Term Debt Issuance Executive Summary

OVERVIEW

- Canada Pension Plan Investment Board (CPP Investments) is the Canadian federal Crown corporation whose legislated mandate is to invest the net contributions of the Canada Pension Plan (CPP)
- Current assets of C\$529 billion¹ are projected to grow to C\$3 trillion² by 2050
- All Canadian employers, employees, and selfemployed persons, except those in the Province of Quebec, make mandatory contributions to the CPP
- The funds of the CPP invested by CPP Investments are fully segregated from all government accounts

GLOBAL DEBT ISSUANCE PROGRAMME

- CPP Investments has been an issuer in the debt markets since 2015, issuing 56 bonds totalling ~C\$72 billion (based on FX rate on issue date)
- CPP Investments offers a C\$60 billion multicurrency programme that includes USD, EUR, GBP, CAD and AUD

¹ C\$529 billion represents actual total Fund assets as at September 30, 2022, CPP Investments Q2 Fiscal 2023 Results.

² C\$3 trillion represents projected total Fund assets from the 30th Actuarial Report on the Canada Pension Plan at the legislated contribution rates.



GREEN BOND FRAMEWORK

 Developed in accordance with the Green Bond Principles (GBP) as set out by the International Capital Markets Association with a Second Opinion provided by CICERO

SHADES OF GREEN

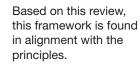


GOVERNANCE ASSESSMENT



Shades of Green

GREEN BOND PRINCIPLES



PERFORMANCE – FISCAL 2022

Fiscal 2022 Net Income (after all CPP Investments costs) Fiscal 2022 Rate of Return (net nominal)

6.8%



Cumulative Net Income for 10-Year Period (after all CPP Investments costs)

C\$329B

10-Year Annualized Rate of Return (net nominal)

10.8%

As at March 31, 2022 – CPP Investments Fiscal 2022 Results

5-Year Annualized Rate of Return (net nominal)



Legal Framework

CONTRIBUTIONS & MINIMUM ASSETS HELD REQUIREMENT

"Any amounts standing to the credit of the Canada Pension Plan Account that exceed the immediate obligations of that Account shall be transferred to the Investment Board" (Canada Pension Plan, s. 108.1(1)), ensuring CPP contributions are legally mandated to go to CPP Investments

ADDITIONALLY

"No payment shall be made out of the Consolidated Revenue Fund under (Canada Pension Plan, s. 108) in excess of the total of:

a) The amount of the balance to the credit of the Canada Pension Plan Account, and

b) The fair market value of the assets of the Investment Board less its liabilities." (Canada Pension Plan, s. 108(4))

Accordingly, Noteholders have the assurance that CPP Investments will prioritize meeting all of its obligations including under the Notes ahead of other amount transfers.

TRIENNIAL REVIEW

- The Chief Actuary of Canada, an independent official within the Office of the Superintendent of Financial Institutions, prepares a report every three years setting out the results of an actuarial examination of the Canada Pension Plan based on the state of the Canada Pension Plan Account and the investments of CPP Investments, including the minimum contribution rates required to sustain the Canada Pension Plan. (*Canada Pension Plan*, s. 115)
- CPP Investments' stewards (the federal and provincial finance ministers) review the financial state of the Canada Pension Plan every three years and may make recommendations as to whether contribution rates should be changed by regulation. (*Canada Pension Plan*, s. 113.1(1))

AMENDING FORMULA

Parliament cannot amend the Canada Pension Plan Investment Board Act (CPPIB Act), or pass any other laws which directly or indirectly alter the CPPIB Act, without approval "of at least two thirds of the included provinces, having in the aggregate not less than two thirds of the population of all of the included provinces."

(Canada Pension Plan, s. 114(4))

Moody's

- "Stable and strong liquidity with an exclusive legislative mandate"
- "Creditors have an effective priority over pension obligations and benefit from strong asset coverage by high quality liquid assets"
- "CPPIB's governing framework underpins its financial stability; a system of legislatively mandated and controlled cash flows provides for the overall stability and predictability of CPPIB's financial position"

Contacts:

Sam Dorri | Managing Director | Total Fund Management | sdorri@cppib.com +1 416 972 8100 John Sim | Portfolio Manager | Total Fund Management | jsim@cppib.com +1 416 479 5650 Jennifer Morrison | Associate | Total Fund Management | jennifermorrison@cppib.com +1 416 972 8100

