

Interim Financial Statements (unaudited)
For the six month periods ended June 30, 2025 and 2024

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, 2025.

Lysander-Canso Corporate Value Bond Fund

Interim Financial Statements Six-Month Periods Ended June 30, 2025 (unaudited)

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Lysander-Canso Corporate Value Bond Fund

Interim Statements of Financial Position (unaudited)

As at	30-Jun-25	31-Dec-24
Assets		
Financial assets at fair value through profit or loss*	\$ 19,795,309,042	\$ 17,333,438,617
Cash and cash equivalents	106,838,822	41,968,389
Reimbursements receivable	1,677,638	1,006,582
Accrued interest	142,262,185	134,970,468
Dividends receivable	361,726	690,122
Due from investment dealers	2,984	249,591
Subscriptions receivable	22,035,986	17,030,782
Receivable from forward exchange contracts	19,655,657	–
Total assets	\$ 20,088,144,040	\$ 17,529,354,551
Liabilities		
Payable on foreign currency forward contracts	\$ –	\$ 63,198,142
Accrued expenses	15,484,537	14,330,395
Distributions payable	–	20,030
Due to investment dealers	89,009,448	24,402,736
Redemptions payable	13,797,432	4,750,656
Total liabilities	\$ 118,291,417	\$ 106,701,959
Net assets attributable to holders of redeemable units	\$ 19,969,852,623	\$ 17,422,652,592
Net assets attributable to holders of redeemable units, per series		
Series A	\$ 1,917,556,244	\$ 1,645,902,725
Series A5	51,692,048	40,158,261
Series F	17,494,574,624	15,321,527,109
Series F5	485,714,097	397,318,366
Series O	20,315,610	17,746,131
Total net assets	\$ 19,969,852,623	\$ 17,422,652,592
Number of redeemable units outstanding		
Series A	147,199,235	127,127,153
Series A5	6,113,881	4,697,259
Series F	1,219,488,262	1,074,682,596
Series F5	53,211,096	43,250,407
Series O	1,979,955	1,740,683
Net assets attributable to holders of redeemable units per unit		
Series A	\$ 13.03	\$ 12.95
Series A5	8.45	8.55
Series F	14.35	14.26
Series F5	9.13	9.19
Series O	10.26	10.19
<i>* Financial assets at fair value through profit or loss at cost</i>	\$ 19,360,773,025	\$ 16,797,384,879

Interim Statements of Comprehensive Income (Loss) (unaudited)

For the periods ended	30-Jun-25	30-Jun-24
Income		
Interest for distribution purposes	\$ 368,804,070	\$ 296,655,348
Dividend income	6,848,458	7,777,730
Other income	(4,539,351)	540,039
Realized and unrealized gain (loss) on investments		
Net realized gain (loss) on investments sold	69,593,622	65,766,879
Net realized gain (loss) on foreign currency	69,645,355	(29,132,416)
Change in unrealized appreciation (depreciation) on foreign currency	(100,181)	(9,175)
Change in unrealized appreciation (depreciation) on forward contracts	82,853,799	(55,020,623)
Change in unrealized appreciation (depreciation) on investments	(101,514,621)	154,171,241
Total operating income (loss)	\$ 491,591,151	\$ 440,749,023
Expenses		
Management fees	\$ 84,107,735	\$ 58,830,127
Fund administration fees	3,760,202	2,644,859
Filing fees	886,538	707,825
Audit fees	349,680	304,998
Custodial fees	241,494	127,771
Unitholder reporting expense	211,788	174,288
Bank charges	88,218	1,721
Regulatory fees expense	45,974	44,170
Legal fees	39,150	33,367
Independent review committee fees	24,548	23,777
Transaction costs	3,100	1,177
Total operating expenses	\$ 89,758,427	\$ 62,894,080
Withholding tax	\$ 1,685,477	\$ (822)
Total net operating expenses	\$ 91,443,904	\$ 62,893,258
Change in net assets attributable to holders of redeemable units from operations	\$ 400,147,247	\$ 377,855,765
Change in net assets attributable to holders of redeemable units from operations per series		
Series A	\$ 33,782,140	\$ 32,923,672
Series A5	881,902	758,619
Series F	355,208,751	336,003,491
Series F5	9,793,611	8,169,983
Series O	480,843	–
Change in total net assets	\$ 400,147,247	\$ 377,855,765
Change in net assets attributable to holders of redeemable units from operations per unit		
Series A	\$ 0.24	\$ 0.34
Series A5	0.16	0.23
Series F	0.31	0.40
Series F5	0.20	0.26
Series O	0.25	–

