

Semi-Annual Management Report of Fund Performance
As at June 30, 2022

Lysander-Seamark Total Equity Fund



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A Note About Forward Looking Statements

This semi-annual Management Report of Fund Performance includes certain statements that are “forward looking statements”. All statements, other than statements of historical fact, included in this Management Report of Fund Performance that address activities, events or developments that the Fund expects or anticipates will or may occur in the future, including such things as anticipated financial performance, are forward looking statements. The words “may”, “could”, “would”, “should”, “believe”, “plan”, “anticipate”, “expect”, “intend”, “forecast”, “objective” and similar expressions are intended to identify forward looking statements.

These forward looking statements are subject to various risks and uncertainties, including the risks described in the simplified prospectus of the Fund, which could cause actual financial performance and expectations to differ materially from the anticipated performance or other expectations expressed.

Readers are cautioned not to place undue reliance on these forward looking statements. All opinions contained in forward looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

The Fund has no specific intention of updating any forward looking statements whether as a result of new information, future events or otherwise, except as required by securities legislation. Certain research and information about specific holdings in the Fund, including any opinion, is based upon various sources believed to be reliable, but it cannot be guaranteed to be current, accurate or complete. It is for information only, and is subject to change without notice.

About This Report

This semi-annual Management Report of Fund Performance of Lysander-Seamark Total Equity Fund (the “Fund”) contains financial highlights for the period ended June 30, 2022 but does not contain the complete financial statements of the Fund. This report should be read in conjunction with the interim financial statements of the Fund for the period ended June 30, 2022. Lysander Funds Limited (the “Manager”) is the manager of the Fund. You can get a copy of the financial statements at your request, and at no cost, by calling toll-free 1 877 308 6979, by writing to Lysander Funds Limited, 3080 Yonge Street, Suite 3037, Toronto, Ontario, M4N 3N1, by visiting our website at www.lysanderfunds.com or at SEDAR at www.sedar.com.

Unitholders may also contact Lysander Funds Limited using one of these methods to obtain a copy of the Fund’s proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Investment objective

The Fund’s objective is to provide long-term capital growth by investing primarily in equity securities of companies anywhere in the world.

Investment Strategies

The Fund’s portfolio manager is Seamark Asset Management Ltd. (“Portfolio Manager” or “Seamark”). The Fund’s portfolio is primarily invested in equity securities of companies globally. The Fund will not be leveraged. The Fund may invest up to 100% of its assets in foreign securities. More details are contained in the Fund’s simplified prospectus.

Risks

The risks of this Fund remain as discussed in the Fund’s most recent simplified prospectus.

Results of Operations

The returns of the Fund for the period were -8.80% for Series A and -8.29% for Series F.

The net assets of the Fund were approximately \$2.2 million at June 30, 2022 from \$2.4 million at the beginning of the period. There were net redemptions of approximately \$20 thousand during the period.

The first half of 2022 was difficult for stock and bond investors as persistent high inflation became a problem for Central Banks in North America and abroad. Investment markets had to adjust to tightening monetary conditions, a complete reversal of the emergency expansionary policies that had been necessary during COVID.

In local currencies, the S&P 500 Index had fallen to 20.6% whereas the S&P/TSX Composite Index fell to 11.1% and the Morningstar Developed Markets Ex-North America PR Index fell to 20.1%.

The ongoing conflict in Ukraine pushed energy prices higher creating demand/supply imbalances in the economy. The highest rates of inflation in forty years caused Central Banks on both sides of the border to ratchet short-term interest rates higher, and to telegraph more increases ahead.

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Share prices of equities have also corrected, with the most recent decline reflecting fears that a ratcheting up of interest rates will result in a hard economic landing, perhaps even a recession. Values of some of the more esoteric investments have plummeted as monetary conditions have tightened.

During the period equities produced negative returns although the performance was good on a relative basis. Currency was once again a counter factor when reviewing year to date returns in 2022. Weak foreign equity market returns were mitigated by strength in the U.S. dollar which appreciated 1.62% against the Canadian dollar. At June 30, 2022 the Fund continued to maintain fixed income investments at about 25% of the Fund. Stock selection that tilted towards value driven provided equity outperformance. The decline in the value of the Fund's equities was mitigated by cash that had been accumulating in the Fund from trims or sales of equity holdings since the beginning of the year. Rising share prices for energy and commodity cyclicals created opportunities for profit taking in these sectors. At the end of the period the largest equity sectors of the Fund were Financials, Information Technology, Health Care and Communication Services. In combination, these sectors comprised 47.8% of the Fund. Energy showed the strongest weighted returns followed by health care while information technology and financials were the weakest. In the equity space the leading performers were Cenovus, Canadian Natural Resources, Shell Companies, Merck and Transcanada Pipelines while some of the weakest holdings were Applied Materials, Walt Disney, SAP, State Street and New Flyer Industries.

