

**Interim Financial Statements (unaudited)**  
For the six month periods ended June 30, 2024 and 2023

# Lysander-Canso Corporate Value Bond Fund



**THE AUDITORS OF THE FUND HAVE NOT REVIEWED THESE FINANCIAL STATEMENTS.**

Lysander Funds Limited., the Manager of the Fund, appoints an independent auditor to audit the Fund's annual financial statements. Applicable securities laws require that if an auditor has not reviewed the Fund's interim financial statements, this must be disclosed in an accompanying notice. The next report on the Fund will contain annual audited financial information as at December 31, 2024.

# Lysander-Canso Corporate Value Bond Fund

Interim Financial Statements Six-Month Periods Ended June 30, 2024 (unaudited)

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# Lysander-Canso Corporate Value Bond Fund

## Interim Statements of Financial Position (unaudited)

As at	30-Jun-24	31-Dec-23
<b>Assets</b>		
Financial assets at fair value through profit or loss*	\$ 14,268,168,866	\$ 11,478,358,480
Cash and cash equivalents	69,930,686	40,534,369
Accrued interest	104,558,831	95,014,935
Receivable from forward exchange contracts	35,060	55,055,683
Subscriptions receivable	28,571,879	41,288,577
Due from investment dealers	259,888	8,761,916
Dividends receivable	619,295	689,178
Accounts receivable	175	–
Reimbursements receivable	1,415,193	849,117
<b>Total assets</b>	<b>\$ 14,473,559,873</b>	<b>\$ 11,720,552,255</b>
<b>Liabilities</b>		
Accrued expenses	\$ 11,247,267	\$ 9,746,743
Redemptions payable	6,640,104	4,668,311
Due to investment dealers	57,816,799	65,933,004
<b>Total liabilities</b>	<b>\$ 75,704,170</b>	<b>\$ 80,348,058</b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ 14,397,855,703</b>	<b>\$ 11,640,204,197</b>
<b>Net assets attributable to holders of redeemable units, per series</b>		
Series A	\$ 1,345,857,633	\$ 1,154,386,292
Series A5	31,191,223	26,465,382
Series F	12,717,699,718	10,221,087,183
Series F5	303,107,129	238,265,340
<b>Total net assets</b>	<b>\$ 14,397,855,703</b>	<b>\$ 11,640,204,197</b>
<b>Number of redeemable units outstanding</b>		
Series A	106,597,736	92,339,611
Series A5	3,680,160	3,112,098
Series F	914,896,623	742,841,226
Series F5	33,445,391	26,323,989
<b>Net assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 12.63	\$ 12.50
Series A5	8.48	8.50
Series F	13.90	13.76
Series F5	9.06	9.05
* Financial assets at fair value through profit or loss at cost	\$ 14,224,704,487	\$ 11,589,064,165

## Interim Statements of Comprehensive Income (Loss) (unaudited)

For the periods ended	30-Jun-24	30-Jun-23
<b>Income</b>		
Interest for distribution purposes	\$ 296,655,348	\$ 218,162,807
Dividend income	7,777,730	8,748,985
Other income	540,039	351,638
<b>Realized and unrealized gain (loss) on investments</b>		
Net realized gain (loss) on investments sold	65,766,879	46,363,151
Net realized gain (loss) on foreign currency	(29,132,416)	24,257,207
Change in unrealized appreciation (depreciation) on foreign currency	(9,175)	84,440
Change in unrealized appreciation (depreciation) on forward contracts	(55,020,623)	23,983,203
Change in unrealized appreciation (depreciation) on investments	154,171,241	58,450,295
<b>Total operating income (loss)</b>	<b>\$ 440,749,023</b>	<b>\$ 380,401,726</b>
<b>Expenses</b>		
Management fees	\$ 58,830,127	\$ 40,361,481
Fund administration fees	2,644,859	1,597,070
Filing fees	707,825	357,822
Audit fees	304,998	229,968
Unitholder reporting expense	174,288	141,825
Custodial fees	127,771	10,618
Regulatory fees expense	44,170	44,401
Legal fees	33,367	32,148
Independent review committee fees	23,777	22,138
Bank charges	1,721	246
Transaction costs	1,177	7,534
<b>Total operating expenses</b>	<b>\$ 62,894,080</b>	<b>\$ 42,805,251</b>
Withholding tax	\$ (822)	\$ 234,094
<b>Total net operating expenses</b>	<b>\$ 62,893,258</b>	<b>\$ 43,039,345</b>
<b>Change in net assets attributable to holders of redeemable units from operations</b>	<b>\$ 377,855,765</b>	<b>\$ 337,362,381</b>
<b>Change in net assets attributable to holders of redeemable units from operations per series</b>		
Series A	\$ 32,923,672	\$ 34,653,905
Series A5	758,619	629,945
Series F	336,003,491	296,873,662
Series F5	8,169,983	5,204,869
<b>Change in total net assets</b>	<b>\$ 377,855,765</b>	<b>\$ 337,362,381</b>
<b>Change in net assets attributable to holders of redeemable units from operations per unit</b>		
Series A	\$ 0.34	\$ 0.45
Series A5	0.23	0.30
Series F	0.40	0.52
Series F5	0.26	0.34

# Lysander-Canso Corporate Value Bond Fund

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

### All Series

For the periods ended	30-Jun-24	30-Jun-23
Net assets attributable to holders of redeemable units, beginning of period	\$ 11,640,204,197	\$ 7,900,694,805
Change in net assets attributable to holders of redeemable units from operations	377,855,765	337,362,381
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	\$ (253,743,172)	\$ (86,165,736)
From management fee rebate income	(475,609)	(300,104)
<b>Total distributions</b>	<b>\$ (254,218,781)</b>	<b>\$ (86,465,840)</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Series A	\$ 273,870,353	\$ 160,873,958
Series A5	6,028,523	8,319,250
Series F	3,340,478,583	2,040,036,915
Series F5	95,562,717	37,196,866
<b>Total proceeds</b>	<b>\$ 3,715,940,176</b>	<b>\$ 2,246,426,989</b>
Cost of units redeemed		
Series A	\$ (111,930,963)	\$ (84,953,152)
Series A5	(1,366,993)	(1,133,511)
Series F	(1,103,104,050)	(678,198,012)
Series F5	(32,194,802)	(7,534,567)
<b>Total cost</b>	<b>\$ (1,248,596,808)</b>	<b>\$ (771,819,242)</b>
Reinvested distributions		
Series A	\$ 17,577,574	\$ 5,491,023
Series A5	153,453	69,529
Series F	147,955,648	48,892,675
Series F5	984,479	420,719
<b>Total reinvested</b>	<b>\$ 166,671,154</b>	<b>\$ 54,873,946</b>
Change in net assets attributable to holders of redeemable units for the period	\$ 2,757,651,506	\$ 1,780,378,234
<b>Net assets attributable to holders of redeemable units, end of period</b>	<b>\$ 14,397,855,703</b>	<b>\$ 9,681,073,039</b>