Lyxander-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-25	30-Jun-24
Net assets attributable to holders of redeemable units, beginning of period	\$ 17,422,652,592	\$ 11,640,204,197
Change in net assets attributable to holders of redeemable units from operations	400,147,247	377,855,765
Distributions to unitholders of redeemable units		
From net investment income	\$ (289,635,287)	\$ (253,743,172)
From management fee rebate income	(847,123)	(475,609)
Total distributions	\$ (290,482,410)	\$ (254,218,781)
Redeemable unit transactions		
Proceeds from redeemable units issued		
Series A	\$ 402,324,437	\$ 273,870,353
Series A5	14,466,856	6,028,523
Series F	3,446,900,296	3,340,478,583
Series F5	131,623,677	95,562,717
Series O	5,354,427	–
Total proceeds	\$ 4,000,669,693	\$ 3,715,940,176
Cost of units redeemed		
Series A	\$ (161,052,445)	\$ (111,930,963)
Series A5	(2,734,384)	(1,366,993)
Series F	(1,547,787,005)	(1,103,104,050)
Series F5	(43,083,369)	(32,194,802)
Series O	(3,265,791)	–
Total cost	\$ (1,757,922,994)	\$ (1,248,596,808)
Reinvested distributions		
Series A	\$ 19,255,642	\$ 17,577,574
Series A5	322,334	153,453
Series F	172,510,414	147,955,648
Series F5	2,323,709	984,479
Series O	376,396	–
Total reinvested	\$ 194,788,495	\$ 166,671,154
Change in net assets attributable to holders of redeemable units for the period	\$ 2,547,200,031	\$ 2,757,651,506
Net assets attributable to holders of redeemable units, end of period	\$ 19,969,852,623	\$ 14,397,855,703

Series A

For the periods ended	30-Jun-25	30-Jun-24
Net assets attributable to holders of redeemable units, beginning of period	\$ 1,645,902,725	\$ 1,154,386,292
Change in net assets attributable to holders of redeemable units from operations	33,782,140	32,923,672
Distributions to unitholders of redeemable units		
From net investment income	\$ (22,623,190)	\$ (20,945,143)
From management fee rebate income	(33,065)	(24,152)
Total distributions	\$ (22,656,255)	\$ (20,969,295)
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 402,324,437	\$ 273,870,353
Cost of units redeemed	(161,052,445)	(111,930,963)
Reinvested distributions	19,255,642	17,577,574
Total redeemable	\$ 260,527,634	\$ 179,516,964
Change in net assets attributable to holders of redeemable units for the period	\$ 271,653,519	\$ 191,471,341
Net assets attributable to holders of redeemable units, end of period	\$ 1,917,556,244	\$ 1,345,857,633

Series A5

For the periods ended	30-Jun-25	30-Jun-24
Net assets attributable to holders of redeemable units, beginning of period	\$ 40,158,261	\$ 26,465,382
Change in net assets attributable to holders of redeemable units from operations	881,902	758,619
Distributions to unitholders of redeemable units		
From net investment income	\$ (1,397,531)	\$ (845,350)
From management fee rebate income	(5,390)	(2,411)
Total distributions	\$ (1,402,921)	\$ (847,761)
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 14,466,856	\$ 6,028,523
Cost of units redeemed	(2,734,384)	(1,366,993)
Reinvested distributions	322,334	153,453
Total redeemable	\$ 12,054,806	\$ 4,814,983
Change in net assets attributable to holders of redeemable units for the period	\$ 11,533,787	\$ 4,725,841
Net assets attributable to holders of redeemable units, end of period	\$ 51,692,048	\$ 31,191,223