During the period, new positions were established in Stella Jones and Fedex. Positions in Cenovus, Nutrien, Honeywell and Walgreen were sold. Shares in Royal Dutch Class A were converted to shares of Shell. Shares of Embecta and Woodside new spin-offs from Becton Dickinson and BHP- were also sold, following their receipt.

There were no unusual changes to the components of revenue and expenses of the Fund and there were no unusual events or transactions, economic changes or market conditions that affected performance beyond what would be reasonably expected.

The Fund did not borrow money during the period except for immaterial short-term cash overdrafts.

Recent Developments

Share prices have fallen in the face of persistent and runaway inflation numbers evident across the globe. Strong economic demand, driven by a robust rebound from the ravages of the pandemic, occurred just as supply chain and labour disruptions played havoc with the supply side of the economy. Demand and

supply cost pressures were further exacerbated by the Russian invasion of Ukraine. Energy and food disruptions have driven prices higher for goods and services across the board. With no immediate end in sight to the Ukraine conflict, it is becoming evident that the inflation problem is likely to persist longer than anyone would like. Inflation numbers, well above the 2% prescribed by Central Banks, are resulting in a much tighter stance from monetary authorities.

The U.S. stock market reached its peak in early January 2022. But by mid June, the S&P 500 Index had slid into bear market territory, i.e., a measured decline of 20% from the top. Any drawdown of 20% has already removed a lot of the excess that has taken share prices to peak valuations. Interestingly, one recent study of market returns concluded that equity investors have seen strong double digit positive returns in the 12 months after the bear market has been 'called'. On average, investors have enjoyed a 22% gain in the ensuing one-year period.

Lower stock prices are setting up the opportunity to add to existing holdings or initiate new positions in quality companies with depressed valuations. Many dividend paying companies have declined in price, in sympathy with higher bond yields.

There have been no changes to the Manager or Portfolio Manager, or change of control of the Manager, or of the Fund. There have been no actual or planned reorganizations, mergers or similar transactions.

There were no changes to the membership of the Fund's Independent Review Committee ("IRC").

Related Party Transactions

The Manager provides or arranges for 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. The Manager receives a management fee for these services. The fee is calculated based on a percentage of the net asset value of the Fund as disclosed in the simplified prospectus.

The Fund paid \$14,135 (including HST) in management fees to the Manager for the period ended June 30, 2022 (June 30, 2021- \$14,093).

The Portfolio Manager is responsible for all investment advice provided to the Fund including providing investment analysis and recommendations, making investment decisions and arranging for the acquisition and disposition of portfolio

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investments. Fees for providing these services are included in the management fee.

The Manager paid \$6,624 (including HST) to the Portfolio Manager for the period ended June 30, 2022 (June 30, 2021 - \$6,371).

The Manager relied, or may rely on standing instructions from the IRC in respect of securities traded amongst mutual funds, closed end funds, managed accounts or pooled funds managed by the Manager or an affiliate of the Manager. In such cases the Manager is required to comply with the Manager's written policies and procedures presented to the IRC and provide periodic reports to the IRC in accordance with National Instrument 81-107.

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Financial Highlights

Series A

Period ended	30-Jun-2022	31-Dec-2021	31-Dec-2020	31-Dec-2019	31-Dec-2018	31-Dec-2017
Net assets per unit¹						
Net assets, beginning of period	\$ 14.90	\$ 11.81	\$ 11.51	\$ 9.92	\$ 10.97	\$ 10.72
Operations:						
Total revenue	0.20	0.35	0.35	0.37	0.37	0.33
Total expenses	(0.20)	(0.36)	(0.29)	(0.30)	(0.29)	(0.29)
Realized gains (losses)	0.67	1.14	(0.17)	(0.09)	(0.02)	(0.11)
Unrealized gains (losses)	(1.98)	1.81	(0.61)	1.69	(1.01)	0.32
Total increase (decrease) from operations²	\$ (1.31)	\$ 2.94	\$ (0.72)	\$ 1.67	\$ (0.95)	\$ 0.25
Distributions:						
From income (excluding dividends)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
From dividends	-	-	(0.02)	(0.07)	(0.06)	(0.04)
From capital gains	-	-	-	-	-	-
Total distributions^{2 3}	\$ -	\$ -	\$ (0.02)	\$ (0.07)	\$ (0.06)	\$ (0.04)
Net assets, end of period^{2 3}	\$ 13.59	\$ 14.90	\$ 11.81	\$ 11.51	\$ 9.92	\$ 10.97

