



## **PFIC Annual Information Statements for the year ended December 31, 2023 for:**

- Lysander-Canso Corporate Value Bond Fund
- Lysander-Canso Bond Fund
- Lysander-Canso Short Term and Floating Rate Fund
- Lysander-Canso U.S. Credit Fund (USD)
- Lysander-Canso Broad Corporate Bond Fund
- Lysander-Canso U.S Short Term and Floating Rate Fund (USD)
- Lysander-Canso Corporate Treasury Fund
- Lysander-Canso U.S. Corporate Treasury Fund (USD)
- Lysander-Fulcra Corporate Securities Fund, each a ("Fund")

## **IMPORTANT TAX NOTICE TO U.S. UNITHOLDERS OF THE FUND**

This statement is being provided to all unitholders of the Funds. United States persons for purposes of the U.S. Internal Revenue Code of 1986, as amended ("Code") and the regulations thereunder, who directly or indirectly hold interests in any of the Funds may be subject to U.S. taxation with respect to their investments. United States persons include U.S. citizens (whether or not they are U.S. residents); individuals with U.S. permanent resident status, individuals who meet a substantial presence test, and certain individuals who elect to be treated as U.S. residents; U.S. corporations; and certain U.S. trusts and estates. Investors in the Fund should consult with a U.S. tax professional to determine whether they are United States persons.

The Funds may be deemed to be classified as Passive Foreign Investment Companies (each a "PFIC") as defined in Code Section 1297(a) for their U.S. tax years beginning January 1, 2023 and ended December 31, 2023.

**This information is provided in order to assist unitholders in making calculations and does not constitute tax advice. The U.S. tax laws regarding PFICs are extremely complex and unitholders are advised to consult their own tax advisors concerning the overall tax consequences of their respective investment in, and ownership of units of the Fund under United States federal, state, local and foreign law.**

A Form 8621, "Return by a Shareholder of a Passive Foreign Investment Company or Qualified Electing Fund," must be filed with the IRS by each domestic unitholder for each PFIC investment as defined below. The information necessary to complete Form 8621, Part I is provided below.

U.S. unitholders of a PFIC may be eligible to make a "qualified electing fund" ("QEF") or "mark-to-market" ("MTM") election with respect to any PFIC stock held directly or through a foreign partnership. A U.S. unitholder that has not made a QEF or MTM election with respect to the PFIC investment is subject to the excess distribution rules in section 1291; the PFIC is then referred to as a "Section 1291 Fund PFIC" ("1291 PFIC"). If a U.S. unitholder has made a QEF or MTM election with respect to a PFIC, the election generally applies, in the year of the election and future tax years, to all stock of that PFIC held directly or indirectly by the U.S. unitholder.

### ***Section 1291 Excess Distributions***

The Funds have made distributions potentially subject to the application of the section 1291 excess distribution rules. For domestic shareholders subject to the section 1291 excess distribution rules that are treated as having received an "excess distribution" and/or recognized gain due to a disposition of the 1291 PFIC during the tax year, the



information necessary to complete Form 8621, Part V for all PFICs is provided below. Note that if you disposed of your interest in a partnership through which you held the Funds during the year, you may be subject to additional tax on the indirect disposition of a 1291 PFIC. Consult your tax advisor.

If you have made a QEF or MTM election with respect to any PFIC Fund held directly or indirectly, you should be separately tracking your tax basis in each unit of Fund, adjusting for any QEF or MTM inclusions, as well as certain distributions and MTM losses.

### PFIC Annual Information Statements for the year ended December 31, 2023

The US\$ amounts in the charts below reflect the amount of ordinary earnings and net capital gain per-day with respect to each unit of the PFIC Fund. To determine your pro-rata share of the amounts of ordinary earnings and net capital gains of the respective series of the Fund that you held, multiply the per-day, per-share amounts indicated by the number of units of the respective series of the Fund held and the number of days you held the units during the PFIC tax year.

