

Interim Financial Statements (unaudited)
For the six month periods ended June 30, 2022 and 2021

Lysander-Canso Corporate Value Bond Fund



Lysander-Canso Corporate Value Bond Fund

Interim Financial Statements Six-Month Periods Ended June 30, 2022 (unaudited)

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Lysander-Canso Corporate Value Bond Fund

Interim Statements of Financial Position (unaudited)

As at	30-Jun-22	31-Dec-21
Assets		
Financial assets at fair value through profit or loss*	\$ 7,462,539,945	\$ 6,915,646,075
Cash and cash equivalents	20,774,601	632,608,112
Interest receivable	57,062,201	54,360,323
Subscriptions receivable	23,016,715	23,683,979
Dividends receivable	245,558	1,055,484
Due from investment dealers	273,814	794,504
Receivable from forward exchange contracts	–	55,378
Prepaid distributions	–	3,101
Total assets	\$ 7,563,912,834	\$ 7,628,206,956
Liabilities		
Accrued expenses	\$ 6,252,959	\$ 6,522,376
Redemptions payable	27,546,946	3,060,824
Payable on forward exchange contracts	60,310,610	–
Due to investment dealers	10,560,847	14,976,246
Total liabilities	\$ 104,671,362	\$ 24,559,446
Net assets attributable to holders of redeemable units	\$ 7,459,241,472	\$ 7,603,647,510
Net assets attributable to holders of redeemable units, per series		
Series A	\$ 915,457,930	\$ 1,044,956,782
Series A5	13,330,885	14,246,831
Series F	6,405,077,745	6,390,789,536
Series F5	125,374,912	153,654,361
Total net assets	\$ 7,459,241,472	\$ 7,603,647,510
Number of redeemable units outstanding		
Series A	74,750,296	77,621,534
Series A5	1,530,291	1,463,289
Series F	474,793,554	430,689,574
Series F5	13,703,790	15,086,000
Net assets attributable to holders of redeemable units per unit		
Series A	\$ 12.25	\$ 13.46
Series A5	8.71	9.74
Series F	13.49	14.84
Series F5	9.15	10.19
* Financial assets at fair value through profit or loss at cost	\$ 7,903,162,311	\$ 6,402,107,553

Interim Statements of Comprehensive Income (Loss) (unaudited)

For the periods ended	30-Jun-22	30-Jun-21
Income		
Interest for distribution purposes	\$ 125,552,682	\$ 105,277,469
Dividend income	8,321,997	11,775,047
Other income	286,656	243,222
Realized and unrealized gain (loss) on investments		
Net realized gain on investments sold	269,760,244	146,727,350
Net realized gain on foreign currency	16,141,797	164,086,103
Change in appreciation unrealized on foreign currency	965,521	566,565
Change in (depreciation) unrealized on forward contracts	(60,365,988)	(105,491,649)
Change in (depreciation) appreciation unrealized on investments	(953,472,703)	138,327,590
Total operating income (loss)	\$ (592,809,794)	\$ 461,511,697
Expenses		
Management fees	\$ 35,274,094	\$ 24,812,296
Fund administration fees	1,934,703	1,471,315
Transaction costs	688,185	93,144
Audit fees	192,275	167,051
Unitholder reporting expense	141,571	54,104
Custodial fees	133,391	174,499
Regulatory fees expense	44,160	38,082
Legal fees	34,617	22,082
Independent review committee fees	18,907	20,174
Filing fees	12,808	9,019
Bank charges	10,869	532
Blended HST expense	1,014	–
Total operating expenses	\$ 38,486,594	\$ 26,862,298
Withholding tax	\$ 8,661	\$ 217,791
Total net operating expenses	\$ 38,495,255	\$ 27,080,089
Change in net assets attributable to holders of redeemable units from operations	\$ (631,305,049)	\$ 434,431,608
Change in net assets attributable to holders of redeemable units from operations per Series		
Series A	\$ (83,226,150)	\$ 59,583,413
Series A5	(1,180,109)	860,979
Series F	(536,998,936)	365,077,208
Series F5	(9,899,854)	8,910,008
Change in total net assets	\$ (631,305,049)	\$ 434,431,608
Change in net assets attributable to holders of redeemable units from operations per unit		
Series A	\$ (1.08)	\$ 1.05
Series A5	(0.77)	0.78
Series F	(1.16)	1.20
Series F5	(0.79)	0.83

Lysander-Canso Corporate Value Bond Fund

Interim Statements of Changes in Net Assets Attributed to Holders of Redeemable Units (unaudited)

All Series

For the periods ended	30-Jun-22	30-Jun-21
Net assets attributable to holders of redeemable units, beginning of period	\$ 7,603,647,510	\$ 4,523,957,898
Change in net assets attributable to holders of redeemable units from operations	(631,305,049)	434,431,608
Distributions to unitholders of redeemable units		
From net investment income	\$ (102,865,691)	\$ (97,736,127)
From management fee rebate income	(268,448)	(221,826)
Total distributions	\$ (103,134,139)	\$ (97,957,953)
Redeemable unit transactions		
Proceeds from redeemable units issued		
Series A	\$ 98,943,076	\$ 264,132,017
Series A5	1,683,676	3,654,178
Series F	1,485,118,251	1,487,743,498
Series F5	51,008,749	41,948,886
Total proceeds	\$ 1,636,753,752	\$ 1,797,478,579
Cost of units redeemed		
Series A	\$ (143,498,987)	\$ (70,807,990)
Series A5	(1,108,923)	(989,862)
Series F	(903,336,903)	(371,150,019)
Series F5	(66,729,755)	(2,997,000)
Total cost	\$ (1,114,674,568)	\$ (445,944,871)
Reinvested distributions		
Series A	\$ 8,430,347	\$ 10,096,249
Series A5	72,217	43,798
Series F	59,004,629	55,757,704
Series F5	446,773	380,084
Total reinvested	\$ 67,953,966	\$ 66,277,835
Change in net assets attributable to holders of redeemable units for the period	\$ (144,406,038)	\$ 1,754,285,198
Net assets attributable to holders of redeemable units, end of period	\$ 7,459,241,472	\$ 6,278,243,096

Series A

For the periods ended	30-Jun-22	30-Jun-21
Net assets attributable to holders of redeemable units, beginning of period	\$ 1,044,956,782	\$ 643,577,429
Change in net assets attributable to holders of redeemable units from operations	(83,226,150)	59,583,413
Distributions to unitholders of redeemable units		
From net investment income	\$ (10,117,351)	\$ (12,070,718)
From management fee rebate income	(29,787)	(10,858)
Total distributions	\$ (10,147,138)	\$ (12,081,576)
Redeemable unit transactions		
Proceeds from redeemable units issued		
	\$ 98,943,076	\$ 264,132,017
Cost of units redeemed	(143,498,987)	(70,807,990)
Reinvested distributions	8,430,347	10,096,249
Total redeemable	\$ (36,125,564)	\$ 203,420,276
Change in net assets attributable to holders of redeemable units for the period	\$ (129,498,852)	\$ 250,922,113
Net assets attributable to holders of redeemable units, end of period	\$ 915,457,930	\$ 894,499,542

Series A5

For the periods ended	30-Jun-22	30-Jun-21
Net assets attributable to holders of redeemable units, beginning of period	\$ 14,246,831	\$ 9,269,659
Change in net assets attributable to holders of redeemable units from operations	(1,180,109)	860,979
Distributions to unitholders of redeemable units		
From net investment income	\$ (382,807)	\$ (275,278)
Total distributions	\$ (382,807)	\$ (275,278)
Redeemable unit transactions		
Proceeds from redeemable units issued		
	\$ 1,683,676	\$ 3,654,178
Cost of units redeemed	(1,108,923)	(989,862)
Reinvested distributions	72,217	43,798
Total redeemable	\$ 646,970	\$ 2,708,114
Change in net assets attributable to holders of redeemable units for the period	\$ (915,946)	\$ 3,293,815
Net assets attributable to holders of redeemable units, end of period	\$ 13,330,885	\$ 12,563,474