### Series A

For the periods ended	30-Jun-24	30-Jun-23
Net assets attributable to holders of redeemable units, beginning of period	\$ 1,154,386,292	\$ 898,962,010
Change in net assets attributable to holders of redeemable units from operations	32,923,672	34,653,905
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	\$ (20,945,143)	\$ (6,621,190)
From management fee rebate income	(24,152)	(23,082)
<b>Total distributions</b>	<b>\$ (20,969,295)</b>	<b>\$ (6,644,272)</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
	\$ 273,870,353	\$ 160,873,958
Cost of units redeemed	(111,930,963)	(84,953,152)
Reinvested distributions	17,577,574	5,491,023
<b>Total redeemable</b>	<b>\$ 179,516,964</b>	<b>\$ 81,411,829</b>
Change in net assets attributable to holders of redeemable units for the period	\$ 191,471,341	\$ 109,421,462
<b>Net assets attributable to holders of redeemable units, end of period</b>	<b>\$ 1,345,857,633</b>	<b>\$ 1,008,383,472</b>

### Series A5

For the periods ended	30-Jun-24	30-Jun-23
Net assets attributable to holders of redeemable units, beginning of period	\$ 26,465,382	\$ 13,967,684
Change in net assets attributable to holders of redeemable units from operations	758,619	629,945
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	\$ (845,350)	\$ (504,284)
From management fee rebate income	(2,411)	(198)
<b>Total distributions</b>	<b>\$ (847,761)</b>	<b>\$ (504,482)</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
	\$ 6,028,523	\$ 8,319,250
Cost of units redeemed	(1,366,993)	(1,133,511)
Reinvested distributions	153,453	69,529
<b>Total redeemable</b>	<b>\$ 4,814,983</b>	<b>\$ 7,255,268</b>
Change in net assets attributable to holders of redeemable units for the period	\$ 4,725,841	\$ 7,380,731
<b>Net assets attributable to holders of redeemable units, end of period</b>	<b>\$ 31,191,223</b>	<b>\$ 21,348,415</b>

# Lysander-Canso Corporate Value Bond Fund

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

### Series F

For the periods ended	30-Jun-24	30-Jun-23
Net assets attributable to holders of redeemable units, beginning of period	\$ 10,221,087,183	\$ 6,867,964,212
Change in net assets attributable to holders of redeemable units from operations	336,003,491	296,873,662
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	\$ (224,286,595)	\$ (75,259,473)
From management fee rebate income	(434,542)	(270,336)
<b>Total distributions</b>	<b>\$ (224,721,137)</b>	<b>\$ (75,529,809)</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	\$ 3,340,478,583	\$ 2,040,036,915
Cost of units redeemed	(1,103,104,050)	(678,198,012)
Reinvested distributions	147,955,648	48,892,675
<b>Total redeemable</b>	<b>\$ 2,385,330,181</b>	<b>\$ 1,410,731,578</b>
Change in net assets attributable to holders of redeemable units for the period	\$ 2,496,612,535	\$ 1,632,075,431
<b>Net assets attributable to holders of redeemable units, end of period</b>	<b>\$ 12,717,699,718</b>	<b>\$ 8,500,039,643</b>

### Series F5

For the periods ended	30-Jun-24	30-Jun-23
Net assets attributable to holders of redeemable units, beginning of period	\$ 238,265,340	\$ 119,800,899
Change in net assets attributable to holders of redeemable units from operations	8,169,983	5,204,869
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	\$ (7,666,084)	\$ (3,780,789)
From management fee rebate income	(14,504)	(6,488)
<b>Total distributions</b>	<b>\$ (7,680,588)</b>	<b>\$ (3,787,277)</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	\$ 95,562,717	\$ 37,196,866
Cost of units redeemed	(32,194,802)	(7,534,567)
Reinvested distributions	984,479	420,719
<b>Total redeemable</b>	<b>\$ 64,352,394</b>	<b>\$ 30,083,018</b>
Change in net assets attributable to holders of redeemable units for the period	\$ 64,841,789	\$ 31,500,610
<b>Net assets attributable to holders of redeemable units, end of period</b>	<b>\$ 303,107,129</b>	<b>\$ 151,301,509</b>

# Lysander-Canso Corporate Value Bond Fund

## Interim Statements of Cash Flows (unaudited)

For the periods ended	30-Jun-24	30-Jun-23
<b>Cash flows from (used in) operating activities</b>		
Change in net assets attributable to holders of redeemable units from operations	\$ 377,855,765	\$ 337,362,381
Adjustments for:		
Foreign exchange loss (gain) on cash and cash equivalents	13,520	65,910
Net realized loss (gain) on investments sold	(65,766,879)	(46,363,151)
Change in unrealized depreciation (appreciation) on investments	(154,170,064)	(58,442,761)
Change in unrealized depreciation (appreciation) on foreign currency	9,175	(84,440)
Purchase of investments	(5,595,231,001)	(3,372,836,696)
Proceeds from sale and maturity of investments	3,025,357,558	1,726,200,819
Due to investment dealers	(8,116,205)	(14,053,094)
Receivable from forward exchange contracts	55,020,623	(23,983,203)
Accrued expenses	1,500,524	660,647
Dividends receivable	69,883	(28,136)
Accrued interest	(9,543,896)	(3,560,858)
Due from investment dealers	8,502,028	(189,613)
Prepaid distributions	-	(13,989,500)
Reimbursements receivable	(566,076)	(807,632)
Accounts receivable	(175)	-
<b>Net cash from (used in) operating activities</b>	<b>\$ (2,365,065,220)</b>	<b>\$ (1,470,049,327)</b>
<b>Cash flows from (used in) financing activities</b>		
Distributions paid to holders of redeemable units, net of reinvested distributions	\$ (87,547,627)	\$ (19,002,835)
Proceeds from issuances of redeemable units	3,728,656,874	2,234,983,654
Amounts paid on redemption of redeemable units	(1,246,625,015)	(765,731,704)
<b>Net cash from (used in) financing activities</b>	<b>\$ 2,394,484,232</b>	<b>\$ 1,450,249,115</b>
Foreign exchange gain (loss) on cash and cash equivalents	\$ (22,695)	\$ 18,530
Change in cash and cash equivalents during the period	29,419,012	(19,800,212)
Cash and cash equivalents, beginning of period	40,534,369	34,718,867
<b>Cash and cash equivalents, end of period</b>	<b>\$ 69,930,686</b>	<b>\$ 14,937,185</b>
<b>Supplementary disclosures on cash flow from operating activities</b>		
Interest received	\$ 287,111,452	\$ 214,601,949
Dividends received	7,847,613	8,720,849
Withholding tax	(822)	234,094
Interest paid	1,721	246

