

# Validus Real Yield Protection Strategy (RYPS)

## A Real Yield Protection Vehicle

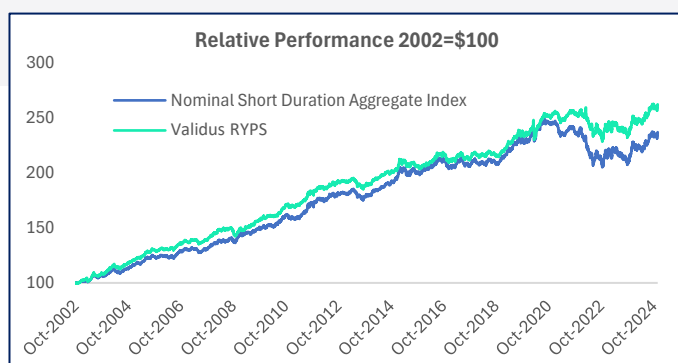
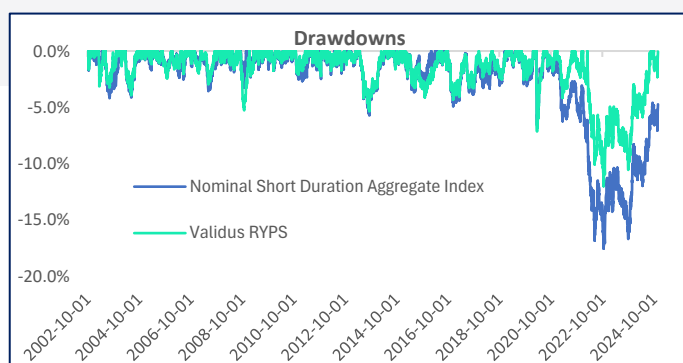
The Inflation Protection Strategy is a liquid and scalable strategy that combines Canadian government bonds with a basket of selected commodities. This approach is designed to deliver a competitive yield in both normal and high inflation regimes, with lower volatility compared to nominal bonds.

In 2022, when the Government of Canada stopped issuing RRB bonds, an important inflation protection vehicle was withdrawn from the market. In response, Validus was mandated by a leading pension fund to create an innovative strategy that provides both a yield and inflation protection. Today, this strategy has an investment of \$550 million.

Now, Validus is seeking to make this strategy available to all investors to help maintain their purchasing power. Many institutions and studies recommend a 10% to 12% allocation target for this type of yield enhancement and protection.

## Annual Returns

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Validus RYPS</b>	2.6	8.8	8.2	8.6	4.6	4.9	4.9	3.7	6.4	7.5	9.0	3.4
<b>Short Dur. Index</b>	2.4	6.2	7.0	7.3	4.0	4.0	7.1	3.6	6.9	10.0	3.3	-1.6
	2014	2015	2015	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Validus RYPS</b>	7.4	1.9	2.2	2.8	0.4	7.4	9.2	0.5	-7.7	5.4	4.6	-
<b>Short Dur. Index</b>	9.0	3.7	1.4	2.4	1.3	6.9	8.4	-2.6	-11.3	6.5	4.2	-



## Performance Statistics

	Period Return	Annual Return	Annual Volatility	Information Ratio	Maximum DD	Longest DD
<b>Validus Strategy</b>	162.0	4.5	4.5	1.00	-12.0	613
<b>Short-Duration</b>	136.8	4.0	4.8	0.83	-17.6	1081

## Period Returns

	YTD	1M	3M	6M	1Y	3Y	5Y	10Y	All
<b>Validus Strategy</b>	4.57	1.10	1.48	4.74	7.64	1.51	2.17	2.72	4.48
<b>Short-Duration</b>	4.19	1.19	1.40	5.21	7.86	0.55	0.65	2.17	4.00

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