Lysander-Canso Corporate Value Bond Fund

Interim Statements of Changes in Net Assets Attributed to Holders of Redeemable Units (unaudited)

Series F

For the periods ended	30-Jun-22	30-Jun-21
Net assets attributable to holders of redeemable units, beginning of period	\$ 6,390,789,536	\$ 3,788,753,864
Change in net assets attributable to holders of redeemable units from operations	(536,998,936)	365,077,208
Distributions to unitholders of redeemable units		
From net investment income	\$ (89,267,656)	\$ (82,702,896)
From management fee rebate income	(231,176)	(204,972)
Total distributions	\$ (89,498,832)	\$ (82,907,868)
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 1,485,118,251	\$ 1,487,743,498
Cost of units redeemed	(903,336,903)	(371,150,019)
Reinvested distributions	59,004,629	55,757,704
Total redeemable	\$ 640,785,977	\$ 1,172,351,183
Change in net assets attributable to holders of redeemable units for the period	\$ 14,288,209	\$ 1,454,520,523
Net assets attributable to holders of redeemable units, end of period	\$ 6,405,077,745	\$ 5,243,274,387

Series F5

For the periods ended	30-Jun-22	30-Jun-21
Net assets attributable to holders of redeemable units, beginning of period	\$ 153,654,361	\$ 82,356,946
Change in net assets attributable to holders of redeemable units from operations	(9,899,854)	8,910,008
Distributions to unitholders of redeemable units		
From net investment income	\$ (3,097,877)	\$ (2,687,235)
From management fee rebate income	(7,485)	(5,996)
Total distributions	\$ (3,105,362)	\$ (2,693,231)
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 51,008,749	\$ 41,948,886
Cost of units redeemed	(66,729,755)	(2,997,000)
Reinvested distributions	446,773	380,084
Total redeemable	\$ (15,274,233)	\$ 39,331,970
Change in net assets attributable to holders of redeemable units for the period	\$ (28,279,449)	\$ 45,548,747
Net assets attributable to holders of redeemable units, end of period	\$ 125,374,912	\$ 127,905,693

Lysander-Canso Corporate Value Bond Fund

Interim Statements of Cash Flows (unaudited)

For the periods ended	30-Jun-22	30-Jun-21
Cash flows from (used in) operating activities		
Change in net assets attributable to holders of redeemable units from operations	\$ (631,305,049)	\$ 434,431,608
Adjustments for:		
Foreign exchange loss on cash and cash equivalents	974,041	4,946
Net realized (gain) on sales of investments	(269,760,244)	(146,727,350)
Change in unrealized depreciation (appreciation) on investments	954,160,888	(138,234,446)
Change in unrealized (appreciation) on foreign currency	(965,521)	(566,565)
Purchase of investments	(3,127,862,130)	(2,468,504,682)
Proceeds from sale and maturity of investments	1,896,567,616	990,270,917
Due to investment dealers	(4,415,399)	96,126,254
Payable on forward exchange contracts	60,310,610	88,251,661
Receivable from forward exchange contracts	55,378	17,239,988
Redemptions payable	24,486,122	1,989,474
Accrued expenses	(269,417)	1,215,443
Distributions payable	-	(38)
Dividends receivable	809,926	(14,771)
Accounts receivable	-	229
Subscriptions receivable	667,264	(7,556,750)
Accrued interest	(2,701,878)	(3,753,166)
Due from investment dealers	520,690	(7,550,897)
Prepaid distribution	3,101	(96)
Net cash from (used in) operating activities	\$ (1,098,724,002)	\$ (1,143,378,241)
Cash flows from (used in) financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	\$ (35,180,173)	\$ (31,680,118)
Proceeds from issuances of redeemable units	1,636,753,752	1,797,478,579
Amounts paid on redemption of redeemable units	(1,114,674,568)	(445,944,871)
Net cash from (used in) financing activities	\$ 486,899,011	\$ 1,319,853,590
Foreign exchange (loss) gain on cash and cash equivalents	\$ (8,520)	\$ 561,619
Change in cash and cash equivalents during the period	(611,824,991)	176,475,349
Balance of cash and cash equivalents, beginning of period	632,608,112	87,058,122
Cash and cash equivalents at the end of period	\$ 20,774,601	\$ 264,095,090
Supplementary disclosures on cash flow from operating activities		
Interest received	\$ 122,850,804	\$ 101,524,303
Dividends received	9,131,923	11,760,276
Withholding tax	8,661	217,791
Interest paid	10,869	532

Interim Schedule of Investment Portfolio as at June 30, 2022 (unaudited)

Par Value/Number of Shares	Average Cost (\$)	Fair Value (\$)	
Canadian Equities (0.9%)			
3,081,827	Bird Construction Inc.	\$ 27,681,231	\$ 23,021,248
519,864	ClearStream Energy Services Inc.	403,833	28,593
781,786	MDA Ltd.	10,945,004	6,238,652
584,472	Nordstar Capital Inc. LP	584	8,481,356
108,793	Postmedia Network Canada	228,465	146,871
614,753	Xplore Mobile Inc. (Mobility Spinco)	879,097	700,818
463,217	Xplornet Wireless Inc. (License Spinco)	2,269,766	2,269,766
1,939,693	Yellow Pages Limited	30,247,224	26,476,809
Total		\$ 72,655,204	\$ 67,364,113
Canadian Fixed Income (49.7%)			
44,272,000	Air Canada 4% Jul 1, 2025 144A (USD)	\$ 67,940,883	\$ 62,377,253
456,332,000	Air Canada 4.625% Aug 15, 2029	456,293,486	388,405,065
63,955,000	BMO (AT1) 4.30% Nov 26, 2025/2080	64,074,493	59,835,735
825,000	BMO (AT1) 4.8% Aug 25, 2024/Perpetual (USD)	1,095,818	958,234
127,765,000	BNS (AT1) 3.7% Jul 27, 2026/2081	127,774,532	107,573,070
6,000,000	BNS (AT1) 4.65% Oct 12, 2023/Perpetual (USD)	7,483,035	6,777,598
8,530,000	BNS FRN Aug 31, 2085 (SA LIBOR +12.5)(USD)	7,096,429	9,189,312
187,551,000	BNS FRN Aug 4, 2026 (CORRA+54)	187,551,000	180,438,578
25,238,000	Bombardier Inc. 7.35% Dec 22, 2026	21,165,521	21,292,187
107,416,000	Bombardier Inc. 7.45% May 1, 2034 REGS (USD)	130,311,880	104,394,649
12,918,000	Bombardier Inc. 7.50% March 15, 2025 144A (USD)	13,179,267	15,074,552
31,753,000	Bombardier Inc. 7.875% Apr 15, 2027 144A (USD)	32,540,154	34,134,484
348,454,000	Canada 0.25% Aug 1, 2022	347,604,271	348,044,462