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares	Average Cost (\$)	Fair Value (\$)	
<b>Canadian Equities (0.8%)</b>			
3,081,827	Bird Construction Inc.	\$ 27,681,231	\$ 82,654,600
1,003,905	Black Press - 1000817790 Ontario Ltd. Class A Shares	1,003,905	1,003,905
519,864	FLINT Corp	403,833	12,997
781,786	MDA Space Ltd	10,945,004	10,679,197
1,633,174	NorthStar Gaming Holdings Inc	732,720	81,659
582,125	NorthStar Gaming Holdings Inc (Escrow)	291,189	29,106
108,793	Postmedia Network Canada	228,465	133,815
87,793	TC Fund I LP Class B	1,499,987	1,486,335
469,948	VerticalScope Holdings Inc	3,844,175	4,173,138
375,247	X-Spectrum 1 Inc.	1,838,708	101,317
614,753	X-Spectrum 2 Inc.	879,097	-
1,036,485	Yellow Pages Limited	16,162,761	9,463,108
<b>Total</b>		<b>\$ 65,511,075</b>	<b>\$ 109,819,177</b>
<b>Canadian Fixed Income (49.2%)</b>			
78,896,000	Air Canada 4% Jul 1, 2025 144A (USD)	\$ 121,998,117	\$ 114,131,569
571,869,000	Air Canada 4.625% Aug 15, 2029	559,792,233	554,355,512
8,000,000	BMO Dep Note 2.28% Jul 29, 2024	7,746,880	7,984,281
282,294,000	BNS (AT1) 3.7% Jul 27, 2026/2081	212,264,941	231,655,453
85,500,000	BNS (AT1) 7.023% Jun 27, 2027/Jul 27, 2082	84,639,069	86,116,352
316,590,000	BNS CB FRN Sept 8, 2026 (CORRA +60)	316,592,124	317,565,667
198,752,000	BNS FRN Aug 4, 2026 (CORRA+54)	198,456,194	197,679,216
240,000,000	BNS FRN May 3, 2027 (CORRA +75)	240,000,000	239,698,301
25,238,000	Bombardier Inc. 7.35% Dec 22, 2026	21,165,521	25,900,498
107,431,000	Bombardier Inc. 7.45% May 1, 2034 REGS (USD)	130,334,271	165,556,932
215,222,000	Canada 0.25% Mar 01, 2026	200,236,475	202,371,805
1,334,984,000	Canada 0.5% Dec 01, 2030	1,088,140,270	1,109,472,362
23,617,000	Canada 0.5% Sep 1, 2025	22,370,757	22,629,942

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# Lysander-Canso Corporate Value Bond Fund

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
<b>Canadian Fixed Income (49.2%)</b>							
<i>Cont'd</i>							
51,000,000	Canada Housing Trust FRN Mar 15, 2028 (CORRA+33)	51,163,200	51,238,308	11,890,000	RBC FRN Jun 29, 2085(Q LIMEAN+25)(USD)	12,192,601	14,936,147
882,000	Canada Housing Trust FRN Sep 15, 2027 (CORRA+30)	884,822	885,771	44,703,000	SNC Lavalin 3.8% Aug 19, 2024	44,991,452	44,586,504
125,235,000	CIBC FRN Jul 15, 2026 (CORRA+58)	125,231,251	124,799,671	33,570,000	SNC Lavalin 7% Jun 12, 2026	33,570,000	34,728,165
128,273,000	CIBC Sr. Unsec. 4.9% Apr 2, 2027	128,204,571	128,446,310	144,228,000	Sunlife Financial Inc. (AT1) 3.6% Jun 30, 2026/2081	136,448,133	120,552,440
98,351,000	Cineplex Inc. 7.625% Mar 31, 2029 144a	98,351,000	100,440,959	141,032,000	TD (AT1) 3.6% Oct 31, 2026/2081	125,328,522	117,489,669
7,999,000	Cineplex Inc. 7.75% Mar 1, 2030	8,315,230	8,754,415	55,000,000	TD Bank (AT1) 7.283% Oct 31, 2027/82	55,243,750	55,996,765
2,000,000	Corus Entertainment Inc. 5% May 11, 2028 REGS	1,455,000	801,667	386,245,000	TD Bank 4.477% Jan 18, 2028	386,245,000	385,778,416
77,889,000	Corus Entertainment Inc. 6% Feb 28, 2030 REGS	76,389,095	29,645,699	24,451,000	TD BANK 4.68 08JAN29	24,629,492	24,563,805
36,137,000	Enbridge Inc. 5.70% Nov 9, 2027	36,122,906	37,318,702	300,000,000	TD Bank CB 4.232% Apr 2, 2029	299,994,000	300,296,712
21,346,932	FLINT Corp. 8% Oct 14, 2027	21,311,464	18,695,963	333,910,000	TD Bank CB FRN Jun 8, 2026 (CORRA+65)	333,967,545	335,373,694
2,636,000	Ford Credit Canada Co. 4.46% Nov 13, 2024	2,082,440	2,627,330	63,828,000	TransCanada Pipelines 3.8% Apr 5, 2027	60,617,452	62,662,226
122,949,000	Great West Life Co Inc. (AT1) 3.6% Dec 31, 2026/2081	113,439,278	102,762,311	73,887,000	TransCanada Pipelines FRN Mar 10, 2026 (Q CORRA +140)	73,999,341	73,926,315
310,040,000	Manulife Financial Corp (AT1) 3.375% Jun 19, 2026/2081	274,883,786	259,451,858	123,714,000	TransCanada Pipelines FRN May 15, 2067 (Q LIBOR+221) (USD)	130,878,275	154,895,523
232,060,000	Manulife Financial Corp (AT1) 4.1% Mar 19, 2027/2082	219,594,158	191,259,489	16,330,000	Videotron Ltee 5.75% Jan 15, 2026	17,229,944	16,346,973
90,400,000	Manulife Financial Corp (AT1) 7.117% May 19, 2027/Jun 19, 82	90,110,950	91,419,694	18,140,000	Videotron Ltee Sr Notes 5.625% Jun 15, 2025	18,828,725	18,196,194
10,000,000	Nav Canada 0.937% Feb 9, 2026	9,520,900	9,471,781	<b>Total</b>		<b>\$ 7,114,812,900</b>	<b>\$ 7,085,328,322</b>
54,259,000	RBC (AT1) 3.65% Nov 24, 2026/2081	52,765,438	45,142,088	<b>Domestic Bank Loans (0.2%)</b>			
6,810,000	RBC (AT1) 4% Feb 24, 2026/2081	6,877,900	6,532,646	22,000,000	FLINT Corp. TL 8% Oct 14, 2027	\$ 22,000,000	\$ 22,000,000
6,950,000	RBC (AT1) 4.5% Nov 24, 2025/2080	6,649,750	6,780,222	<b>Total</b>		<b>\$ 22,000,000</b>	<b>\$ 22,000,000</b>
10,000,000	RBC 1.833 31Jul28	8,696,600	9,107,002	<b>Foreign Bank Loans (2.8%)</b>			
224,958,000	RBC 4.642% Jan 17, 2028	224,949,872	226,130,054	39,482,896	AMC Entertainment Holdings TL B Apr 22, 2026(M LIBOR+300)USD	\$ 34,167,168	\$ 51,312,886
203,066,000	RBC CB 4.109% Dec 22, 2025	203,047,205	201,888,725	55,700,205	Delta Airlines SkyMiles TL Oct 20, 2027 (Q LIBOR+375)	73,734,902	78,203,294
396,865,000	RBC CB 4.256% Dec 21, 2026	396,865,000	396,280,219	68,872,558	Hertz Corp. TL B Incremental Jun 30, 2028(SOFR+375)(USD)	92,339,504	85,442,489

