Lysander-Fulcra Corporate Securities Fund - Series A

Fund Code: LYZ935A

Portfolio Manager: Fulcra Asset Management Inc.

As of: September 30, 2021

Fund Category: Fixed Income

Benchmark: Absolute Return 5% per annum

Investment Focus

The fund invests primarily in fixed income securities of small and mid-cap companies with the tactical inclusion of equity investments. It is unconstrained both geographically and by credit quality.

Risk Tolerance

Low | Medium | High

Why Invest In This Fund

Fulcra Asset Management is an independent credit specialist based in Vancouver, BC. Fulcra was founded by Matt Shandro in 2009 and as of March 31, 2020 oversees over $160 million in assets. Mr. Shandro has 20 years of credit investing experience, having managed corporate credit at Great Pacific Capital Corp, CI Investments and Marret Asset Management. The Fulcra investment team is dedicated to preserving capital and generating consistent absolute returns for investors. Fulcra employs a fundamental value investing approach to identify under-priced corporate securities.

- Fulcra is ratings agnostic, leveraging the information advantage of independent research. By investing in misunderstood investment scenarios, under-appreciated and high-yielding securities, Fulcra seeks to generate superior long-term returns with lower volatility.
- Fulcra invests across the capital structure with a preference for the senior securities due to their contractual nature but will occasionally capture value by investing in mispriced equity-like securities.
- The Fulcra team is dedicated to preserving capital and generating consistent absolute returns for investors. Fulcra employs a fundamental value investing approach to identify under-priced corporate securities, with the goal to outperform in both good and bad market conditions.

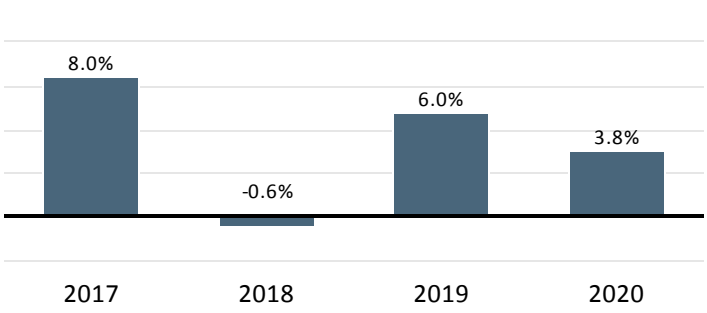
Compound Returns - Series A

1 Month	3 Months	YTD	1 Year	3 Year (Annualized)	Since Inception (Annualized)
1.1%	1.6%	10.5%	17.3%	6.0%	5.8%

Fund Facts

Series Inception Date	December 30, 2016
Currency	CAD
Fund AUM	$180.1 Million
NAVPU	$10.45
Management Fee	1.35%
MER as of June 30, 2021 (unaudited)	1.61%
Minimum Initial Investment	$1,000
Minimum Subsequent Investment	$100
Liquidity	Daily
RRSP Eligible	Yes

Calendar Year Returns - Series A



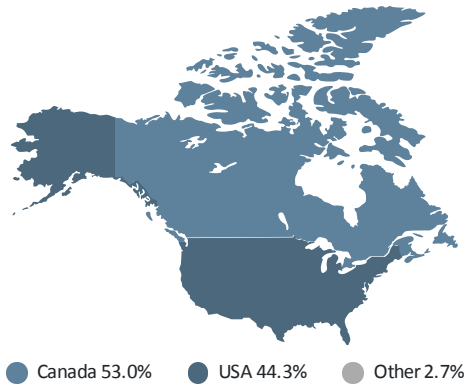
Top 10 Holdings

Security	% of Fund	Rating
Tidewater Midstream & Infrastructure 6.75% December 19, 2022	5.6%	NR
Spencer Spirit TL	5.0%	B-
Chemtrade Logistics Inc. 5.00% August 31, 2023	3.9%	NR
Ford Credit Canada Co 2.71% Feb 23, 2022	3.4%	BB+
CAN 0.25% Aug 1, 2022	3.2%	AAA
Ferroglobe PLC 9.375% Dec 31, 2025	3.0%	NR
US Silica Co Term Loan	3.0%	NR
Nuvista Energy Ltd 7.875% 07/23/2026	2.7%	B
Sherritt International Inc 8.5 Nov 30, 2026	2.7%	NR
Optiva Inc 9.75% Jul 20, 2025	2.6%	NR
Total	35.1%	

Portfolio Characteristics

Number of Securities	52
Number of Issuers	32
Average Term to Maturity (Years)	2.2
Average Duration (Years)	1.9
Average Coupon (%)	5.0%
Yield to Maturity (%)	5.6%
Current Yield (%)	5.4%
Average Credit Quality	BB
Average Bond Price	$97.85
Cash Weighting	21.5%

Geographic Breakdown



Asset Mix

Cash & Equivalents	21.5%
Common Stock	1.7%
Convertible Bonds	8.1%
Corporate Bonds	44.6%
Federal	7.7%
Loans	14.2%
Preferred Shares	2.3%

Credit Quality Breakdown (%)

AAA	10.3%
AA	0.0%
A	0.0%
BBB	0.0%
BB	9.2%
B	27.5%
CCC	8.7%
C	0.0%
D	0.0%
Not Rated	44.3%

Distributions

Distribution Frequency: Quarterly
Most Recent Distribution per Unit: $0.1051
12-Month Trailing Distribution Yield: 7.3%
Next Record Date: December 16, 2021
Next Distribution Date: December 17, 2021

Distributions ($)/Unit[1]	YTD*	2020	2019	2018	2017
Total Distributions	0.3300	0.6943	0.5776	0.3782	0.2685
Interest		0.3879	0.3547	0.3445	0.1815
Dividends		0.0155	0.0327	0.0337	0.0185
Capital Gains		0.2909	0.1902		0.0704
Withholding Tax		0.0000			(0.0020)

**The final tax character will be determined based on the Fund's tax year end information*

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