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2022 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Canadian Fixed Income (49.7%)							
<i>Cont'd</i>							
205,000,000	Canada 0.25% Feb 1, 2023	202,874,700	202,066,798	10,000,000	Nav Canada 0.937% Feb 9, 2026	9,520,900	9,016,473
222,900,000	Canada 0.25% May 1, 2023	219,702,106	217,957,237	130,000	NBC FRN Aug 29, 2087 (S/A LIBOR +12.5)(USD)	138,271	117,984
256,000,000	Canada 0.25% Nov 1, 2022	254,015,660	254,210,739	6,449,048	Postmedia Network Inc. 8.25% Feb 17, 2027	6,375,943	6,320,067
135,447,000	Canada Housing Trust 0.95% Jun 15, 2025	131,889,668	126,382,088	46,788,000	RBC (AT1) 3.65% Nov 24, 2026/2081	46,703,515	39,304,802
117,155,000	CIBC FRN Jul 15, 2026 (CORRA+58)	117,155,000	113,085,984	5,600,000	RBC (AT1) 4% Feb 24, 2026/2081	5,798,800	5,125,060
48,030,000	CIBC FRN Jun 10, 2024 (CDOR+23)	48,031,709	47,556,088	89,909,000	RBC (AT1) 4.5% Nov 24, 2025/2080	89,909,000	84,695,357
137,102,000	CIBC FRN Mar 4, 2025 (CORRA+46)	137,123,924	134,130,986	8,580,000	RBC FRN Jun 29, 2085(Q LIMEAN+25)(USD)	8,095,047	8,944,498
15,150,000	Cineplex Inc. 2nd Lien 7.5% Feb 26, 2026 144A	15,320,776	15,327,540	17,006,000	SNC Lavalin 3.235% Mar 2, 2023	16,978,455	16,880,732
18,072,558	ClearStream Energy Services Inc. 8% Mar 23, 2026	18,072,558	14,458,047	51,377,000	SNC Lavalin 3.8% Aug 19, 2024	51,708,517	50,471,789
73,382,000	Corus Entertainment Inc. 6% Feb 28, 2030 REGS	73,382,000	64,924,724	113,304,000	Sunlife Financial Inc. (AT1) 3.6% Jun 30, 2026/2081	113,299,989	96,086,290
2,636,000	Ford Credit Canada Co. 4.46% Nov 13, 2024	2,082,440	2,556,633	84,629,000	TD (AT1) 3.6% Oct 31, 2026/2081	84,279,200	71,161,285
119,790,000	Ford Credit Canada Co. FRN Mar 21, 2024 (Q CDOR+314)	120,530,344	120,884,389	95,798,000	TransCanada Pipelines FRN Jun 9, 2024 (Q CDOR+29)	95,850,389	94,533,141
78,230,000	Great West Life Co Inc. (AT1) 3.6% Dec 31, 2026/2081	78,225,400	65,345,934	113,760,000	TransCanada Pipelines FRN May 15, 2067 (Q LIBOR+221) (USD)	119,598,982	107,568,252
44,079,000	Hertz Litigation, Hertz 5.5% Oct 15, 2024 (USD)	-	425,583	16,330,000	Videotron Ltee 5.75% Jan 15, 2026	17,229,944	15,957,983
48,865,000	Hertz Litigation, Hertz 6% Jan 15, 2028 (USD)	-	3,774,332	27,566,000	Videotron Ltee Sr Notes 4.50% Jan 15, 2030	27,654,430	23,515,808
12,462,000	Hertz Litigation, Hertz 6.25% Oct 15, 2022 (USD)	-	120,321	18,140,000	Videotron Ltee Sr Notes 5.625% Jun 15, 2025	18,828,725	17,921,186
22,463,000	Hertz Litigation, Hertz 7.125% Aug 1, 2026 (USD)	-	1,735,042	Total		\$ 3,981,448,022	\$ 3,706,411,556
44,899,000	Hydro One Inc. 0.71% Jan 16, 2023	44,659,000	44,296,437	Domestic Bank Loans (0.4%)			
151,686,000	Manulife Financial Corp (AT1) 3.375% Jun 19, 2026/2081	151,269,528	127,719,384	6,382,591	Asterix Inc. Term Loan 3.9% Jun 30, 2023	\$ 6,382,591	\$ 6,382,591
170,676,000	Manulife Financial Corp (AT1) 4.1% Mar 19, 2027/2082	170,676,000	143,468,027	22,000,000	ClearStream Energy Services Inc. TL 8% Oct 14, 2025	22,000,000	22,000,000
20,856,000	Nav Canada 0.555% Feb 9, 2024	20,356,333	19,869,357	Total		\$ 28,382,591	\$ 28,382,591

Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2022 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Foreign Bank Loans (4.1%)							
19,773,225	AMC Entertainment Holdings TL B Apr 22, 2026(Q LIBOR+300)USD	\$ 19,215,511	\$ 21,668,334	59,107,000	Boeing Co 1.433% Feb 4, 2024 (USD)	75,778,188	72,745,321
129,754,000	Delta Airlines SkyMiles TL Oct 20, 2027 (Q LIBOR+375)	171,765,948	166,410,219	37,916,000	Boeing Co 2.196% Feb 4, 2026 (USD)	47,683,346	44,072,422
38,120,686	Hertz Corp. TL B Jun 30, 2028 (Q L+350)(USD)	46,668,118	46,374,946	11,358,000	Boeing Co 2.25% Jun 15, 2026 (USD)	14,638,815	13,087,803
7,255,228	Hertz Corp. TL C Jun 30, 2028 (Q L+350)(USD)	8,881,912	8,814,526	15,976,000	Boeing Co 2.7% Feb 1, 2027 (USD)	21,042,605	18,319,590
25,940,146	Spirit Aerosystems Inc. TL B Jan 15, 2025 (Q L+375)(USD)	34,217,968	32,683,991	350,000	Boeing Co 2.8% Mar 1, 2027 (USD)	372,147	402,963
25,120,000	United Airlines Inc. TL B Jun 20, 2027 (Q L+525)(USD)	33,617,454	32,095,271	10,262,000	Boeing Co 3.1% May 1, 2026 (USD)	13,487,834	12,319,940
Total		\$ 314,366,911	\$ 308,047,287		Continental Resources 4.5% Apr 15, 2023 (USD)	233,468	353,233
Foreign Fixed Income (22.0%)							
92,356,000	AMC Entertainment Holdings 7.5% Feb 15, 2029 144A (USD)	\$ 117,217,958	\$ 100,723,709	273,000	Continental Resources 5.75% Jan 15, 2031 144A (USD)	12,799,376	12,276,110
123,633,000	American Airlines Inc. 11.75% Jul 15, 2025 144A (USD)	168,310,308	165,255,731	9,844,000	Delta Airlines Inc. 7% May 1, 2025 (USD)	51,200,064	47,346,060
10,616,000	American Airlines Inc. 5.5% Apr 20, 2026 144A (USD)	13,898,336	12,604,454	36,287,000	Embraer S.A 5.05% Jun 15, 2025 (USD)	982,290	1,044,526
44,202,000	American Airlines Inc. 5.75% Apr 20, 2029 144A (USD)	56,101,497	48,775,282	837,000	Embraer S.A 5.4% Feb 1, 2027 (USD)	3,157,396	3,390,702
27,229,000	American Airlines Inc. IP Notes 10.75%/12% Feb 15, 2026(USD)	40,456,315	39,171,493	2,775,000	Ford Motor Credit Co LLC FRN Aug 3, 2022 (Q LIBOR+108)(USD)	3,334,080	4,239,260
71,203,000	Apple Inc. 2.513% Aug 19, 2024	72,369,712	69,443,026	3,300,000	Gannett Holdings LLC 6.0% Nov 1, 2026 144A (USD)	30,155,705	25,983,329
48,335,000	Avis Budget Car/Finance 4.75% Apr 1, 2028 144A (USD)	61,297,730	51,710,002	24,049,000	GE Capital Corp FRN May 5, 2026 (Q LIBOR+38)(USD)	23,769,138	24,796,117
56,215,000	Avis Budget Car/Finance 5.375% Mar 1, 2029 144A (USD)	72,224,797	60,304,412	20,256,000	Goldman Sachs FRN Apr 29, 2025 (CDOR+37)	12,508,317	12,176,760
56,728,000	Avis Budget Car/Finance 5.75% Jul 15, 2027 (USD)	71,796,241	65,011,496	12,477,000	Hertz 5% Dec 1, 2029 144A (USD)	64,851,268	51,322,030
28,643,000	Avis Budget Car/Finance 5.75% Jul 15, 2027 144A (USD)	37,500,759	33,056,715	51,594,000	Lehman Bros Hldg Inc. 4.85% Sep 3, 2013 (USD)	-	193
2,513,000	Avis -Series 2019-3A C 3.15% Mar 20, 2026 (USD)	2,711,488	3,023,138	25,000	Maxar Technologies Inc. 7.54% Dec 31, 2027 (USD)	45,473,859	43,018,698
				23,892,000	MPLX LP. 6.875% Feb 15, 2023/2080 (USD)	27,719,907	29,363,055
				4,733,000	Navient Corp 5.625% Aug 1, 2033 (USD)	5,055,991	4,239,939
				990,000	Navient Corp 5.625% Jan 25, 2025 (USD)	932,048	1,201,642