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-25	30-Jun-24
Net assets attributable to holders of redeemable units, beginning of period	\$ 15,321,527,109	\$ 10,221,087,183
Change in net assets attributable to holders of redeemable units from operations	355,208,751	336,003,491
Distributions to unitholders of redeemable units		
From net investment income	\$ (253,006,928)	\$ (224,286,595)
From management fee rebate income	(778,013)	(434,542)
Total distributions	\$ (253,784,941)	\$ (224,721,137)
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 3,446,900,296	\$ 3,340,478,583
Cost of units redeemed	(1,547,787,005)	(1,103,104,050)
Reinvested distributions	172,510,414	147,955,648
Total redeemable	\$ 2,071,623,705	\$ 2,385,330,181
Change in net assets attributable to holders of redeemable units for the period	\$ 2,173,047,515	\$ 2,496,612,535
Net assets attributable to holders of redeemable units, end of period	\$ 17,494,574,624	\$ 12,717,699,718

Series F5

For the periods ended	30-Jun-25	30-Jun-24
Net assets attributable to holders of redeemable units, beginning of period	\$ 397,318,366	\$ 238,265,340
Change in net assets attributable to holders of redeemable units from operations	9,793,611	8,169,983
Distributions to unitholders of redeemable units		
From net investment income	\$ (12,231,242)	\$ (7,666,084)
From management fee rebate income	(30,655)	(14,504)
Total distributions	\$ (12,261,897)	\$ (7,680,588)
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 131,623,677	\$ 95,562,717
Cost of units redeemed	(43,083,369)	(32,194,802)
Reinvested distributions	2,323,709	984,479
Total redeemable	\$ 90,864,017	\$ 64,352,394
Change in net assets attributable to holders of redeemable units for the period	\$ 88,395,731	\$ 64,841,789
Net assets attributable to holders of redeemable units, end of period	\$ 485,714,097	\$ 303,107,129

Series O

For the periods ended	30-Jun-25	30-Jun-24
Net assets attributable to holders of redeemable units, beginning of period	\$ 17,746,131	\$ -
Change in net assets attributable to holders of redeemable units from operations	480,843	-
Distributions to unitholders of redeemable units		
From net investment income	\$ (376,396)	\$ -
Total distributions	\$ (376,396)	\$ -
Redeemable unit transactions		
Proceeds from redeemable units issued	\$ 5,354,427	\$ -
Cost of units redeemed	(3,265,791)	-
Reinvested distributions	376,396	-
Total redeemable	\$ 2,465,032	\$ -
Change in net assets attributable to holders of redeemable units for the period	\$ 2,569,479	\$ -
Net assets attributable to holders of redeemable units, end of period	\$ 20,315,610	\$ -

Lysander-Canso Corporate Value Bond Fund

Interim Statements of Cash Flows (unaudited)

For the periods ended	30-Jun-25	30-Jun-24
Cash flows from (used in) operating activities		
Change in net assets attributable to holders of redeemable units from operations	\$ 400,147,247	\$ 377,855,765
Adjustments for:		
Foreign exchange loss (gain) on cash and cash equivalents	(7,286)	13,520
Net realized loss (gain) on investments sold	(69,593,622)	(65,766,879)
Change in unrealized depreciation (appreciation) on investments	101,517,721	(154,170,064)
Change in unrealized depreciation (appreciation) on foreign currency	100,181	9,175
Purchase of investments	(4,111,917,611)	(5,595,231,001)
Proceeds from sale and maturity of investments	1,618,123,087	3,025,357,558
Due to investment dealers	64,606,712	(8,116,205)
Receivable from forward exchange contracts	(19,655,657)	55,020,623
Accrued expenses	1,154,142	1,500,524
Dividends receivable	328,396	69,883
Accrued interest	(7,291,717)	(9,543,896)
Due from investment dealers	246,607	8,502,028
Reimbursements receivable	(671,056)	(566,076)
Accounts receivable	–	(175)
Payable on foreign currency forward contracts	(63,198,142)	–
Net cash from (used in) operating activities	\$ (2,086,110,998)	\$ (2,365,065,220)
Cash flows from (used in) financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	\$ (95,713,945)	\$ (87,547,627)
Proceeds from issuances of redeemable units	3,995,664,489	3,728,656,874
Amounts paid on redemption of redeemable units	(1,748,876,218)	(1,246,625,015)
Net cash from (used in) financing activities	\$ 2,151,074,326	\$ 2,394,484,232
Foreign exchange gain (loss) on cash and cash equivalents	\$ (92,895)	\$ (22,695)
Change in cash and cash equivalents during the period	64,963,328	29,419,012
Cash and cash equivalents, beginning of period	41,968,389	40,534,369
Cash and cash equivalents, end of period	\$ 106,838,822	\$ 69,930,686
Supplementary disclosures on cash flow from operating activities		
Interest received	\$ 361,512,353	\$ 287,111,452
Dividends received	7,176,854	7,847,613
Withholding tax	1,685,477	(822)
Interest paid	88,218	1,721