| <b>Lysander-Canso Corporate Value Bond Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|---|-----------|--------------------------|-------------------------|--|
| Series A  | LYZ801A   | 0.001042195              | 0.000130947             | 0.00101188                                     |
| Series A5                                       | LYZ801A5  | 0.000586870              | 0.000073737             | 0.00097199                                     |
| Series F  | LYZ801F   | 0.001063013              | 0.000133563             | 0.00119697                                     |
| Series F5                                       | LYZ801F5  | 0.000611708              | 0.000076859             | 0.00087484                                     |

| <b>Lysander-Canso Bond Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|---------------------------------|-----------|--------------------------|-------------------------|--|
| Series A                        | LYZ804A   | 0.000459109              | NONE                    | 0.000673231                                    |
| Series F                        | LYZ804F   | 0.000430183              | NONE                    | 0.000722591                                    |
| Series O                        | LYZ804O   | 0.000342505              | NONE                    | 0.000764161                                    |

| <b>Lysander-Canso Short Term and Floating Rate Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|---|-----------|--------------------------|-------------------------|--|
| Series A  | LYZ805A   | 0.001129392              | NONE                    | 0.00087116                                     |
| Series F  | LYZ805F   | 0.001048415              | NONE                    | 0.00089270                                     |
| Series O  | LYZ805O   | 0.000996923              | NONE                    | 0.00106139                                     |

| <b>Lysander-Canso U.S. Credit Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|--|-----------|--------------------------|-------------------------|--|
| Series A                               | LYZ808A   | 0.001282329              | NONE                    | 0.00113502                                     |
| Series F                               | LYZ808F   | 0.001252448              | NONE                    | 0.00120648                                     |
| Series O                               | LYZ808O   | 0.000977189              | NONE                    | 0.00115899                                     |



| <b>Lysander-Canso Broad Corporate Bond Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|---|-----------|--------------------------|-------------------------|--|
| Series A  | LYZ811A   | 0.000576584              | NONE                    | 0.00062968                                     |
| Series F  | LYZ811F   | 0.000494761              | NONE                    | 0.00068972                                     |
| Series O  | LYZ811O   | 0.000400978              | NONE                    | 0.00070331                                     |

| <b>Lysander-Canso U.S Short Term and Floating Rate Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|---|-----------|--------------------------|-------------------------|--|
| Series A  | LYZ815A   | 0.002990025              | NONE                    | 0.00214148                                     |
| Series F  | LYZ815F   | 0.001384829              | NONE                    | 0.00142873                                     |

| <b>Lysander-Canso Corporate Treasury Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|---|-----------|--------------------------|-------------------------|--|
| Series A                                      | LYZ885A   | 0.000317305              | 0.000009060             | 0.00008102                                     |
| Series C                                      | LYZ885C   | 0.000355220              | 0.000010140             | 0.00013638                                     |
| Series F                                      | LYZ885F   | 0.000452798              | 0.000012925             | 0.00011165                                     |

| <b>Lysander-Canso U.S. Corporate Treasury Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|--|-----------|--------------------------|-------------------------|--|
| Series A   | LYZ895A   | 0.000413954              | NONE                    | 0.00004651                                     |
| Series C   | LYZ895C   | 0.000600128              | NONE                    | 0.00003466                                     |
| Series F   | LYZ895F   | 0.000749026              | NONE                    | 0.00004414                                     |

| <b>Lysander-Fulcra Corporate Securities Fund</b> | Fund code | Ordinary Earnings (US\$) | Net Capital Gain (US\$) | Amount of Cash and Property Distributed (US\$) |
|--|-----------|--------------------------|-------------------------|--|
| Series A   | LYZ935A   | 0.001216200              | NONE                    | 0.00085578                                     |
| Series F   | LYZ935F   | 0.001078631              | NONE                    | 0.00083725                                     |

The Funds will, upon written receipt of request, permit the U.S. unitholder to inspect and copy its permanent books of account, records, and such other documents as may be maintained by the Fund to establish that its ordinary earnings and net capital gains are computed in accordance with U.S. income tax principles, and to verify these amounts and the pro-rata shares thereof.

Cash and property distributions are converted into U.S. dollars based on the closing rate published on Oanda (Source: [www.oanda.com](http://www.oanda.com)) in effect on the date the distribution is paid. Unitholders should consult their tax advisors as to the appropriate U.S. dollar conversion rate.



**Lysander Funds Limited**

As manager of the Funds

A handwritten signature in black ink, appearing to read "Margie D'Amata". The signature is fluid and cursive, with the first name being the most prominent.

Margie D'Amata

Associate Vice President, Operations

Date: March 25, 2024