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2022 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Foreign Fixed Income (22.0%)							
<i>Cont'd</i>							
6,028,000	Occidental Petroleum Corp. 5.55% Mar 15, 2026 (USD)	4,586,684	7,720,622	48,376,408	Caisse Populaire NHA MBS FRN(98005023)Feb 1, 2027(M CDOR-14)	48,305,778	48,134,492
3,203,000	Occidental Petroleum Corp. 6.375% Sep 1, 2028 (USD)	4,494,770	4,181,590	37,767,016	Equitable Bank NHA MBS (97514941) 1.7% Aug 01, 2024	37,803,650	36,645,487
3,762,000	Occidental Petroleum Corp. 6.625% Sept 1, 2030 (USD)	4,984,601	4,997,049	780	Equitable Bank NHA MBS (97518284) 0.8% Nov 1, 2025	1	727
7,123,000	Occidental Petroleum Corp. 7.15% May 15, 2028 (USD)	8,918,382	9,592,074	15,556,011	First National NHA MBS (97516180) 1.82% Feb 1, 2025	15,593,034	15,030,062
1,072,000	Occidental Petroleum Corp. 7.2% Apr 1, 2028 (USD)	1,391,940	1,406,221	27,452,735	First National NHA MBS (97518449) 0.81% Dec 1, 2025	27,566,115	25,526,555
2,948,000	Occidental Petroleum Corp. 7.2% Mar 15, 2029 (USD)	3,714,125	3,933,634	29,444,164	First National NHA MBS FRN (98003235) Jan 1, 2024 (M CDOR+3)	29,545,157	29,476,853
11,140,000	Occidental Petroleum Corp. 7.875% Sep 15, 2031 (USD)	15,534,419	15,767,163	35,367,218	First National NHA MBS FRN (98004522) May 1, 2026(M CDOR-16)	35,319,473	35,241,010
15,658,000	Occidental Petroleum Corp. 7.95% Jun 15, 2039 (USD)	17,747,242	22,817,288	5,737,684	First National NHA MBS FRN (98004946) Jan 1, 2027(M CDOR-11)	5,735,274	5,721,268
228,859,000	Pacific Life Global Funding II FRN Feb 1, 2027 (Q CDOR+38)	228,859,000	226,489,348	168,221,104	First National NHA MBS FRN (98004947) Jan 1, 2027(M CDOR-11)	168,145,405	167,754,291
12,394,000	Spirit Aerosystems Inc. 3.85% Jun 15, 2026 (USD)	16,055,825	13,690,444	170,064,888	First National NHA MBS FRN (98004973) Feb 1, 2027(M CDOR-15)	169,770,676	169,172,149
17,350,000	Spirit Aerosystems Inc. 3.95% Jun 15, 2023 (USD)	20,242,898	20,973,449	7,425,401	Home Trust NHA MBS FRN (98004541) May 1, 2026 (M CDOR -10)	7,428,743	7,407,175
90,522,000	Spirit Aerosystems Inc. 4.6% Jun 15, 2028 (USD)	105,114,767	86,227,240	44,984,176	Merrill Lynch NHA MBS FRN (98004599) Jul 1, 2026(M CDOR-23)	44,799,741	44,723,713
48,750,000	Spirit Aerosystems Inc. 5.5% Jan 15, 2025 144A (USD)	64,380,154	58,160,498	39,075,789	Merrill Lynch NHA MBS FRN (98004601) Jul 1, 2026(M CDOR-23)	38,913,625	38,846,074
77,017,000	Spirit Aerosystems Inc. 7.5% Apr 15, 2025 144A (USD)	105,426,094	92,363,416	30,767,663	Merrill Lynch NHA MBS FRN (98004766) Oct 1, 2026(M CDOR-20)	30,678,129	30,589,906
Total		\$ 1,770,511,884	\$ 1,639,099,187				
Mortgage Backed Securities (17.9%)							
257	BMO NHA MBS FRN (98003572) Jul 1, 2024 (M CDOR -3)	\$ 256	\$ 257	8,703,767	Merrill Lynch NHA MBS FRN (98004859) Dec 1, 2026(M CDOR -20)	8,680,180	8,659,169
122,847,065	C.P.A. Lte. NHA MBS FRN (98004962) Jan 1, 2027 (M CDOR-15)	122,670,165	122,221,663	65,054,380	Merrill Lynch NHA MBS FRN (98004860) Dec 1, 2026(M CDOR -20)	64,855,313	64,656,533

Continued on next page ...

Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2022 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Mortgage Backed Securities (17.9%)							
<i>Cont'd</i>							
24,727,529	Merrill Lynch NHA MBS FRN (98004978) Feb 1, 2027 (M CDOR-20)	24,650,379	24,564,033	29,301,000	Toyota Credit Canada Inc. 1.27% Jul 22, 2024	28,785,361	27,606,312
98,712,573	Merrill Lynch NHA MBS FRN (98005105) Apr 1, 2027 (M CDOR-14)	98,449,997	98,191,627	12,576,000	WTH Car Rental ULC (AVIS) 2.781% Jul 22, 2024	12,621,792	12,215,748
15,753,257	RBC Dominion Sec NHA MBS (97517581) 0.6% Aug 1, 2025	15,730,258	14,664,762	Total		\$ 90,528,292	\$ 84,737,268
478,327	Scotia Capital NHA MBS FRN (98005098) Apr 1, 2027 (M CDOR-12)	477,518	476,116	Preferred Shares (3.9%)			
45,713,341	Scotia Capital NHA MBS FRN (98005121) Apr 1, 2027 (M CDOR-43)	45,206,837	45,103,973	986,194	BCE Inc. (BCE.PR.C)	\$ 15,182,021	\$ 18,757,410
157,216,134	Scotia Capital NHA MBS FRN (98005122) Apr 1, 2027 (M CDOR-19)	156,640,723	156,216,979	118,300	BCE Inc. (BCE.PR.E)	2,108,172	2,229,955
121,919,179	Scotia Capital NHA MBS FRN (98100012) Jun 1, 2027 (CORRA+35)	121,580,244	121,580,244	172,200	BCE Inc. (BCE.PR.H)	2,598,953	3,261,468
17,313,000	Scotia Capital NHA MBS FRN (98100013) Jun 1, 2027 (CORRA+35)	17,264,697	17,264,697	623,500	BCE Inc. (BCE.PR.J)	9,683,722	11,846,500
5,949,246	TD Bank NHA MBS (99010498) 2.05% Dec 1, 2022	5,988,434	5,935,509	147,000	BCE Inc. (BCE.PR.L)	1,838,601	2,382,870
Total		\$ 1,341,799,802	\$ 1,333,805,324	83,900	BCE Inc. (BCE.PR.S)	1,232,799	1,598,295
Private Placements (1.1%)							
11,595,167	Black Press Group Ltd. 12% Mar 31, 2024	\$ 11,524,166	\$ 10,435,650	18,300	BMO (BMO.PR.W)	315,581	395,829
478,530	Blue Water Bridge Authority (amort) 6.41% Jul 9, 2027	580,079	498,700	149,049	Canadian Life Companies Split Corp 6.25% 2012 PFD	1,271,323	1,460,680
5,109,000	Golf Town/Golfsmith 10.5% Jul 24, 2018 (144A)	2,815,576	11,240	25,100	Cenovus Energy Inc. (CVE.PR.A)	220,706	381,771
10,266,000	Honda Canada Finance Inc. FRN Feb 26, 2024 (Q CDOR+9)	10,257,644	10,149,668	33,248	ClearStream Energy Services Inc. Series 1 Preferred Share	33,106,000	22,165,444
5,157,000	Honda Canada Finance Inc. FRN Sep 27, 2024 (Q CDOR+20)	5,163,704	5,090,349	21,772	ClearStream Energy Services Inc. Series 2 Pfd	21,760,900	14,514,739
1,588,000	Kruger Packaging Holdings L.P. 6% Jun 1, 2026	1,591,970	1,541,601	56,700	Enbridge Inc. (ENB.PF.A)	899,544	992,250
17,188,000	Nordstar Capital LP. 10% Aug 5, 2025	17,188,000	17,188,000	2,700	Enbridge Inc. (ENB.PF.V) (USD)	64,872	81,160
				76,800	Enbridge Inc. (ENB.PR.D)	1,097,481	1,422,336
				794,000	Enbridge Inc. (ENB.PR.F)	10,856,820	14,943,080
				1,753,400	Enbridge Inc. (ENB.PR.H)	22,450,627	30,088,344
				208,500	Enbridge Inc. (ENB.PR.N)	3,279,470	4,024,050
				65,100	Enbridge Inc. (ENB.PR.P)	850,064	1,150,317
				700	Enbridge Inc. (ENB.PR.T)	9,781	12,082
				100,577	M Split Corp 7.5% Dec 1, 2024 Series B	489,173	497,856
				4,000	Manulife Financial (MFC.PR.J)	61,114	94,240
				642,400	Manulife Financial (MFC.PR.P)	10,376,736	10,522,512

