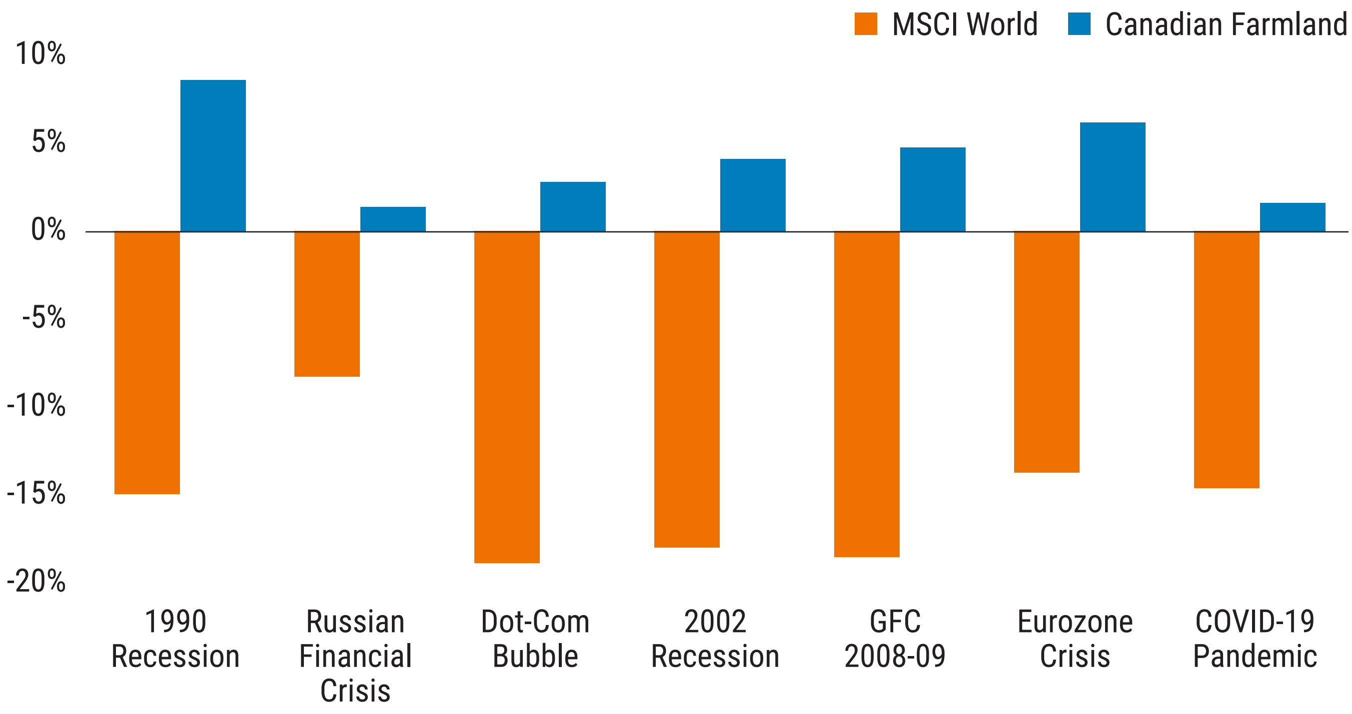
May 12, 2025

Unlocking Returns in the Undervalued and the Novel

Preserving Capital in Volatile Markets

Adding farmland to your traditional 60/40 asset mix can provide material downside protection during market events.



Source: Statistics Canada, Bank of Canada, MSCI, NCREIF Cropland. 1990 recession: Q1-Q4 1990; Russian Financial Crisis: Q3 1998; Dot-Com Bubble: Q2-Q1 2000-2001; 2002 recession: Q1-Q3 2002; GFC (Global Financial Crisis) 2008-2009: Q4 2007-Q1 2008; Eurozone-Crisis: Q1-Q3 2009; Covid-19 period is Q1 2020

Learn more at www.omnigenceam.com/insights

Unlocking Returns in the Undervalued and the Novel

May 12, 2025

Key Highlights

Stagflation Insurance:

Farmland appreciated ~300% in real terms during the 1970s when public equities, CRE and bonds experienced high volatility and negative real returns.

Reliable Diversifier:

Farmland is a diversifier with low long- and short-term correlation to public equities and bonds and it diversifies when you need it most during public market events.

Volatility Damper:

Farmland dampens portfolio volatility while providing public market-like returns. Over the 60-year period from 1954 to 2021 farmland had approximately the same rate of return as the S&P, but with ~50 percent less volatility.

Upside versus Downside Capture:

Farmland has provided strong positive returns in both S&P down and up markets (using the 30-year period from 1992 to 2022 - upside capture = 39.1, downside capture = -44.1). Farmland outperforms many other conventional and alternative asset classes in both this defensive and upside performance.

Omnigence

Unlocking Returns in the Undervalued and the Novel

May 9, 2025

Disclaimer

Toronto Office:
TD Canada Trust Tower
161 Bay St. 27th Floor
P.O. Box 508
Toronto, ON, M5J 2S1

Calgary Office:
Suite 300
4954 Richard Road SW
Calgary, AB, T3E 6L1

Learn more at www.omnigenceam.com/insights