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# Lysander-Canso Corporate Value Bond Fund

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
<b>Foreign Bank Loans (2.8%)</b>							
<i>Cont'd</i>							
110,213,785	Hertz Corp. TL B Jun 30, 2028 (Q SOFR+350)(USD)	138,727,814	136,824,226	37,916,000	Boeing Co 2.196% Feb 4, 2026 (USD)	47,683,346	48,807,807
21,346,682	Hertz Corp. TL C Jun 30, 2028 (Q SOFR+350)(USD)	26,868,581	26,482,444	11,358,000	Boeing Co 2.25% Jun 15, 2026 (USD)	14,638,815	14,484,465
15,072,000	Mileage Plus Holdings LLC TL B Jun 20, 2027 (Q L+525)(USD)	20,170,473	21,070,877	15,976,000	Boeing Co 2.7% Feb 1, 2027 (USD)	21,042,605	20,168,748
<b>Total</b>		<b>\$ 386,008,442</b>	<b>\$ 399,336,216</b>	350,000	Boeing Co 2.8% Mar 1, 2027 (USD)	372,147	441,368
<b>Foreign Fixed Income (21.6%)</b>							
110,364,000	AMC Entertainment Holdings 7.5% Feb 15, 2029 144A (USD)	\$ 133,859,573	\$ 102,499,829	10,262,000	Boeing Co 3.1% May 1, 2026 (USD)	13,487,834	13,337,705
33,867,000	American Airlines Inc. 5.75% Apr 20, 2029 144A (USD)	42,983,494	45,146,891	24,111,000	Gannett Holdings LLC 6.0% Nov 1, 2026 144A (USD)	30,226,821	31,601,736
27,442,000	American Airlines Inc. 8.5% May 15, 2029 144A (USD)	37,720,950	39,053,354	6,173,000	GE Capital Corp FRN Aug 15, 2036 (Q LIBOR +48)(USD)	7,783,798	8,018,120
27,229,000	American Airlines Inc. IP Notes 10.75%/12% Feb 15, 2026(USD)	40,456,315	39,044,996	21,455,000	GE Capital Corp FRN May 5, 2026 (Q SOFR +64.161)(USD)	25,307,229	29,481,338
64,421,000	Apple Inc. 2.513% Aug 19, 2024	65,341,187	64,218,390	187,416,000	Hertz 12.625% Jul 15, 2029 144A (USD)	256,910,228	265,516,186
48,335,000	Avis Budget Car/Finance 4.75% Apr 1, 2028 144A (USD)	61,297,730	60,780,944	5,500,000	Hertz 4.625% Dec 1, 2026 144A (USD)	6,189,219	5,470,032
56,215,000	Avis Budget Car/Finance 5.375% Mar 1, 2029 144A (USD)	72,224,797	70,493,590	184,987,000	Hertz 5% Dec 1, 2029 144A (USD)	201,313,270	155,790,714
56,728,000	Avis Budget Car/Finance 5.75% Jul 15, 2027 (USD)	71,796,241	74,672,680	93,444,000	Hertz 8% PIK (non-cash) Jul 15, 2029 144A (USD)	128,058,087	129,197,006
28,643,000	Avis Budget Car/Finance 5.75% Jul 15, 2027 144A (USD)	37,500,759	38,056,502	44,079,000	Hertz Litigation, Hertz 5.5% Oct 15, 2024 (USD)	-	2,564,486
38,247,000	Avis Budget Rental Car Series 24-2A 5.13% Oct 20, 2028 (USD)	51,937,760	51,925,183	48,865,000	Hertz Litigation, Hertz 6% Jan 15, 2028 (USD)	-	6,689,252
2,513,000	Avis -Series 2019-3A C 3.15% Mar 20, 2026 (USD)	2,711,487	3,378,726	12,462,000	Hertz Litigation, Hertz 6.25% Oct 15, 2022 (USD)	-	725,031
16,044,000	Bank of America Corp 3.515% Mar 24, 2026	15,740,425	15,865,191	22,463,000	Hertz Litigation, Hertz 7.125% Aug 1, 2026 (USD)	-	3,075,016
22,450,000	Bank of America Corp FRN Mar 16, 2026 (Q CDOR+105)	22,495,125	22,552,592	100,000	Hertz -Series 2023-1A 5.49% Jun 25, 2027 (USD)	134,914	136,769
96,253,000	Bank of America Corp FRN Sep 15, 2027 (Q CDOR+60)	95,621,047	96,303,706	128,920,000	Latam Airlines Group SA 13.375% Oct 15, 2029 144A (USD)	167,392,822	202,984,438
				25,000	Lehman Bros Hldg Inc. 4.85% Sep 3, 2013 (USD)	-	19
				11,735,000	Lloyds Banking Group PLC 3.5% Feb 3, 2025	11,589,486	11,627,562
				12,652,000	MetLife Global Funding I 3.257% Apr 1, 2025	12,308,854	12,504,223

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# Lysander-Canso Corporate Value Bond Fund