Ratios and supplemental data						
Net asset value ⁴	\$ 158,221	\$ 109,210	\$ 197,129	\$ 395,863	\$ 384,818	\$ 437,286
Units outstanding	11,642	7,328	16,694	34,380	38,792	39,857
Management expense ratio ⁵	% 2.56	% 2.54	% 2.53	% 2.56	% 2.55	% 2.55
Management expense ratio before waivers or absorption	3.56	3.35	3.50	3.65	3.56	3.01
Portfolio turnover rate ⁶	5.57	14.55	29.59	15.20	32.30	16.00
Trading expense ratio ⁷	0.01	0.02	0.05	0.03	0.10	-
Net asset value per unit, end of period	\$ 13.59	\$ 14.90	\$ 11.81	\$ 11.51	\$ 9.92	\$ 10.97

Notes

- The information is derived from the Fund's unaudited semi-annual and/or audited annual financial statements. All per unit figures presented are referenced to net assets determined in accordance to IFRS.
- Net assets and distributions are based on the actual numbers of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.
- Distributions were paid in cash or reinvested in additional units, or both.
- This information is provided at the end of the period shown.
- The management expense ratio is based on the total expenses of the period ended and is expressed as an annualized percentage of daily average net asset values during the period.
- The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of portfolio securities, excluding short term securities.
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

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Series F

Period ended	30-Jun-2022	31-Dec-2021	31-Dec-2020	31-Dec-2019	31-Dec-2018	31-Dec-2017
Net assets per unit¹						
Net assets, beginning of period	\$ 14.15	\$ 11.90	\$ 11.64	\$ 10.03	\$ 11.11	\$ 10.86
Operations:						
Total revenue	0.21	0.39	0.36	0.38	0.38	0.34
Total expenses	(0.11)	(0.21)	(0.17)	(0.18)	(0.18)	(0.17)
Realized gains (losses)	0.63	1.30	(0.29)	(0.08)	(0.04)	(0.09)
Unrealized gains (losses)	(1.88)	1.84	0.66	1.70	(1.03)	0.33
Total increase (decrease) from operations²	\$ (1.15)	\$ 3.32	\$ 0.56	\$ 1.82	\$ (0.87)	\$ 0.41
Distributions:						
From income (excluding dividends)	\$ (0.02)	\$ (0.03)	\$ -	\$ -	\$ -	\$ -
From dividends	-	(0.14)	(0.21)	(0.21)	(0.21)	(0.17)
From capital gains	-	(0.87)	-	-	-	-
Total distributions^{2 3}	\$ (0.02)	\$ (1.04)	\$ (0.21)	\$ (0.21)	\$ (0.21)	\$ (0.17)
Net assets, end of period^{2 3}	\$ 12.98	\$ 14.15	\$ 11.90	\$ 11.64	\$ 10.03	\$ 11.11
Ratios and supplemental data						
Net asset value ⁴	\$ 2,032,655	\$ 2,297,932	\$ 1,873,390	\$ 1,667,352	\$ 1,514,900	\$ 1,607,562
Units outstanding	156,631	162,399	157,439	143,252	151,025	144,641
Management expense ratio ⁵	% 1.43	% 1.41	% 1.40	% 1.43	% 1.42	% 1.42
Management expense ratio before waivers or absorption	2.35	2.17	2.46	2.52	2.43	1.90
Portfolio turnover rate ⁶	5.57	14.55	29.59	15.20	32.30	16.00
Trading expense ratio ⁷	0.01	0.02	0.05	0.03	0.10	-
Net asset value per unit, end of period	\$ 12.98	\$ 14.15	\$ 11.90	\$ 11.64	\$ 10.03	\$ 11.11

Notes

- The information is derived from the Fund's unaudited semi-annual and/or audited annual financial statements. All per unit figures presented are referenced to net assets determined in accordance to IFRS.
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Management Fees

