

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

Lysander-Triasima All Country Equity Fund



TRIASIMA



Lysander-Triasima All Country 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-Triasima All Country 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 Triasima Portfolio Management Inc. (“Portfolio Manager” or “Triasima”). The Fund’s portfolio is primarily invested in equity securities of companies globally, including American Depositary Receipts and Global Depositary Receipts. 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

During 2022, Triasima employed its unique Three-Pillar Approach methodology which analyzes securities from three perspectives: quantitative, fundamental, and trend, to determine their suitability and attractiveness for the Fund.

The Fund returns for the period were -23.7% for Series A and -23.5% for Series F.

The net assets of the Fund were approximately \$6.1 million at June 30, 2022 from \$4.5 million at the beginning of the period. There were net redemptions of approximately \$159 thousand during the period.

Security selection had a negative impact on relative performance during the semester while sector allocation was positive, partially offsetting the former. Negative security selection attribution was most apparent in the cyclical Industrials, Consumer Discretionary and Financials.

The Fund began the year 2022 with an overall cyclical orientation from its holdings in these sectors, and in Real Estate. Valuations for these holdings were adjusted downward during the semester due to rising interest rates and concerns over a growth slowdown, or a recession.

The Industrials sector’s quality cyclical stocks were negatively impacted as they are sensitive to the economy but also carry a

Lysander-Triasima All Country Equity Fund

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

premium multiple which is vulnerable in a rising interest rate environment. As such, Carrier Global (United States, HVAC) declined 14% while Kardex Holding (Switzerland, logistics) fell 38%. Consumer Discretionary stocks were also hit by the combination of rising interest rates and rising inflation which decreased households purchasing power. Automakers Ferrari (Italy) and Ford (United States) declined 26% on average while Hyatt (United States, hotels) fell 23%. In Financials, the higher growth non-bank stocks were the most detrimental to relative performance as their higher valuation multiples decline more severely when interest rates rise. MSCI (United States, financial data) declined 32% while Swissquote Group (Switzerland, online broker) fell 53%.

From a sector allocation standpoint, the overweight in Energy and underweight in Information Technology were beneficial to performance. Energy holdings were helped by the strong oil price environment while the growth-oriented Information Technology equities saw their high valuations cut back due to rising interest rates.

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 has been described or would be reasonably expected or have been described below.

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

Recent Developments

The COVID-19 pandemic's influence on economic activity keeps receding. However, some impact was recently felt in China due to their zero-COVID policy shutdowns.

Inflation levels rose rapidly during the semester and high inflation levels may have become entrenched, a consequence of monetary policies that have remained too easy for too long. Other contributing factors are the supply chain disruptions, the tight labour market, past fiscal generosity from governments towards households, and the shift in consumption patterns from services to goods.

Stubborn inflation has pulled up mid and long-term interest rates all along the yield curve in advanced countries during the first half of 2022. Meanwhile, the Federal Reserve and the Bank of Canada have finally begun increasing their respective short-term benchmark rates, driving the short end of their yield curves up as well.

Most advanced countries are late in the mature stage of the economic cycle. Growth is now slowing due to the inflation

headwinds and declining real disposable income. Some countries even started showing recessionary signs late in the semester.

The MSCI ACWI lost 19% during the period. Sector returns were negative across the board with the exception of Energy. This sector was up 17% on the heels of rising oil and natural gas prices caused by a rebound in demand and tight supply management by OPEC+. The growth-oriented Information Technology (-29%) and Communication Services (-26%) fell the most as rising interest rates slashed the valuation of these highflyer sectors. The best performers were the traditional defensive sectors such as Consumer Staples, Healthcare and Utilities which declined -7%, on average.

Fund turnover was focused on reducing expensive growth and cyclical names while increasing resource and defensive names. In the expensive growth realm, names such as Bill.com (United States, cloud services), Adyen (Netherlands, payments) and Sea Limited (Singapore, gaming and eCommerce) were sold. Cyclical Industrials sector holdings eliminated from the Fund include Old Dominion Freight Lines (United States, trucking), Union Pacific (United States, railroads) and Rockwell Automation (United States, industrial systems). The names sold were replaced by more defensive names such as Dollar Tree (United States, dollar stores), Hershey's (United States, confectionary) Eli Lilly (United States, pharmaceuticals) Yakult Honsha (Japan, food & beverage).