Continued on next page ...

Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2022 (unaudited)

Par Value/Number of Shares Average Cost (\$) Fair Value (\$)

Preferred Shares (3.9%)

Cont'd

625,200	Pembina Pipeline Corp (PPL.PR.A)	7,916,978	12,510,252
136,150,000	RBC (AT1) pref 4.2% (5y GoC + 271) Feb 24, 2027	136,150,000	117,448,341
207,200	Sun Life Financial Inc. (SLF.PR.K)	4,358,320	3,885,000
171,400	TC Energy Corp (TRP.PR.D)	2,454,955	3,189,754
257,857	TC Energy Corp (TRP.PR.F)	3,334,171	4,306,212
86,400	TC Energy Corp (TRP.PR.H)	912,135	1,254,528
109,600	TC Energy Corp (TRP.PR.I)	1,350,948	1,655,508
341,200	Thomson Reuters Corp (TRI.PR.B)	4,302,408	4,732,444
Total		\$ 300,534,375	\$ 291,805,227

Zero Coupon Bonds (0.0%)

3,000,000	Ontario Prov Gen CPN Sep 8, 2023	\$ 2,935,230	\$ 2,887,392
Total		\$ 2,935,230	\$ 2,887,392

Total investment portfolio (100.0%)

		\$ 7,903,162,311	\$ 7,462,539,945
	Cash and cash equivalents (0.3%)	\$	\$ 20,774,601
	Other assets less liabilities (-0.3%)		(24,073,074)
Net assets		\$	\$ 7,459,241,472

Foreign Exchange Contracts

Counterparty	Settlement Date	Buy	Par Value	Sell	Par Value	Forward Rate	Current Rate	Unrealized Appreciation (Depreciation)
Canadian Imperial Bank of Commerce ¹	2022-09-15	CAD	\$ 2,250,520,409	USD	\$ 1,794,144,000	0.797	0.777	\$ (59,018,547)
Canadian Imperial Bank of Commerce ¹	2022-09-15	USD	139,796,000	CAD	181,102,223	1.295	1.287	(1,147,711)
Canadian Imperial Bank of Commerce ¹	2022-09-15	USD	28,222,000	CAD	36,473,548	1.292	1.287	(144,352)

Notes

¹ Credit rating of counterparty is A+.

Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2022 (unaudited)

1. Formation of Fund

The address of the Fund's registered office is 3080 Yonge St., Suite 3037, Toronto, Ontario.

Lysander Funds Limited (the "Manager" or "Lysander") is the manager and trustee of the Fund and is responsible for providing or arranging the provision of all general management and administrative services required by the Fund in its day-to-day operations, including but not limited to, calculating and reporting the net asset value of the Fund and its series, preparing all offering documents, unitholder recordkeeping and other administrative services.

Lysander-Canso Corporate Value Bond Fund (the "Fund") is an open-end fund formed under the laws of the Province of Ontario by a declaration of trust dated April 24, 2009, which has been subsequently amended and restated into the master declaration of trust dated December 8, 2011, as the same was amended and/or consolidated from time to time. At the time it was formed, the Fund's name was "Lysander Corporate Value Bond Fund". On April 30, 2009, the Fund commenced operations and distributed units pursuant to prospectus exemptions. On December 23, 2011, the Fund became a reporting issuer, with its units qualified for distribution under a simplified prospectus. On December 31, 2015, the Fund changed its name to "Lysander-Canso Corporate Value Bond Fund".

The Fund's investment objective is to provide above average, long-term total returns consisting of interest income and some capital gains by investing primarily in fixed income securities.

The portfolio manager of the Fund is Canso Investment Counsel Ltd., ("Portfolio Manager"), a company under common control as the Manager.

2. Basis of Presentation

These interim financial statements (the "financial statements") have been prepared in compliance with International Financial Reporting Standards ("IFRS") as published by the International Accounting Standards Board ("IASB"). These financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and do not include all of the information and disclosures required in the annual financial statements. These financial statements should be read in conjunction with the Fund's annual financial statements and accompanying note disclosures.

The financial statements were authorized for issue by Lysander's board of directors on August 22, 2022.

3. Significant Accounting Policies

The significant accounting policies of the Fund are as follows:

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term investments in an active market with original maturities of three months or less, bank overdrafts and money market funds with daily liquidity and all highly liquid financial instruments that mature within three months of being purchased.

Financial instruments

The Fund accounts for its financial instruments in accordance with IFRS 9 Financial Instruments ("IFRS 9"), which include cash and cash equivalents, investments at fair value through profit or loss, accrued interest, reimbursement receivable, subscriptions receivable, redemption payable, due to/from investment dealer, receivable/payable from forward exchange contracts and accrued expenses.

Financial assets and financial liabilities at fair value through profit or loss ("FVTPL"):

Financial Assets

The Fund classifies its investments in debt and equity securities and open-ended investment funds based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

These financial assets are managed and their performance is evaluated on a fair value basis. The Fund also manages these financial assets with the objective of realizing cash flows through sales. The Fund has not taken the option to irrevocably designate any of its equity securities at fair value through other comprehensive income ("FVOCI"). Consequently, these financial assets are mandatorily measured at FVTPL.

Financial Liabilities

Financial assets or financial liabilities held for trading are those acquired or incurred principally for the purpose of selling or repurchasing in the near future or on initial recognition are a part of a portfolio of identified financial instruments that the Fund manages together and has a recent actual pattern of short term profit-taking.

All derivatives and short positions are included in this category and mandatorily measured at FVTPL.

The Fund does not apply general hedge accounting to any of its derivatives positions.

Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2022 (unaudited)

Financial assets and financial liabilities at amortized cost:

The financial assets and liabilities measured at amortized cost include cash collateral posted on derivative positions, accrued income, due to and from brokers and other short term receivables and payables.

