

# Lysander-Fulcra Corporate Securities Fund - Series F



**Fund Code:** LYZ935F

**Portfolio Manager:** Fulcra Asset Management

**As of:** February 28, 2023

**Asset Class:** Fixed Income

**CIFSC Category:** High Yield Fixed Income

**Benchmark:** Absolute Return 5% per annum

**FUNDGRADE A+®**  
ACHIEVED FOR THE YEAR 2022

## Investment Focus

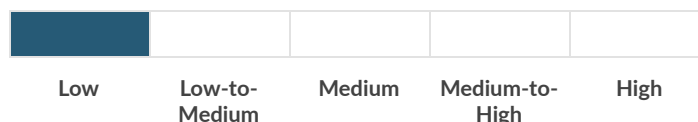
The fund invests primarily in fixed income securities of small and mid-cap companies with the tactical inclusion of equity investments. It is unconstrained both geographically and by credit quality.

## Why Invest in this Fund?

Fulcra Asset Management is an independent credit specialist based in Vancouver, BC. Fulcra was founded by Matt Shandro in 2009 and as of December 31, 2022 oversees over \$340 million in assets. Mr. Shandro has 20 years of credit investing experience, having managed corporate credit at Great Pacific Capital Corp, CI Investments and Marret Asset Management.

The Fulcra investment team is dedicated to preserving capital and generating consistent absolute returns for investors. Fulcra employs a fundamental value investing approach to identify under-priced corporate securities.

## Risk Tolerance



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

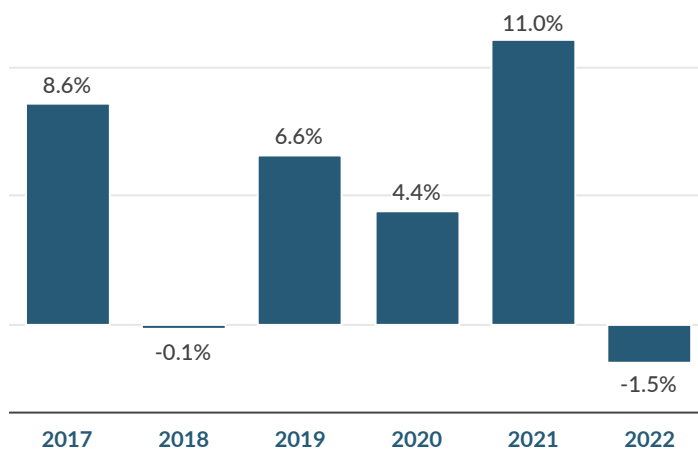
## COMPOUND RETURNS - SERIES F

1 Month	3 Months	YTD	1 Year	3 Year (Annualized)	5 Year (Annualized)	Since Inception (Annualized)
1.0%	1.9%	2.3%	0.6%	5.2%	4.4%	5.0%

## FUND FACTS

Inception Date	December 30, 2016
Currency	CAD
Fund AUM	\$309.6 Million
NAVPU	\$9.62
Management Fee	0.85%
MER as of June 30, 2022 (unaudited)	1.05%
Minimum Initial Investment	\$500
Minimum Subsequent Investment	\$100
Liquidity	Daily
RRSP Eligible	Yes

## CALENDAR YEAR RETURNS - SERIES F



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## TOP 10 HOLDINGS

Security	% of Fund	Rating
Kar Auction Services Inc 5.125% June 01, 2025	3.5%	B
NFICN 5% 1/15/2027	3.5%	NR
Seaspan 6.5% 02/05/2024	3.1%	BB
SNC Lavalin 3.235% Mar 2, 2023	3.1%	BB+
SJRCN 3.8% Nov/02/2023	2.9%	BBB
Spencer Spirit TL	2.9%	B+
ENBCN 3.94 Jun/30/23	2.7%	BBB+
CAN 0.75% Feb 1, 2024	2.5%	AAA
EFXCN 9 Oct/15/27	2.5%	B+
RUSCN 5.75 Oct/27/25	2.4%	BB+
<b>Total</b>	<b>29.1%</b>	

## CREDIT QUALITY BREAKDOWN

AAA	9.6%
A	0.6%
BBB	12.9%
BB	22.1%
B	25.4%
CCC	15.3%
CC	0.4%
C	0.1%
Not Rated	13.7%

## DISTRIBUTIONS

Distribution Frequency: Quarterly

Most Recent Distribution per Unit: \$0.0987

12-Month Trailing Distribution Yield: 5.7%

Next Record Date: March 30, 2023

Next Distribution Date: March 31, 2023

Distributions (\$)/Unit <sup>3</sup>	YTD*	2022*	2021	2020	2019	2018	2017
Total Distributions	0.0000	0.5521	0.7293	0.7117	0.6942	0.4010	0.3305
Interest	-	-	0.4174	0.3976	0.4263	0.3652	0.2233
Dividends	-	-	0.0185	0.0159	0.0393	0.0357	0.0229
Capital Gains	-	-	0.2934	0.2981	0.2286	-	0.0867
Withholding Tax	-	-	-	-	-	-	(0.0025)

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

## PORTFOLIO CHARACTERISTICS

Number of Securities	88
Number of Issuers	57
Average Term to Maturity (Years)	2.0
Average Duration (Years)	1.7
Average Coupon (%)	6.2%
Yield to Maturity (%)	9.9%
Current Yield (%)	6.8%
Average Credit Quality	BB
Average Bond Price	\$94.12
Cash Weighting	2.1%

## ASSET MIX

Cash & Equivalents	2.1%
Common Stock	0.9%
Convertible Bonds	7.5%
Corporate Bonds	67.1%
Government Bonds	9.2%
Corporate Loans	11.8%
Preferred Shares	1.4%

## GEOGRAPHIC BREAKDOWN

Canada	56.7%
USA	30.3%
Other	13.0%

## Lysander-Fulcra Corporate Securities Fund – Series F

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Lysander Funds Limited is the investment fund manager of Lysander-Fulcra Corporate Securities Fund (the “Fund”). This document is not an invitation to invest in the Fund and does not constitute a public offering of sale. Purchases in the Fund can only be made through an Investment Professional on the terms in the Fund’s offering document by eligible investors. Each purchaser of units in a fund may have statutory or contractual right of action. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. <sup>1</sup>Distributions are based on the actual number of units outstanding at the relevant time. Distributions are paid in cash or reinvested in additional units. If the series’ net income/capital gains is less than the amounts distributed in the year, the distribution will include a return of capital. In these circumstances, if an investor elects to receive their distributions in cash and not reinvest distributions, it is expected that the value of their investment will decline over time. Distributions are not an indication of performance, rate of return or yield.

Lysander-Fulcra Corporate Securities Fund was awarded the 2022 Fundata FundGrade A+ Award in the High Yield Fixed Income Category, out of 191 funds. The FundGrade start date was 1/31/2017 and FundGrade end date was 12/31/2022. Performance for the fund (Series A) for the period ended February 28, 2023 was 0.1% (1 year), 4.7% (3 years), 3.9% (5 years) and 4.4% (since inception – Dec 30, 2016).

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Lysander Funds Ltd., 3080 Yonge St., Suite 3037, Toronto, ON, M4N 3N1

Toll Free: (877) 308-6979 Website: [www.lysanderfunds.com](http://www.lysanderfunds.com)