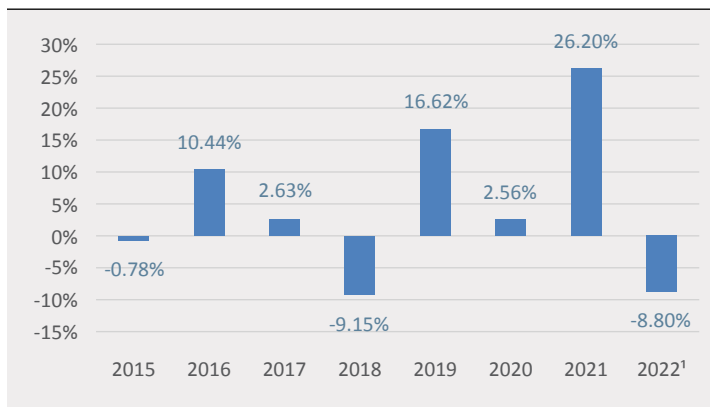
The Manager provides or arranges the provision of all general management and administrative services required by the Fund, and as described in the section “Related Party Transactions” above.

In consideration for such services, the Manager receives a monthly management fee, based on the net asset value of each Series, calculated daily and payable monthly. The Fund pays a management fee of 2.00% per annum for Series A units and 1.00% per annum for Series F units.

Service fees or trailing commissions of a maximum of 1.00% per annum are paid on Series A units to dealers. This comprises approximately 50% of the management fee of Series A units.

Year-by-Year Returns

Series A

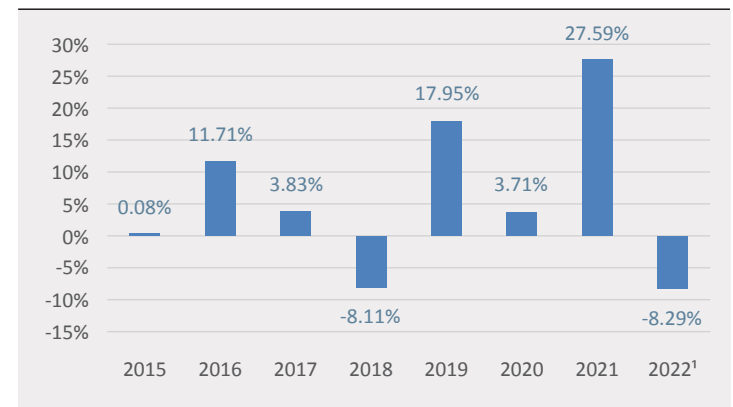


Past Performance

The Fund became a reporting issuer on December 30, 2014. Accordingly, returns are shown for the relevant period/years as indicated below.

The performance information assumes that any distributions are reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the series will perform in the future.

Series F



¹ For the period January 1 to June 30

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Summary of Investment Portfolio

		% of NAV
Top 25 Issuers		
Cash and Cash Equivalents	%	8.3
Royal Bank of Canada		2.6
Toronto Dominion Bank		2.5
iA Financial Corp Inc		2.5
Bank of Nova Scotia		2.4
KLA Corp		2.1
Alphabet Inc		1.9
Merck & Co Inc		1.9
Manulife Financial Corporation		1.8
Apple Inc.		1.8
Applied Materials, Inc.		1.6
Ingredion Inc		1.6
Park Lawn Corp		1.6
United Healthcare Corp.		1.5
American Tower Corp		1.5
Sysco Corp		1.5
Verizon Communications Inc		1.5
Novartis AG		1.5
Canadian Tire Corp Ltd		1.5
CCL Industries Inc		1.5
McDonald's Corporation		1.5
Visa Inc		1.4
Northern Trust Corp		1.4
Unilever PLC		1.4
CGI Inc		1.4
Total	%	50.2

		% of NAV
Asset Mix		
Canadian Equities	%	43.4
Cash and Cash Equivalents		8.3
Foreign Equities		48.2
Other Assets less Liabilities		0.1
Total	%	100.0
Sector		
Cash and Cash Equivalents	%	8.3
Communication Services		8.1
Consumer Discretionary		8.7
Consumer Staples		8.7
Energy		5.1
Financials		17.1
Health Care		10.1
Industrials		6.8
Information Technology		12.6
Materials		8.1
Other Assets less Liabilities		0.1
Real Estate		2.6
Utilities		3.7
Total	%	100.0



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