

OMERS SPRING INFORMATION MEETING

OMERS Offices, Toronto, Ontario

April 21, 2010

OMERS Administration Corporation (AC) Board and Sponsors Corporation (SC) Board members and staff recently hosted a stakeholder information meeting to review the 2009 OMERS Annual Report and activities through the past year. Representatives focused on the impacts of the 2008 economic downturn, a move to more stable private investments, the long term (10, 20 and 40 year) focus on investment returns and on OMERS leadership in working with governments on pension reform, specifically in terms of federal reform, investment and solvency rules and Bill 236.

Michael Nobrega, OMERS AC President and CEO, spoke to the need to encourage innovation and growth and an incremental approach to pension reform and addressed the issue of investment returns, the “new normal,” i.e. sluggish growth and high debt/GDP ratio. He also elaborated on the four key strategies for OMERS plan deficit reduction, 1) Asset Mix Policy (move from public to private markets); 2) Direct Drive Active Management (acquiring in-house expertise to reduce asset management costs); 3) Access to Capital (ownership of preferential assets to increase capital growth); and 4) Updated regulations (persuading senior governments to streamline regulations). All of these strategies are designed to respond to volatility in the business cycle.

Patrick Crowley, Executive Vice-President and CFO, reviewed the 2009 OMERS performance returns in the context of the OMERS Plan long-term performance. Capital markets returned 11% in 2009 compared to a loss of 19.5% in 2008, Oxford Properties had a 1.4% return compared to 6.0% in 2008, Borealis had a 2009 return of 10.9% compared to a 2008 return of 11.5%, OMERS Private Equity had a return in 2009 of 13.9% compared to a loss of 13.7% in 2008 and OMERS Strategic Investments had a 1.3% loss in 2009. The net investment income across all assets in 2009 was 10.6% compared to a 15.3% loss in 2008. The OMERS Plan assets at December 31, 2009 stand at \$47.8 billion compared to \$43.5 billion in 2008. The Plan deficit stood at \$1.5 billion at the end of 2009. Some \$4.95 billion in investment losses are to be recognized over the next four years. In 2009, a capital preservation strategy was implemented and foreign public equity investments were repatriated from external managers and are now managed internally.

Jennifer Brown, Executive Vice-President and CPO, outlined improvements in member access to pension information via myOMERS, a more flexible pension buy back option, the Additional Voluntary Contributions (AVC) program that will be launched in 2011 and strategies to enhance internal capabilities, respond to external drivers and support effective plan governance.

Brian O’Keefe and Marianne Love, Co-Chairs of the Sponsors Corporation, reviewed the 2009 joint initiatives with the AC, including a joint submission on pension reform, the review of seven plan change proposals in 2009, two of which were approved, the funded status of the Plan and the operating

challenges of the Plan, given the potential for actuarial assumption changes and going concern projections. Marianne Love outlined the plan change process and described the 10 plan change proposals tabled in 2010 and work of the SC going forward regarding plan valuation and projections, necessary actions to address the deficit (contribution rates and benefits) and continued partnership with the AC on pension reform.

For more information on the 2009 Annual Report and the Spring Information Meeting, please visit www.omers.com.