IFRS 9 requires the expected credit loss model ("ECL") as the impairment model for financial assets measured at amortized cost. At each reporting date, the Fund measures the loss allowance on cash collateral held, amounts due from broker, accrued income and other short term receivables at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund measures the loss allowance at an amount equal to the 12 month expected credit losses. Given the short-term nature of the receivables and the high credit quality, the Fund has determined that the expected credit loss allowances are not material or considered impaired.

The Fund classifies financial instruments carried at fair value using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified as Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is reclassified as Level 3. The Manager assesses transfers at the time of an event that may cause reason for re-assessment of levelling. The classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability. The determination of what constitutes observable requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent

sources. The classification of the Fund's financial instruments within the fair value hierarchy as at June 30, 2022 and December 31, 2021, as applicable, is disclosed in the notes to the financial statements of the Fund. Significant transfers between levels are also disclosed in the notes to the financial statements of the Fund, where applicable. The reconciliation of Level 3 fair value measurements for the periods ended June 30, 2022 and December 31, 2021, if applicable, are included in the notes to the financial statements of the Fund.

Recognition/Derecognition

At initial recognition, financial assets and liabilities are measured at fair value. Transaction costs on financial assets and liabilities at fair value through profit or loss are expensed as incurred in the statement of comprehensive income (loss).

Subsequent to initial recognition, financial assets and liabilities at fair value through profit or loss are measured at fair value.

Gains and losses arising from changes in their fair value are included in the statement of comprehensive income for the period in which they arise. Dividend or interest income earned on financial assets at fair value through profit or loss and dividend or interest expense on the financial liabilities at fair value through profit or loss are disclosed in a separate line item in the statement of comprehensive income.

Financial assets are derecognized when the contractual rights to the cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities at fair value through profit or loss are derecognized when the obligation specified in the contract is discharged, cancelled or expired.

Investment transactions are accounted for on a trade date basis. Realized gains and losses on the disposition of investments, and unrealized appreciation and depreciation of investments, are determined on an average cost basis and are included in the statement of comprehensive income (loss).

Realized gains and losses related to options are included in net realized gain/(loss) on options at fair value through profit or loss. Realized gains and losses relating to written options may arise from expiration of written options whereby realized gains are equivalent to the premium received and from the exercise of written covered call options in addition to the realized gains or losses from disposition of the related investments at the exercise price of the option.

Fair value measurements

The securities in the Fund's Portfolio are measured at FVTPL. The fair value of financial assets and liabilities traded in active markets are based on quoted market prices at the close of

Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2022 (unaudited)

trading on the period-end date. The quoted market price used for financial assets and financial liabilities of the Fund is the last traded price provided such price is within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Fund will determine the points within the bid-ask spread that are most representative of the fair value. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques commonly used by market participants making the maximum use of observable inputs and relying as little as possible on unobservable inputs. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date.

Where available, valuation techniques use market observable assumptions and inputs. If such data is not available, inputs may be derived by reference to similar assets in active markets, from recent prices for comparable transactions or from other observable market data. When measuring fair value, the Fund selects the non-market-observable inputs to be used in its valuation techniques, based on a combination of historical experience, derivation of input levels based on similar products with observable price levels and knowledge of current market conditions and valuation approaches. Unobservable inputs are used to measure fair value to the extent that relevant observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date. However, the fair value measurement objective remains the same, i.e., an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability. Therefore, unobservable inputs reflect the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk. The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including model risk, liquidity risk and counterparty risk. Unlisted debt securities are valued based on observable inputs such as the prices provided by an independent reputable pricing services company who prices the securities based on recent transactions and quotes received from market participants and through incorporating observable market data and using standard market convention practices. Unlisted debt securities for which current quotations are not readily available are valued using another valuation technique as described below.

The Fund uses widely recognized valuation techniques for determining the fair value of financial instruments that are not actively traded and quoted. The most frequently applied valuation techniques include: i) discounted value of expected cash flows, ii) relative value, iii) option pricing methodologies, iv) private placement financing technique, v) internally developed models and vi) market activity. In some cases, it may be reasonable and appropriate to value at cost, where there has been no material subsequent event affecting value. Discounted value of expected cash flows is a valuation technique that measures fair value using estimated expected future cash flows from assets or liabilities and then discounts these cash flows using a discount rate or discount margin that reflects the credit and/or funding spreads required by the market for instruments with similar risk and liquidity profiles to produce a present value. When using such valuation techniques, expected future cash flows are estimated using an observed or implied market price for the future cash flows or by using industry standard cash flow projection models. The discount factors within the calculation are generated using industry standard yield curve modeling techniques and models. Relative value models measure fair value based on the market prices of equivalent or comparable assets or liabilities, making adjustments for differences between the characteristics of the observed instrument and the instrument being valued. Option pricing models incorporate assumptions regarding the behavior of future price movements of an underlying referenced asset or assets to generate a probability-weighted future expected payoff for the option. The resulting probability-weighted expected payoff is then discounted using discount factors generated from industry standard yield curve modeling techniques and models. The option pricing model may be implemented using a closed form analytical formula or other mathematical techniques (e.g., binomial tree or Monte Carlo simulation). For more complex instruments and instruments for which there is no active market, fair values may be estimated using a combination of observed transaction prices, if any, consensus pricing services and relevant broker quotes. Consideration is given to the nature of the quotes (e.g., indicative or firm) and the relationship of recently evidenced market activity to the prices provided by consensus pricing services. Private placement financings are instances where a company raises capital through an offering of additional securities in the private markets. Pertinent details of such offering, including the terms of such offering, the issue price, and total capital raised are considered when assessing the reasonability that the issue price of such offering approximates fair value. In contrast to public offerings on a recognized exchange, private placement financings are not available to the general public. The Fund also uses internally developed models, which are typically based on valuation methods and techniques recognized as standard within the industry. Assumptions and inputs used in valuation techniques include benchmark interest

Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2022 (unaudited)

rate curves, credit and funding spreads used in estimating discount rates, bond and equity prices, equity index prices, foreign exchange rates, levels of market volatility and correlation. In situations where there is limited market activity for the asset or liability near the measurement date, the most recent transaction price may be used.

Income recognition

Dividend income is recognized when the Fund's right to receive the payment has been established, normally being the ex-dividend date. Dividend income is recognized gross of withholding tax, if any.

The interest income for distribution purposes shown on the statement of comprehensive income (loss) represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis. The interest income for distribution purposes is the tax basis of calculating the interest received and which is subject to tax.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Accounting estimates

In the application of the Fund's accounting policies, the Fund is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily available from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. The most significant estimates relate to the valuation of investments. Actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

Net assets attributable to holders of redeemable units

Units issued and outstanding represent the capital of the Fund, with units in each series representing an equal and rateable share in the assets allocated to each series. The management fee rates are different for each of the series. Please refer to Note 6 for discussion of management fee rates. The redeemable units

are classified as financial liabilities and are measured at the redemption amounts.

Units of the Fund may be purchased or redeemed at a price per unit equal to the net asset value ("NAV") of a unit of the applicable series of the Fund on each valuation date.

Net asset value per unit

The net asset value per unit of each series of units of the Fund is computed by dividing the NAV of a series of units by the total number of units of the series outstanding at the time. The Fund's accounting policies for measuring the fair value of its investments and derivatives are identical to those used in measuring its NAV for transactions with holders of redeemable units.

Foreign currency translation

Foreign currency amounts are translated into the Fund's functional currency as follows: fair value of investments, forward currency contracts and other financial assets and liabilities, at the closing rate of exchange on each business day; income and expenses, and purchases, sales and settlements of investments, at the rate of exchange prevailing on the respective dates of such transactions.