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
<b>Foreign Fixed Income (21.6%)</b>				<b>Mortgage Backed Securities (18.1%)</b>			
<i>Cont'd</i>							
106,691,000	MetLife Global Funding I FRN Jun 15, 2026 (CORRA+106)	106,791,412	107,466,974	51,366,731	ATB Financial NHA MBS (97525955) 3.59% Jun 1, 2028	\$ 50,794,763	\$ 50,485,766
257,687,000	MetLife Global Funding I 4.642% Apr 1, 2027	257,683,135	258,731,096	22	BMO NHA MBS FRN (98003572) Jul 1, 2024 (M CDOR -3)	22	22
13,163,000	Morgan Stanley FRN Jan 22, 2025 (SOFR +50.9)(USD)	18,193,884	18,029,506	20,000,000	CNH Capital Cdn. Rec. Trst. 5.063% 2024-1 A2 Aug 15, 2031	20,000,000	20,090,850
89,493,000	Natwest Group 7.472% Nov 10, 2025/26 144A (USD)	122,896,173	125,236,578	26,031,444	CNH Capital Cdn. Rec. Trst. 5.471% 2024-1 A1 Mar 15, 2027	26,031,444	26,050,730
990,000	Navient Corp 5.625% Jan 25, 2025 (USD)	932,048	1,335,322	83,304,539	C.P.A. Lte. NHA MBS FRN (98004962) Jan 1, 2027 (M CDOR-15)	83,184,580	82,858,860
149,678,000	New York Life Global FDG FRN Jun 30, 2026 (CORRA+91)	149,731,549	150,693,715	47,423,075	Caisse Acadienne NHA MBS(98005024) FRN(M CDOR-6) Feb 1, 2027	47,257,568	47,338,097
262,277,000	Pacific Life Global Funding II FRN Feb 1, 2027 (Q CDOR+38)	261,645,902	260,806,649	35,067,063	Caisse Populaire NHA MBS FRN(98005023)Feb 1, 2027(M CDOR-14)	35,015,865	34,882,961
12,394,000	Spirit Aerosystems Inc. 3.85% Jun 15, 2026 (USD)	16,055,825	16,352,227	16,358,148	Concentra Bank NHA MBS (97517737) 0.74% Sep 1, 2025	15,462,376	15,659,860
90,522,000	Spirit Aerosystems Inc. 4.6% Jun 15, 2028 (USD)	105,114,767	116,185,009	20,372,442	Connect First CU NHA MBS (97523212) 1.49% Jan 1, 2025	19,452,830	20,134,696
31,996,000	Spirit Aerosystems Inc. 9.375% Nov 30, 2029 144A (USD)	44,566,713	47,211,585	27,895,671	Equitable Bank NHA MBS (97514941) 1.7% Aug 01, 2024	27,922,730	27,787,994
59,370,000	Spirit Aerosystems Inc. 9.75% Nov 15, 2030 144A (USD)	81,847,827	89,755,223	633	Equitable Bank NHA MBS (97518284) 0.8% Nov 1, 2025	1	605
22,018,000	TWDC Enterprises 18 Corp. 2.758% Oct 7, 2024	21,243,968	21,891,564	36,733,336	Equitable Bank NHA MBS (97520907) 1.14% Dec 1, 2026	34,276,243	34,475,265
55,138,000	UBS Group AG 1.305% Feb 2, 2026/27 (USD)	58,842,020	70,431,699	22,898,869	Equitable Bank NHA MBS (97528136) 3.9% Mar 1, 2029	22,640,111	22,654,160
19,322,000	UBS Group AG 2.193% Jun 5, 2025/26 144A (USD)	22,314,064	25,565,985	11,844,469	First National NHA MBS (97516180) 1.82% Feb 1, 2025	11,872,659	11,641,615
1,000,000	UBS Group AG 6.373% Jul 15, 2026 (USD)	1,257,991	1,375,868	22,245,747	First National NHA MBS (97518449) 0.81% Dec 1, 2025	22,337,622	21,160,244
16,241,384	US TIPS 0.125% Apr 15, 2026 (USD)	20,633,880	21,242,519	89,058,041	First National NHA MBS (97528286) 4.19% Apr 1, 2029	88,930,688	88,999,165
65,071,982	US TIPS 0.625% Jan 15, 2026 (USD)	85,968,719	86,191,623				
<b>Total</b>		<b>\$ 3,071,846,242</b>	<b>\$ 3,105,117,737</b>				
<b>Inflation Bonds (1.7%)</b>							
235,224,338	Canada RRB 4.25% Dec 1, 2026	\$ 256,023,073	\$ 249,395,899				
<b>Total</b>		<b>\$ 256,023,073</b>	<b>\$ 249,395,899</b>				

Continued on next page ...

# Lysander-Canso Corporate Value Bond Fund

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
<b>Mortgage Backed Securities (18.1%)</b>							
<i>Cont'd</i>							
20,402,563	First National NHA MBS FRN (98004522) May 1, 2026 (M CDOR-16)	20,375,020	20,307,895	54,419,706	MCAP Corporation NHA MBS (97528125) 4.05% Mar 1, 2029	54,074,141	54,103,088
2,986,404	First National NHA MBS FRN (98004946) Jan 1, 2027 (M CDOR-11)	2,985,150	2,972,339	64,261,451	MCAP Service NHA MBS (97529047) 4.04% Jun 1, 2029	64,046,818	63,891,568
120,548,718	First National NHA MBS FRN (98004947) Jan 1, 2027 (M CDOR-11)	120,494,471	120,114,924	9,185,690	Meridian Credit NHA MBS (86705375) 0.5866% Aug 1, 2026	8,513,022	8,622,686
121,469,045	First National NHA MBS FRN (98004973) Feb 1, 2027 (M CDOR-15)	121,258,904	120,810,683	10,039,722	Merrill Lynch NHA MBS (97515148) 1.8% Sep 1, 2024	9,726,884	9,988,077
22,485,120	First National NHA MBS FRN (98100852) Mar 1, 2029 (CORRA+10)	22,236,210	22,222,943	41,249,381	Merrill Lynch NHA MBS (98004816) FRN (M CDOR-20) Nov 1, 2026	40,993,222	41,004,772
47,910,000	First National NHA MBS FRN (98101013) Jun 1, 2029 (CORRA+35)	47,662,784	47,499,740	28,826,287	Merrill Lynch NHA MBS FRN (98004599) Jul 1, 2026 (M CDOR-23)	28,708,099	28,655,923
19,027,492	Gulf & Fraser NHA MBS (86706296) 1.19% Sep 1, 2026	17,751,508	17,950,654	25,233,279	Merrill Lynch NHA MBS FRN (98004601) Jul 1, 2026 (M CDOR-23)	25,128,561	25,102,669
12,675,321	Gulf & Fraser NHA MBS (86706300) 0.94% Apr 1, 2026	11,854,467	12,005,046	27,259,716	Merrill Lynch NHA MBS FRN (98004766) Oct 1, 2026 (M CDOR-20)	27,160,412	27,097,521
4,751,113	Home Trust NHA MBS FRN (98004541) May 1, 2026 (M CDOR -10)	4,753,251	4,743,395	4,777,938	Merrill Lynch NHA MBS FRN (98004859) Dec 1, 2026 (M CDOR -20)	4,764,990	4,749,509
2,121,567	Home Trust NHA MBS FRN (98004844) Nov 1, 2026 (M CDOR -10)	2,113,060	2,114,442	45,894,191	Merrill Lynch NHA MBS FRN (98004860) Dec 1, 2026 (M CDOR -20)	45,753,755	45,613,778
4,228,998	I.G. Investment NHA MBS (97521826) 1.49% May 1, 2027	3,850,757	3,972,827	20,157,048	Merrill Lynch NHA MBS FRN (98004978) Feb 1, 2027 (M CDOR-20)	20,094,158	20,025,624
37,067,497	Interior Savings NHA MBS (86706841) 1.5% Sep 1, 2027	34,027,221	34,691,804	22,066,605	Merrill Lynch NHA MBS FRN (98005105) Apr 1, 2027 (M CDOR -14)	21,941,046	21,947,207
15,319,647	Kawartha CU NHA MBS (86705537) 1.33% Nov 1, 2026	14,318,201	14,474,321	1,673,343	Peoples Trust NHA MBS FRN (98004204) Oct 1, 2025 (M CDOR+0)	1,670,665	1,669,410
8,621,960	Kootenay Savings NHA MBS (86706414) 1.1758% Aug 1, 2026	8,074,982	8,171,013	70,424,217	RBC NHA MBS (97515086) 2.03% Sep 1, 2024	68,185,431	70,129,809
5,166,807	Laurentian Bank NHA MBS (97516013) 1.85% Jan 1, 2025	4,951,212	5,103,480	12,436,373	RBC NHA MBS (97517581) 0.6% Aug 1, 2025	12,418,216	11,946,492
9,897,282	Laurentian Bank NHA MBS (97527848) 4.04% Feb 1, 2029	9,849,161	9,868,837	51,452,085	RBC NHA MBS (97520971) 1.19% Jan 1, 2027	47,738,787	48,187,733
				40,721,485	RBC NHA MBS (97522207) 1.99% Jul 1, 2027	38,314,438	38,610,748

