. fee	0.40%	0.15%
Fixed admin. fee	0.05%	0.05%

## How do CIBC Investment Grade Bond Funds compare to other income solutions

CIBC Investment Grade Bond Funds combine the characteristics of individual bonds (defined maturity, regular cash flow, reduction of duration risk over time) with the diversification and selectivity of a traditional bond fund. Furthermore, the mutual fund structure of these solutions provide investors with added flexibility, versus the 'lock-in' nature of GICs.

Features	CIBC Investment Grade Bond Funds	GICs	Individual bonds	Fixed income funds
Fixed maturity	Yes	Yes	Yes	No
Diversification	Yes	No	No	Yes
Monthly income	Yes	No	No	Yes
Duration reduces over time	Yes	No	Yes	No
Professional management	Yes	No	No	Yes
Ability to bulk trade across accounts	Yes	No	No	Yes

## Investment philosophy and process

CIBC Investment Grade Bond Funds reflect CIBC Asset Management's (CAM) fixed income expertise in building a diversified portfolio of discount bonds that includes Canadian-dollar denominated investment grade government and corporate bonds. Each fund will be actively managed to their defined maturity date<sup>1</sup>.

To fulfill each fund's goal of maximizing after-tax yield while maintaining a diversified portfolio across bond issuers, sectors and ratings, CAM ensures that the corporate bond holdings of each fund are part of their existing approved credit process which allows the team to own a variety of credits that they have independently analyzed.

CIBC Investment Grade Bond Funds provide investors with the opportunity to leverage the scale and expertise that comes with CAM's \$70+ billion fixed income platform, being able to capitalize on the discount bond theme in a diversified and risk-controlled manner versus a "do-it-yourself" option.

## Professional fixed income management

CAM offers a comprehensive approach to managing fixed income assets, using multiple strategies to diversify sources of added value in portfolios. The team consists of 30 investment professionals, and each applies their unique market knowledge and experience, of both passive and active management, through a collaborative team approach. The team believes that a core fixed income portfolio combining multiple sources of added value—tactical sector rotation, prudent duration management, security selection, and optimal yield curve positioning—should lead to superior performance.

**To learn more about CIBC Investment Grade Bond Funds, speak to your CIBC Asset Management representative or visit [renaissanceinvestments.ca](https://renaissanceinvestments.ca)**

<sup>1</sup>Fund termination date.

All information in this document is at 01/29/2024 unless otherwise indicated and is subject to change.

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