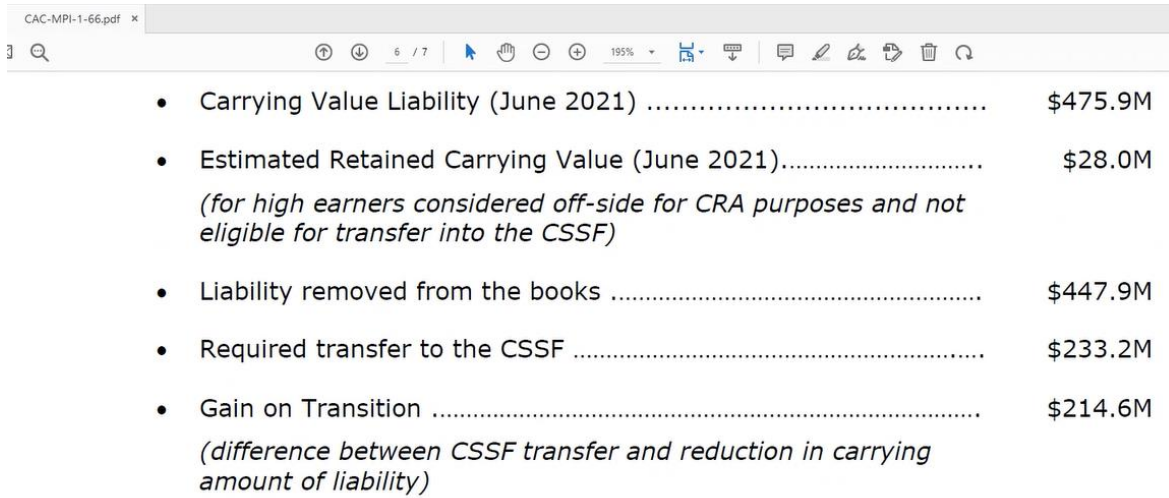


October 25, 2023

**Undertaking #032**

MPI to advise as to the update in the estimate of the transition gain for the intended of pension management to the province

**REFERENCES:**



The image shows a screenshot of a PDF viewer window titled 'CAC-MPI-1-66.pdf'. The viewer interface includes a search bar, navigation icons, and a toolbar. Below the viewer, a table lists financial items with their corresponding values in millions of dollars.

• Carrying Value Liability (June 2021) .....	\$475.9M
• Estimated Retained Carrying Value (June 2021).....	\$28.0M
<i>(for high earners considered off-side for CRA purposes and not eligible for transfer into the CSSF)</i>	
• Liability removed from the books .....	\$447.9M
• Required transfer to the CSSF .....	\$233.2M
• Gain on Transition .....	\$214.6M
<i>(difference between CSSF transfer and reduction in carrying amount of liability)</i>	

October 25, 2023

**2024 GENERAL RATE APPLICATION  
Undertaking #032 Transcript Page 1848**

**Figure INV- 50 Employee Future Benefit Asset Allocation**

Line No.	Investment Summary During Period	2023/24	2024/25	2025/26	2026/27	2027/28
1	Cash/Short Term Investments	-	-	-	-	-
2	Provincial Bonds	-	-	-	-	-
3	Corporate Bonds	90,722	95,001	99,464	104,137	109,029
4	MUSH	-	-	-	-	-
5	Private Debt	96,693	101,780	107,134	112,770	118,703
6	<b>Total Fixed Income</b>	<b>187,415</b>	<b>196,781</b>	<b>206,598</b>	<b>216,907</b>	<b>227,732</b>
7	Canadian Equities	80,165	85,520	91,231	97,323	103,822
8	Global Equities	57,259	61,081	65,159	69,510	74,152
9	Global LV Equities	57,095	60,557	64,230	68,127	72,259
10	Real Estate Investments	57,503	61,029	64,752	68,573	72,618
11	Infrastructure & Venture Capital	131,320	137,764	144,487	151,306	158,448
12	<b>Total Growth Assets</b>	<b>383,341</b>	<b>405,951</b>	<b>429,859</b>	<b>454,839</b>	<b>481,299</b>
13	<b>Total Assets</b>	<b>570,756</b>	<b>602,731</b>	<b>636,457</b>	<b>671,746</b>	<b>709,031</b>
14	<b>Percentage Allocation</b>					
15	Cash/Short Term Investments	0.0%	0.0%	0.0%	0.0%	0.0%
16	Provincial Bonds	0.0%	0.0%	0.0%	0.0%	0.0%
17	Corporate Bonds	15.9%	15.8%	15.6%	15.5%	15.4%
18	MUSH	0.0%	0.0%	0.0%	0.0%	0.0%
19	Private Debt	16.9%	16.9%	16.8%	16.8%	16.7%
20	<b>Total Fixed Income</b>	<b>32.8%</b>	<b>32.6%</b>	<b>32.5%</b>	<b>32.3%</b>	<b>32.1%</b>
21	Canadian Equities	14.0%	14.2%	14.3%	14.5%	14.6%
22	Global Equities	10.0%	10.1%	10.2%	10.3%	10.5%
23	Global LV Equities	10.0%	10.0%	10.1%	10.1%	10.2%
24	Real Estate Investments	10.1%	10.1%	10.2%	10.2%	10.2%
25	Infrastructure & Venture Capital	23.0%	22.9%	22.7%	22.5%	22.3%
26	<b>Total Growth Assets</b>	<b>67.2%</b>	<b>67.4%</b>	<b>67.5%</b>	<b>67.7%</b>	<b>67.9%</b>
27	<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

**RESPONSE:**

MPI has not obtained updated information from Element. As such, MPI does not have an update to provide at this time. MPI continues to expect a gain on settlement should a transfer be undertaken.