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# Lysander-Canso Corporate Value Bond Fund

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
<b>Mortgage Backed Securities (18.1%)</b>							
<i>Cont'd</i>							
26,156,659	RBC NHA MBS (97522210) 2.09% Jul 1, 2027	24,673,315	24,971,919	14,347,594	TD Bank NHA MBS FRN (98100911) Apr 1, 2029 (CORRA +39)	14,296,804	14,290,491
101,930,722	RBC NHA MBS (97526050) 3.43% Aug 1, 2028	98,896,245	99,616,895	17,661,280	TD Bank NHA MBS FRN (98100914) Apr 1, 2029 (CORRA +36)	17,583,924	17,575,800
<b>Total</b>						<b>\$ 2,608,120,354</b>	<b>\$ 2,611,711,935</b>
<b>Preferred Shares (2.2%)</b>							
340,812,619	Scotia Capital Inc. NHA MBS (97528147) 3.7% Mar 1, 2029	334,091,794	334,902,856	986,194	BCE Inc. (BCE.PR.AD)	\$ 15,182,021	\$ 16,785,022
167,344,000	Scotia Capital Inc. NHA MBS (97529012) 4.1% Jun 1, 2029	168,138,884	167,529,303	118,300	BCE Inc. (BCE.PR.E)	2,108,172	2,034,760
34,000,000	Scotia Capital Inc. NHA MBS (97529013) 4.3% Jun 1, 2027	34,047,260	33,941,851	172,200	BCE Inc. (BCE.PR.H)	2,598,953	2,899,848
12,315,630	Scotia Capital NHA MBS (97514581) 1.9% Jul 1, 2024	11,921,250	12,289,804	623,500	BCE Inc. (BCE.PR.J)	9,683,721	10,755,375
12,245,707	Scotia Capital NHA MBS (97519598) 0.84% Jun 1, 2026	11,330,364	11,544,028	147,000	BCE Inc. (BCE.PR.L)	1,838,601	2,410,800
13,735,418	Scotia Capital NHA MBS (97520196) 0.89% Sep 1, 2026	12,666,802	12,912,454	83,900	BCE Inc. (BCE.PR.S)	1,232,799	1,435,109
12,958,265	Scotia Capital NHA MBS FRN (98004951) Dec 1, 2026(M CDOR-13)	12,879,997	12,909,813	54,500	BMO (BMO.PR.W)	894,962	1,327,620
64,926,721	Scotia Capital NHA MBS FRN (98005098) Apr 1, 2027(M CDOR-12)	64,597,823	64,738,187	149,049	Canadian Life Companies Split Corp 6.25% 2012 PFD	1,271,323	1,508,376
33,160,404	Scotia Capital NHA MBS FRN (98005121) Apr 1, 2027(M CDOR-43)	32,792,987	32,857,043	25,100	Enovus Energy Inc. (CVE.PR.A)	220,706	450,545
113,087,466	Scotia Capital NHA MBS FRN (98005122) Apr 1, 2027(M CDOR-19)	112,673,566	112,380,669	56,700	Enbridge Inc. (ENB.PF.A)	899,544	1,020,033
87,330,678	Scotia Capital NHA MBS FRN (98100012) Jun 1, 2027 (CORRA+35)	87,087,899	87,112,352	2,700	Enbridge Inc. (ENB.PF.V) (USD)	64,872	80,797
12,865,937	Scotia Capital NHA MBS FRN (98100013) Jun 1, 2027 (CORRA+35)	12,831,179	12,833,772	76,800	Enbridge Inc. (ENB.PR.D)	1,097,481	1,343,232
20,242,150	Steinbach CU NHA MBS (97521491) 1.45% Jan 1, 2026	19,180,045	19,516,267	794,000	Enbridge Inc. (ENB.PR.G)	10,856,820	15,641,800
49,554,256	TD Bank NHA MBS (97528887) 4.01% Jun 1, 2029	49,480,916	49,218,312	1,753,400	Enbridge Inc. (ENB.PR.I)	22,450,626	33,875,688
18,018,453	TD Bank NHA MBS FRN (98100861) Mar 1, 2029 (CORRA +45)	17,980,794	17,978,272	208,500	Enbridge Inc. (ENB.PR.N)	3,279,470	4,355,565
				65,100	Enbridge Inc. (ENB.PR.P)	850,064	1,214,115
				700	Enbridge Inc. (ENB.PR.T)	9,781	13,475
				33,248	FLINT Corp. Series 1 Preferred Share	33,106,100	17,376,081
				21,772	FLINT Corp. Series 2 Preferred Share	21,760,900	11,378,490
				100,577	M Split Corp 7.5% Dec 1, 2024 Series B	489,173	497,353
				4,000	Manulife Financial (MFC.PR.J)	61,114	95,520
				500	Manulife Financial (MFC.PR.K)	8,848	11,890
				642,400	Manulife Financial (MFC.PR.P)	10,376,736	11,242,000

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# Lysander-Canso Corporate Value Bond Fund