Resources holdings were steadily introduced throughout the period. This trend reversed, however, late in the semester. Several Energy and Materials sectors holdings were sold back due to the worldwide economic slowdown.

The Fund ended the period significantly (over 15%) overweight the Health Care sector and significantly underweight the Financials and Information Technology sectors.

From a regional perspective, weightings remained stable during the semester, with the exception of a small addition to Latin America. Overall, the Fund remained significantly overweight the developed markets, mainly through a large presence in Europe, while maintaining a significant underweight in emerging Asian countries, mainly in China.

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").

Lysander-Triasima All Country Equity Fund

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

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 \$24,744 (including HST) in management fees to the Manager for the period ended June 30, 2022. (June 30, 2021 - \$28,608).

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

The Manager paid \$11,937 (including HST) to the Portfolio Manager for the period ended June 30, 2022 (June 30, 2021 - \$13,581).

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.

Lysander-Triasima All Country Equity Fund

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

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	\$ 15.81	\$ 16.01	\$ 12.95	\$ 11.24	\$ 12.27	\$ 10.54
Operations:						
Total revenue	0.12	0.17	0.18	0.21	0.14	0.17
Total expenses	(0.17)	(0.39)	(0.33)	(0.35)	(0.33)	(0.32)
Realized gains (losses)	0.33	2.99	(0.11)	(0.53)	(0.49)	0.26
Unrealized gains (losses)	(4.21)	(0.71)	3.19	2.40	(3.41)	1.62
Total increase (decrease) from operations²	\$ (3.93)	\$ 2.06	\$ 2.93	\$ 1.73	\$ (4.09)	\$ 1.73
Distributions:						
From income (excluding dividends)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
From dividends	-	-	-	-	-	-
From capital gains	-	(2.01)	-	-	-	-
Total distributions^{2 3}	\$ -	\$ (2.01)	\$ -	\$ -	\$ -	\$ -
Net assets, end of period^{2 3}	\$ 12.06	\$ 15.81	\$ 16.01	\$ 12.95	\$ 11.24	\$ 12.27

Ratios and supplemental data						
Net asset value ⁴	\$ 88,835	\$ 218,195	\$ 262,172	\$ 260,276	\$ 238,558	\$ 6,170
Units outstanding	7,368	13,805	16,372	20,104	21,232	503
Management expense ratio ⁵	% 2.14	% 2.12	% 2.12	% 2.55	% 2.55	% 2.54
Management expense ratio before waivers or absorption	2.85	2.53	2.61	2.86	4.10	4.34
Portfolio turnover rate ⁶	71.22	65.30	47.82	82.50	98.00	41.40
Trading expense ratio ⁷	0.24	0.27	0.15	0.30	0.40	0.40
Net asset value per unit, end of period	\$ 12.06	\$ 15.81	\$ 16.01	\$ 12.95	\$ 11.24	\$ 12.27

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. Effective January 1, 2020, the Fund paid a management fee of 1.80% (formerly 2.00%) per annum for Series A units and 0.80% (formerly 1.00%) per annum for Series F units.
- 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.

Lysander-Triasima All Country Equity Fund

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

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	\$ 16.69	\$ 16.78	\$ 13.41	\$ 11.51	\$ 12.43	\$ 10.56
Operations:						
Total revenue	0.14	0.18	0.18	0.21	0.19	0.17
Total expenses	(0.10)	(0.20)	(0.18)	(0.21)	(0.20)	(0.19)
Realized gains (losses)	1.70	3.16	(0.14)	(0.52)	0.08	0.02
Unrealized gains (losses)	(5.65)	(0.79)	3.23	2.26	(1.53)	2.19
Total increase (decrease) from operations²	\$ (3.91)	\$ 2.35	\$ 3.09	\$ 1.74	\$ (1.46)	\$ 2.19
Distributions:						
From income (excluding dividends)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
From dividends	-	-	-	-	-	(0.01)
From capital gains	-	(2.34)	-	-	-	-
Total distributions^{2 3}	\$ -	\$ (2.34)	\$ -	\$ -	\$ -	\$ (0.01)
Net assets, end of period^{2 3}	\$ 12.77	\$ 16.69	\$ 16.78	\$ 13.41	\$ 11.51	\$ 12.43
Ratios and supplemental data						
Net asset value ⁴	\$ 4,482,001	\$ 5,947,880	\$ 5,750,186	\$ 5,937,305	\$ 3,842,737	\$ 1,896,482
Units outstanding	350,850	356,393	342,711	442,656	333,855	152,603
Management expense ratio ⁵	% 1.01	% 0.99	% 0.99	% 1.42	% 1.42	% 1.41
Management expense ratio before waivers or absorption	1.52	1.39	1.42	1.74	2.21	3.32
Portfolio turnover rate ⁶	71.22	65.30	47.82	82.50	98.00	41.40
Trading expense ratio ⁷	0.24	0.27	0.15	0.30	0.40	0.40
Net asset value per unit, end of period	\$ 12.77	\$ 16.69	\$ 16.78	\$ 13.41	\$ 11.51	\$ 12.43

