

Desjardins

Global Total Return Bond Fund



QUARTERLY COMMENTARY AS OF DECEMBER 31, 2022



PORTFOLIO MANAGER:
PGIM Fixed Income

INCEPTION DATE:
January 12, 2004

CIFSC CATEGORY*:
Global Fixed Income

Contributors to relative performance

- Sector overweights to developed HY corporates, developed IG corporates, and emerging sovereigns
- Security selection in emerging sovereigns (overweights to Mexico, and Indonesia)
- Duration overweight and curve positioning in UK rates

Detractors from relative performance

- Sector underweight to developed agency securitized products
- Sector overweight to developed CMBS
- Underweight to Chinese rates

Major changes to portfolio in the period

- Duration / curve:
 - Continue to limit the portfolios active interest rate risk.
- Sectors
 - Spread risk increased in IG corporates (finance) and developed agency/supras (quasis).
 - Spread risk decreased in eurozone treasuries and developed CMBS.
- Credit quality
 - Decreased exposure to AA+
 - Increased exposure to A-

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Major changes to portfolio in the period (cont'd)

→ Regional

- Increased exposure to core European countries (France, Germany, and Netherlands), and decreased exposure to European peripherals (Portugal)

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