Foreign currency forward contracts

The value of the foreign currency forward contracts is the gain or loss that would be realized if the position in the forward contract was closed out in accordance with its terms. The unrealized gains or losses on the forward contract are reported as part of the change in unrealized appreciation or depreciation on forwards in the statement of comprehensive income (loss). Foreign currency forward contracts manage exposure to foreign currency gains and losses arising from short and long-term investments denominated in foreign currencies.

Taxation

The Fund is a mutual fund trust within the meaning of the Income Tax Act (Canada). The Fund is subject to tax on its net taxable income, including net realized capital gains, for the calendar year which is not paid or payable to its unitholders as of the end of the calendar year. It is the intention of the Fund to pay all of its net taxable income and net realized capital gains so that the Fund will not be subject to income taxes other than foreign withholding taxes, if applicable. Therefore, no provision for income taxes has been made in these financial statements.

As at December 31, 2021, the Fund had no net capital losses (December 31, 2020 - Nil) and no non-capital losses (December 31, 2020 - Nil).

Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2022 (unaudited)

Distributions

The Fund makes distributions of net income quarterly for Series A and F, and monthly for Series A5 and Series F5, and any net realized capital gains annually. These are recognized in the statement of changes in net assets attributable to holders of redeemable units.

Critical accounting estimates and judgments

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements:

Determination of Functional Currency

'Functional currency' is the currency of the primary economic environment in which the Fund operates. If indicators of the primary economic environment are mixed, then the Fund uses its judgment to determine the functional currency that most faithfully represents the economic effect of the underlying transactions, events, and conditions. The Fund's subscriptions and redemptions are denominated in Canadian Dollars ("CAD"). Accordingly, the Fund has determined that the functional currency of the Fund is CAD unless noted otherwise.

Fair Value Measurement of Derivatives and Securities Not Quoted in an Active Market

The Fund may hold financial instruments that are not quoted in active markets, including derivatives. Fair values of such instruments are determined as disclosed in Fair Value Measurement section in Note 3.

Future changes in accounting standards

As of June 30, 2022, there are no future standards that could have a material or significant impact on the Fund.

4. Expenses

The Fund is responsible for the payment of all expenses related to its operations, including but not limited to audit fees, Independent Review Committee fees, fund administration fees, filing fees, redeemable unitholder reporting and custodian fees plus harmonized sales tax. At their discretion, the Manager or the Portfolio Manager may pay certain of the expenses of the Fund but any such payments shall not oblige the Manager or the Portfolio Manager to make similar future payments. All expenses are recognized in the statement of comprehensive income (loss) on the accrual basis.

Service fees may be paid by the Manager from the management fees it receives from the Fund. Service fees may be paid to brokers and dealers to compensate them for providing ongoing

services to redeemable unitholders holding Series A and A5 units, if applicable.

The maximum service fee is 0.50% per annum on the Series A and Series A5 units, exclusive of any applicable taxes.

5. Issuance and Redemption of Units

The Fund is authorized to issue an unlimited number of transferable, redeemable units of beneficial interest, each of which represents an equal undivided interest in the net assets of the Fund. Each unit entitles the holder to the same rights and obligations as a holder of any other unit and no holder of units is entitled to any privilege, priority or preference in relation to any other holder of units. Each holder of units is entitled to one vote for each whole unit held and is entitled to participate equally with respect to any and all distributions made by the Fund, including distributions of net income and net realized capital gains, if any. On termination or liquidation of the Fund, the holders of outstanding units of record are entitled to receive on a pro rata basis all of the assets of the Fund remaining after payment of all debts, liabilities and liquidation expenses of the Fund. The units of the Fund are issued and redeemed at their NAV.

During the periods ended June 30, 2022 and 2021, the number of units issued, redeemed and outstanding were as follows:

Series A

For the periods ended	30-Jun-22	30-Jun-21
Units outstanding at beginning of period	77,621,534	49,884,791
Redeemable units issued	7,595,799	19,614,845
Redeemable units redeemed	(11,136,674)	(5,271,584)
Redeemable units issued on reinvestments	669,637	745,772
Units outstanding at end of period	74,750,296	64,973,824

Series A5

For the periods ended	30-Jun-22	30-Jun-21
Units outstanding at beginning of period	1,463,289	967,815
Redeemable units issued	179,211	369,386
Redeemable units redeemed	(120,065)	(99,614)
Redeemable units issued on reinvestments	7,856	4,424
Units outstanding at end of period	1,530,291	1,242,011

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Series F

For the periods ended	30-Jun-22	30-Jun-21
Units outstanding at beginning of period	430,689,574	266,323,962
Redeemable units issued	103,663,031	100,314,956
Redeemable units redeemed	(63,815,812)	(25,103,316)
Redeemable units issued on reinvestments	4,256,761	3,733,450
Units outstanding at end of period	474,793,554	345,269,052

The Manager may offer a reduced management fee to selected investors who (among other considerations) hold large investments in the Fund. This is achieved by reducing the management fee charged to the Fund based on the assets held by such investors and the Fund distributing the amount of the reduction in additional units of the same series of the Fund to the investor.

Series F5

For the periods ended	30-Jun-22	30-Jun-21
Units outstanding at beginning of period	15,086,000	8,274,855
Redeemable units issued	5,249,929	4,099,656
Redeemable units redeemed	(6,678,324)	(289,222)
Redeemable units issued on reinvestments	46,185	36,937
Units outstanding at end of period	13,703,790	12,122,226

At June 30, 2022, the Manager, the majority shareholder of the Manager, the Manager's directors and officers together with certain immediate family members had an ownership interest in the Fund amounting to 0.0% (December 31, 2021 - 0.0%).

The Manager is entitled to receive from the Fund a management fee which is calculated daily and payable monthly at an annualized rate of up to 1.25% on Series A and Series A5 units and up to 0.75% on Series F and Series F5 units, exclusive of applicable taxes, based on the net asset value of each respective series. Series O has no management fees because investors will pay a negotiated management fee directly to the Manager.

6. Related Party Transactions

The Manager is responsible for the day-to-day management of the Fund and its investment portfolio in compliance with the Fund's constating documents. The Manager pays for certain investment management services and provides certain administrative services required by the Fund. As compensation for its services the Manager is entitled to receive a management fee.

During the period ended June 30, 2022, the Manager paid the Portfolio Manager, an affiliate of the Manager, \$14,350,731 (June 30, 2021 - \$10,025,688) for managing the portfolio of the Fund. As at June 30, 2022 the amount payable to the Portfolio Manager was \$2,339,134 (December 31, 2021 - \$2,379,678).

7. Fair Value Hierarchy

The following fair value hierarchy table presents information about the Fund's assets measured at fair value, as described in Note 3, as at June 30, 2022 and December 31, 2021:

As at June 30, 2022	Level 1	Level 2	Level 3	Total
Investments				
Equities	\$ 193,442,005	\$ 117,595,212	\$ 48,132,123	\$ 359,169,340
Fixed income	-	7,064,171,365	39,199,240	7,103,370,605
Total	\$ 193,442,005	\$ 7,181,766,577	\$ 87,331,363	\$ 7,462,539,945
As at December 31, 2021				
Investments				
Equities	\$ 786,550,470	\$ 135,840,422	\$ 58,400,863	\$ 980,791,755
Fixed income	-	5,895,655,080	39,199,240	5,934,854,320
Total	\$ 786,550,470	\$ 6,031,495,502	\$ 97,600,103	\$ 6,915,646,075

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As at	30-Jun-22	31-Dec-21
Level 3 reconciliation		
Balance, beginning of periods	\$ 97,600,103	\$ 91,751,099
Purchases	22,000,000	-
Sales	(22,000,000)	(17,218,988)
Transfers In	-	-
Transfers Out	-	-
Realized gains and losses	-	6,914,464
Change in unrealized appreciation (depreciation)	(10,268,740)	16,153,528
Balance, end of periods	\$ 87,331,363	\$ 97,600,103

The Portfolio Manager's internal valuation team is comprised of individuals from across the functional areas of the firm (Trading, Settlements, Research, Portfolio Management, Compliance, and Fund Administration) who have broad and deep experience in the fair value techniques for debt and equity investments. The team reports to the Chief Investment Officer of the Portfolio Manager and the internal valuation team's valuation processes and results are reviewed by the Portfolio Manager's management on an ongoing basis. Security valuations are discussed on a case-by-case basis with a view to establish the most suitable valuation method. During the periods ended June 30, 2022 and December 31, 2021, there were no transfers between levels.