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. Effective January 1, 2020, the Fund paid a management fee of 1.80% (formerly 2.00%) per annum for Series A units and 0.80% (formerly 1.00%) per annum for Series F units.
- 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.

Lysander-Triasima All Country Equity Fund

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

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 management fee, based on the net asset value of each Series, calculated daily and payable monthly. Effective January 1, 2020, the Fund will pay a management fee of 1.80% (formerly 2.00%) per annum for Series A units and 0.80% (formerly 1.00%) per annum for Series F units.

Service fees or trailing commissions of a maximum of 1.00% per annum were paid on Series A units to dealers. This comprises approximately 55.6% of the management fee of Series A units.

Year-by-Year Returns

Series A

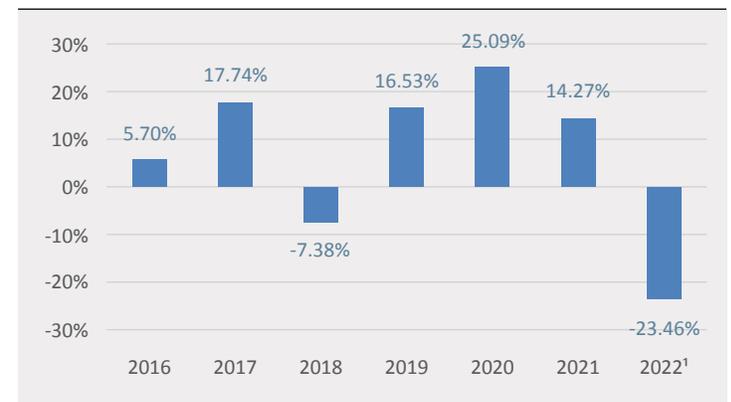


Past Performance

The Fund became a reporting issuer on December 31, 2015. 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

Lysander-Triasima All Country Equity Fund

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

Summary of Investment Portfolio

		% of NAV			% of NAV
Top 25 Issuers			Asset Mix		
Cash and Cash Equivalents	%	7.0	Canadian Equities	%	1.0
Computershare Limited		3.2	Cash and Cash Equivalents		7.0
Verbund AG		3.1	Foreign Equities		88.2
Novo Nordisk A/S		2.9	Other assets less liabilities		3.8
Eli Lilly and Co		2.6	Total	%	100.0
United Healthcare Corp.		2.5	Sector		
AmerisourceBergen Corporation		2.5	Cash and Cash Equivalents	%	7.0
Palo Alto Networks Inc		2.4	Communication Services		7.3
Republic Services Inc.		2.4	Consumer Discretionary		8.7
BP p.l.c.		2.0	Consumer Staples		8.9
Dollar Tree Inc		2.0	Energy		6.9
Verde Agritech Plc		1.9	Financials		13.6
Wolters Kluwer		1.8	Health Care		18.0
Live Nation Entertainment, Inc.		1.8	Industrials		9.2
Elevance Health Inc		1.8	Information Technology		4.9
Swiss Life Holdings		1.7	Materials		6.8
Formula One Group		1.7	Other Assets less Liabilities		3.8
Microsoft Corporation		1.7	Real Estate		1.8
Brown & Brown Inc		1.7	Utilities		3.1
GlaxoSmithkline PLC		1.6	Total	%	100.0
McKesson Corporation		1.6			
The Charles Schwab Corporation		1.6			
Bunzl plc		1.6			
TotalEnergies SE		1.5			
CVS Health Corporation		1.5			
Total	%	56.1			



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