## Interim Schedule of Investment Portfolio as at June 30, 2024 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
<b>Preferred Shares (2.2%)</b>							
<i>Cont'd</i>							
625,200	Pembina Pipeline Corp (PPL.PR.A)	7,916,978	13,129,200	29,301,000	Toyota Credit Canada Inc. 1.27% Jul 22, 2024	28,785,361	29,243,119
136,150,000	RBC (AT1) pref 4.2% (5y GoC + 271) Feb 24, 2027	136,150,000	113,961,485	25,200,000	Toyota Credit Canada Inc. 2.11% Feb 26, 2025	24,465,672	24,768,936
207,200	Sun Life Financial Inc. (SLF.PR.K)	4,358,319	4,040,400	5,422,000	Toyota Credit Canada Inc. 2.31% Oct 23, 2024	5,321,693	5,378,652
182,000	TC Energy Corp (TRP.PR.D)	2,616,181	3,539,900	2,667,667	WTH Car Rental ULC (AVIS) 2.781% Jul 22, 2024	2,659,080	2,664,284
257,857	TC Energy Corp (TRP.PR.F)	3,334,171	4,215,962	49,919,000	WTH Car Rental ULC (AVIS) 6.028% Feb 20, 2027	49,919,000	50,843,590
86,400	TC Energy Corp (TRP.PR.H)	912,135	1,209,600	<b>Total</b>		<b>\$ 376,251,599</b>	<b>\$ 375,741,038</b>
109,600	TC Energy Corp (TRP.PR.I)	1,350,948	1,693,320	<b>Total investment portfolio (99.2%)</b>		<b>\$ 14,224,704,487</b>	<b>\$ 14,268,168,866</b>
27,500,000	TD Bank (AT1) Pref 5.75% Oct 31, 2027/Perpetual	22,846,875	25,534,861		Cash and Cash Equivalents (0.4%)		\$ 69,930,686
341,200	Thomson Reuters Corp (TRI.PR.B)	4,302,408	4,640,320		Other Assets less Liabilities (0.4%)		59,756,151
<b>Total</b>		<b>\$ 324,130,802</b>	<b>\$ 309,718,542</b>	<b>Net assets</b>			<b>\$ 14,397,855,703</b>

<b>Private Placements (2.6%)</b>			
9,643,654	Black Press Group Ltd. 10% Mar 22, 2029	\$ 8,027,378	\$ 8,027,378
323,386	Blue Water Bridge Authority (amort) 6.41% Jul 9, 2027	392,012	329,448
39,085,000	BMW Canada Auto Trust 2024-1 A2 4.844% Jul 20, 2027	39,085,000	39,091,527
60,000,000	GMF Canada Leasing Trust 2024-1 A1 4.981% Feb 20, 2026	60,000,000	59,983,548
17,860,000	GMF Canada Leasing Trust 2024-1 A2 4.883% Dec 21, 2026	17,860,000	18,364,591
5,109,000	Golf Town/Golfsmith 10.5% Jul 24, 2018 (144A)	2,815,576	-
5,000,000	Honda Canada Finance Inc 3.444% May 23, 2025	4,923,600	4,939,041
100,100,000	Honda Canada Finance Inc. FRN Jun 4, 2027 (CORRA +83)	100,100,100	100,198,769
30,339,000	Honda Canada Finance Inc. FRN Sep 27, 2024 (Q CDOR+20)	30,305,157	30,346,615
1,588,000	Kruger Packaging Holdings L.P. 6% Jun 1, 2026	1,591,970	1,561,540

# Lysander-Canso Corporate Value Bond Fund

## Foreign Exchange Contracts

Counterparty	Settlement Date	Buy	Par Value	Sell	Par Value	Forward Rate	Current Rate	Unrealized Appreciation (Depreciation)
Canadian Imperial Bank of Commerce <sup>1</sup>	2024-09-10	CAD	\$ 2,587,634,420	USD	\$ 1,895,092,000	0.732	0.732	\$ (544,025)
Canadian Imperial Bank of Commerce <sup>1</sup>	2024-09-10	CAD	367,925,523	USD	268,975,000	0.731	0.732	579,085

### Notes

<sup>1</sup> 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, 2024 (unaudited)

## 1. Formation of Fund

The address of the Fund's registered office is 3080 Yonge St., Suite 4000, 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 21, 2024.

## 3. Material Accounting Policy Information

Effective January 1, 2023, the Fund adopted the International Accounting Standard 1 Presentation of Financial Statements ("IAS 1") amendment with regards to disclosure of material accounting policies. This amendment did not have a material impact on these financial statements. There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on January 1, 2023, that have a material effect on the financial statements of the Fund. The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise indicated.

The material 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

# Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2024 (unaudited)

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.

## **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, 2024 and December 31, 2023, 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, 2024 and December 31, 2023, 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 (loss) 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 (loss).

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.



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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 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

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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 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

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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, 2023, the Fund had no net capital losses (December 31, 2022 - Nil) and no non-capital losses (December 31, 2022 - Nil).

## 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, 2024, the Fund has determined there are no new IFRS standards that are issued, but not yet effective, that could materially impact the Fund's financial statements.

## 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, 2024 and 2023, the number of units issued, redeemed and outstanding were as follows:

### Series A

For the periods ended	30-Jun-24	30-Jun-23
Units outstanding at beginning of period	92,339,611	74,081,302
Redeemable units issued	21,745,946	12,952,696
Redeemable units redeemed	(8,881,770)	(6,841,352)
Redeemable units issued on reinvestments	1,393,949	440,967
<b>Units outstanding at end of period</b>	<b>106,597,736</b>	<b>80,633,613</b>

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## Series A5

For the periods ended	30-Jun-24	30-Jun-23
Units outstanding at beginning of period	3,112,098	1,646,713
Redeemable units issued	711,066	975,355
Redeemable units redeemed	(161,133)	(132,378)
Redeemable units issued on reinvestments	18,129	8,128
<b>Units outstanding at end of period</b>	<b>3,680,160</b>	<b>2,497,818</b>

## Series F

For the periods ended	30-Jun-24	30-Jun-23
Units outstanding at beginning of period	742,841,226	514,998,720
Redeemable units issued	240,795,876	149,357,188
Redeemable units redeemed	(79,398,931)	(49,629,123)
Redeemable units issued on reinvestments	10,658,452	3,570,759
<b>Units outstanding at end of period</b>	<b>914,896,623</b>	<b>618,297,544</b>

## Series F5

For the periods ended	30-Jun-24	30-Jun-23
Units outstanding at beginning of period	26,323,989	13,390,359
Redeemable units issued	10,567,805	4,103,366
Redeemable units redeemed	(3,555,425)	(831,940)
Redeemable units issued on reinvestments	109,022	46,514
<b>Units outstanding at end of period</b>	<b>33,445,391</b>	<b>16,708,299</b>

## 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

## 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, 2024 and December 31, 2023:

As at June 30, 2024	Level 1		Level 2		Level 3		Total	
<b>Investments</b>								
Equities	\$	107,227,620	\$	-	\$	2,591,557	\$	109,819,177
Fixed income		-		13,818,603,769		30,027,378		13,848,631,147
Preferred shares		167,002,486		113,961,485		28,754,571		309,718,542
<b>Total</b>	<b>\$</b>	<b>274,230,106</b>	<b>\$</b>	<b>13,932,565,254</b>	<b>\$</b>	<b>61,373,506</b>	<b>\$</b>	<b>14,268,168,866</b>

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.