The following sections provides information regarding Level 3 securities. It includes a summary of the valuation techniques used and the sensitivity of the fair value of these securities to changes in input values.

ClearStream Energy Services Inc. Series 1 Preferred Share

Price: \$666.67

Valuation Technique: The relative value technique.

Unobservable Inputs: Clearstream Senior Secured Bond Price (from third party).

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$200.00.

ClearStream Energy Services Inc. Series 2 Pfd (restricted)

Price: \$666.67

Valuation Technique: The relative value technique.

Unobservable Inputs: Clearstream Senior Secured Bond Price (from third party).

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$200.00.

ClearStream Energy Services Inc. TL 8% Oct 14, 2025

Price: \$100.00

Valuation Technique: The private placement financing technique.

Unobservable Inputs: The primary unobservable input for this security is the most recent transacted price in private offerings of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$30.00.

Golf Town/Golfsmith 10.5% Jul 24, 2018 (144A)

Price: \$0.22

Valuation Technique: The private placement financing technique.

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$0.07.

Nordstar Capital Inc. LP

Price: \$14.51

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Valuation Technique: Internally developed model.

Unobservable Inputs: The primary unobservable inputs for this security include NordStar's financial statements, its ownership in VerticalScope Holdings Inc., and outstanding units, and the public market price of VerticalScope Holdings Inc.

Change in input values: A reasonably possible change to the value of VerticalScope Holdings Inc. could result in an increase or decrease of 50%, or an increase or decrease in the security price of \$7.255.

Nordstar Capital LP. 10% Aug 5, 2025

Price: \$100.00

Valuation Technique: Cost

Unobservable Inputs: The primary unobservable input for this security is the last price that the security was purchased.

Change in input values: A reasonably possible change in the price of the security could result in an increase or decrease of 30% or an increase or decrease in the security price of \$30.00.

Xplore Mobile Inc. ("Mobility Spinco")

Price: \$1.14

Valuation Technique: The relative value technique.

Unobservable Inputs: The primary unobservable inputs for this security were taken from financial data provided by the company's management and government publications.

Change in input values: A reasonably possible change to the value of the assets that make up the business could result in an increase or decrease of 40%, or an increase or decrease in the security price of \$0.456.

Xplornet Wireless Inc. ("License Spinco")

Price: \$4.90

Valuation Technique: The relative value technique.

Unobservable Inputs: The primary unobservable inputs for this security were taken from financial data provided by the company's management and government publications.

Change in input values: A reasonably possible change to the value of the assets that make up the business could result in an increase or decrease of 40%, or an increase or decrease in the security price of \$1.96.

8. Risk Management

The Fund's activities expose it to a variety of financial risks in the normal course of operations. These include credit risk, liquidity risk, and market risk. The value of the investments in the Fund's portfolio can fluctuate as a result of changes in interest rates, general economic conditions, supply and demand conditions relating to specific securities, or news relating to a specific issuer. In order to manage risk, the Portfolio Manager will diversify the portfolio based on industry and credit rating category. Significant risks that are relevant to the Fund are discussed below.

Credit risk

Credit risk is the risk of financial loss that could arise from a security issuer or counterparty to a financial instrument not being able to meet its financial obligations. The Fund's main exposure to credit risk consists of investments in debt instruments, such as bonds. The Fund is also exposed to counterparty risk from other assets, such as amounts due from investment dealer or subscriptions receivable. To manage this risk, the Portfolio Manager monitors the Fund's credit exposure and counterparty credit ratings.

The Fund measures credit risk and lifetime ECLs related to these trade receivables using historical analysis and forward looking information in determining the ECL.

As at June 30, 2022 and December 31, 2021, the Fund had directly invested in debt instruments with the following credit ratings:

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As a % of net assets		30-Jun-22	31-Dec-21
Credit exposure			
AAA	%	33.4	7.2
AA		4.0	0.2
A		10.4	10.4
BBB		20.1	24.0
BB		15.2	22.2
B		7.3	9.9
CCC		6.1	8.5
Not Rated		2.6	4.1

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations, including any redemption of units for cash. The Fund is exposed to possible daily redemptions at the then current NAV per unit. Liquidity risk is managed by investing a significant portion of the Fund's assets in investments that are traded in an active market and that can be readily sold. All liabilities of the Fund are due within one year.

The following table presents the Fund's liabilities according to their maturity date as at June 30, 2022 and December 31, 2021:

As at 30-Jun-2022	Less Than One Month	1-3 Months	3 Months – 1 Year
Liquidity exposure			
Redemption Payable	\$ 27,546,946	\$ –	\$ –
Due to investment dealers	10,560,847	–	–
Accrued expenses	6,252,959		
Payable on forward exchange contracts	–	60,310,610	–
As at 31-Dec-2021	Less Than One Month	1-3 Months	3 Months – 1 Year
Liquidity exposure			
Redemption Payable	\$ 3,060,824	\$ –	\$ –
Due to investment dealers	14,976,246	–	–
Accrued expenses	–	6,522,376	–

Market risk

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a fund asset will fluctuate because of changes in market interest rates. If applicable, to manage interest rate risk, the Portfolio Manager monitors exposures and maintains the portfolio duration within the limits specified in the investment policies and objectives of the Fund. If applicable, the Fund has calculated the sensitivity analysis below. Actual results may differ materially from this analysis.

The table below summarizes the Fund's exposure to interest rate risks based on the remaining term to maturity of the investments.

	Less than 1 year	1-5 years	More than 5 years
Interest rate exposure			
June 30, 2022	\$ 1,144,320,911	\$ 4,564,208,367	\$ 1,512,289,668
December 31, 2021	616,779,789	3,427,653,447	2,460,625,990

If interest rates had increased or decreased by 1% at June 30, 2022, with all other variables remaining constant, net assets of the fund would have decreased or increased by approximately \$140,979,664 (December 31, 2021 - \$203,777,753).

Currency risk

Currency risk arises when the value of investments denominated in currencies other than CAD fluctuate due to changes in exchange rates. If applicable, the currency risk will typically be hedged by entering into foreign currency forward contracts, however some

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moderate currency exposure may be assumed if deemed to be beneficial to the Fund. If applicable, the Fund has calculated the sensitivity analysis below. Actual results may differ materially from this analysis.

The table below summarizes the Fund's net exposure (before hedging, if any) to currency risk as at:

		30-Jun-22		31-Dec-21	
Currency exposure					
US Dollars	%	26.8	%	41.6	

As at June 30, 2022, if the CAD had strengthened or weakened by 1% in relation to the above currency, with all other factors remaining constant, the Fund's net assets would have decreased or increased by 0.3% (December 31, 2021 - 0.4%).

Price risk

Price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in a market or market segment. If applicable, this risk is managed through a careful selection of securities and other financial instruments within the parameters of the investment strategy and by maintaining a well-diversified portfolio. Exposure to price risk arises from investments in equity securities. If applicable, the Fund has calculated the sensitivity analysis below. Actual results may differ materially from this analysis.

As at June 30, 2022, approximately 4.8% (December 31, 2021 - 12.9%) of the Fund's net assets were invested in equity securities. If prices of these investments had increased or decreased by 5% as at June 30, 2022 with all other factors remaining constant, net assets would have increased or decreased, by approximately \$17,958,467 (December 31, 2021 - \$49,039,588).



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