

Appendix 4 - CORS-034-23

Interest Rates and Bond Yields

Historical overnight rates and bond yields are illustrated in the graph below. Since the end of December 2021 the 10 year Government of Canada bond yield has improved from approximately 1.50% to 4.50% at the end of May 2023. On June 7th the overnight rate was increased by 25 basis points by the Bank of Canada (not shown on the chart below). While short term rates in the table below are currently higher than longer term rates, the Town continues to take advantage of medium and longer term investments as opportunities become available to manage maturities to expected cash outflows and to ensure the appropriate diversification is maintained.