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.

At June 30, 2024, 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, 2023 - 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.

During the period ended June 30, 2024, the Manager paid the Portfolio Manager, an affiliate of the Manager, \$24,440,291 (June 30, 2023 - \$16,645,462) for managing the portfolio of the Fund. As at June 30, 2024 the amount payable to the Portfolio Manager was \$4,358,801 (December 31, 2023 - \$3,634,488).

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As at December 31, 2023	Level 1	Level 2	Level 3	Total
<b>Investments</b>				
Equities	\$ 67,898,721	\$ –	\$ 1,624,573	\$ 69,523,294
Fixed income	–	11,197,057,588	31,062,627	11,228,120,215
Preferred shares	136,354,947	15,863,515	28,496,509	180,714,971
<b>Total</b>	<b>\$ 204,253,668</b>	<b>\$ 11,212,921,103</b>	<b>\$ 61,183,709</b>	<b>\$ 11,478,358,480</b>

As at	30-Jun-24	31-Dec-23
<b>Level 3 reconciliation</b>		
Balance, beginning of period	\$ 61,183,709	\$ 82,634,853
Purchases	9,040,439	3,952,251
Sales	(9,406,691)	(29,644,417)
Transfers In	–	10,847,150
Transfers Out	–	–
Realized gains and losses	(514,715)	8,637,611
Change in unrealized appreciation (depreciation)	1,070,764	(15,243,739)
<b>Balance, end of period</b>	<b>\$ 61,373,506</b>	<b>\$ 61,183,709</b>

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, 2024 and December 31, 2023, 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.

## FLINT Corp. Series 1 Preferred Share

Price: \$522.62

Valuation Technique: The relative value technique.

Unobservable Inputs: FLINT Corp. 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 \$156.79, or an increase or decrease in net assets of \$5,212,954.

## FLINT Corp. Series 2 Preferred Share

Price: \$522.62

Valuation Technique: The relative value technique.

Unobservable Inputs: FLINT Corp. 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 \$156.79, or an increase or decrease in net assets of \$3,413,632.

## Black Press - 1000817790 Ontario Ltd. Class A Shares

Price: \$1.00

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 50%, or an increase or decrease in the security price of \$0.50, or an increase or decrease in net assets of \$501,953.

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

Price: \$0.00

Valuation Technique: Marked at \$0.00.

Unobservable Inputs: Substantially all of the assets have been liquidated and returned to creditors. We do not expect any additional recovery.

Change in input values: N/A

Black Press Group Ltd. 10% Mar 22, 2029

Price: \$83.24

Valuation Technique: Internally developed model.

Unobservable Inputs: The primary unobservable inputs for this security is the recovery expectations, yields of similarly rated companies, and a liquidity discount are all factored into the internal model.

Change in input values: A reasonably possible change to 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 \$25, or an increase or decrease in net assets of \$2,410,914.

TC Fund I LP Class B

Price: \$16.93

Valuation Technique: Internally developed model

Unobservable Inputs: The primary unobservable inputs for this security include TC Fund I FY24 Q1 financial statements, its book value of Equity on the balance sheet, our 15% ownership stake in TC Fund I and the amount payable to RivettLP upon distribution of the partnership, of which is in relation to the tax benefit received.

Change in input values: A reasonably possible change in the price of the security could result in an increase or decrease of 50% or an increase or decrease in the security price of \$8.47, or an increase or decrease in net assets of \$743,607.

FLINT Corp. TL 8% Oct 14, 2027

Price: \$100.00

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 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, or an increase or decrease in net assets of \$6,600,000.

X-Spectrum 2

Price: \$0.00

Valuation Technique: The relative value technique.

Unobservable Inputs: Company is being wound up and with all assets being liquidated. The liquidation value is likely to be zero since the liquidation value of assets will likely be less than the amount of liabilities. The primary unobservable input is the liquidation value of assets.

Change in input values: The portfolio manager believes it is highly unlikely that the salvage value of assets will exceed the company's liabilities and therefore believe the possibility of any recovery on this security is remote.

X-Spectrum 1 Inc.

Price: \$0.27

Valuation Technique: The relative value technique.

Unobservable Inputs: The primary unobservable inputs for this security were the expected sale prices of the spectrum assets.

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 \$0.11, or an increase or decrease in net assets of \$41,277.

## 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

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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, 2024 and December 31, 2023, the Fund had directly invested in debt instruments with the following credit ratings:

As a % of net assets		30-Jun-24	31-Dec-23
<b>Credit exposure</b>			
AAA	%	42.9 %	40.2
AA		5.8	5.0
A		15.1	16.2
BBB		13.3	15.2
BB		11.8	9.6
B		5.0	7.7
CCC		3.0	2.2
Not Rated		1.5	2.0

## 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, 2024 and December 31, 2023:

As at 30-Jun-2024	Less Than One Month	1-3 Months	3 Months – 1 Year
<b>Liquidity exposure</b>			
Redemption Payable	\$ 6,640,104	\$ –	\$ –
Due to investment dealers	57,816,799	–	–
Accrued expenses	–	11,247,267	–
As at 31-Dec-2023	Less Than One Month	1-3 Months	3 Months – 1 Year
<b>Liquidity exposure</b>			
Redemption Payable	\$ 4,668,311	\$ –	\$ –
Due to investment dealers	65,933,004	–	–
Accrued expenses	–	9,746,743	–

## 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.

## Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2024 (unaudited)

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	
<b>Interest rate exposure</b>						
June 30, 2024	\$	457,417,021	\$	10,561,475,958	\$	2,969,234,516
December 31, 2023		1,488,500,185		7,561,170,110		2,194,313,435

If interest rates had increased or decreased by 1% at June 30, 2024, with all other variables remaining constant, net assets of the Fund would have decreased or increased by approximately \$339,789,395 (December 31, 2023- \$233,201,899).

### 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 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-24		31-Dec-23		
<b>Currency exposure</b>					
US Dollars		%	20.5	%	21.0

As at June 30, 2024, if the CAD had strengthened or weakened by 1% in relation to the above currencies, with all other factors remaining constant, the Fund's net assets would have decreased or increased by 0.2% (December 31, 2023 - 0.2%).

### 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, 2024, approximately 3.0% (December 31, 2023 - 3.1%) 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, 2024 with all other factors remaining constant, net assets would have increased or decreased, by approximately \$20,926,691 (December 31, 2023 - \$17,761,892).





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