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares	Average Cost (\$)	Fair Value (\$)
Asset-Backed Securities (0.1%)		
15,217,316	CNH Capital Cdn. Rec. Trst. 5.063% 2024-1 A2 Aug 15, 2031	\$ 15,242,928
Total	\$ 15,242,928	\$ 15,563,855
Canadian Equities (0.7%)		
3,081,827	Bird Construction Inc.	\$ 27,681,231
1,003,905	Black Press - 1000817790 Ontario Ltd. Class A Shares	1,003,905
519,864	FLINT Corp	403,833
781,786	MDA Space Ltd	10,945,004
1,924,236	NorthStar Gaming Holdings Inc	878,314
291,063	NorthStar Gaming Holdings Inc (Escrow)	145,595
108,793	Postmedia Network Canada	228,465
87,793	TC Fund I LP Class B	1,499,987
375,247	X-Spectrum 1 Inc.	1,472,472
614,753	X-Spectrum 2 Inc.	879,097
1,036,485	Yellow Pages Limited	16,162,761
Total	\$ 61,300,664	\$ 130,836,131
Canadian Fixed Income (50.8%)		
584,819,000	Air Canada 4.625% Aug 15, 2029	\$ 572,365,579
79,959,000	Air Canada 4% Jul 1, 2025 144A (USD)	123,506,334
87,122,000	BMO Sr. Unsec. 3.731% Jun 3, 2030/31	87,122,000
74,260,000	BMO Sr. Unsec. 4.309% Jun 1, 2027	75,620,161
299,681,000	BNS (AT1) 3.7% Jul 27, 2026/2081	227,427,912
85,500,000	BNS (AT1) 7.023% Jun 27, 2027/Jul 27, 2082	84,639,070
34,000,000	BNS Sr. Unsec. 3.734% Jun 27, 2030/31	33,995,580
341,575,000	BNS Sr. Unsecured 3.807% Nov 15, 2027/28	341,564,753
25,238,000	Bombardier Inc. 7.35% Dec 22, 2026	21,165,521
54,808,000	Bombardier Inc. 7.45% May 1, 2034 REGS (USD)	66,504,873

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Canadian Fixed Income (50.8%)							
<i>Cont'd</i>							
1,831,300,000	Canada 0.5% Dec 1, 2030	1,535,594,518	1,611,487,962	181,676,000	Sunlife Financial Inc. (AT1) 3.6% Jun 30, 2026/2081	169,089,053	163,584,468
2,661,688,000	Canada 1.5% Dec 1, 2031	2,404,150,686	2,428,652,158	215,189,000	TD Bank (AT1) 3.6% Oct 31, 2026/2081	189,418,695	193,448,864
628,692,000	Canada 1.5% Jun 1, 2031	572,071,698	579,192,690	55,000,000	TD Bank (AT1) 7.283% Oct 31, 2027/82	55,243,750	57,934,767
101,500,000	CIBC Sr. Unsec. 3.8% Dec 10, 2029/30	101,153,295	102,255,799	386,245,000	TD Bank 4.477% Jan 18, 2028	386,245,000	397,763,251
128,273,000	CIBC Sr. Unsec. 4.9% Apr 2, 2027	128,204,571	129,962,086	49,451,000	TD Bank 4.68% Jan 8, 2029	50,461,242	51,484,633
98,351,000	Cineplex Inc. 7.625% Mar 31, 2029 144a	98,351,000	103,053,407	300,000,000	TD Bank CB 4.232% Apr 2, 2029	299,994,000	311,046,673
7,999,000	Cineplex Inc. 7.75% Mar 1, 2030	8,315,230	10,662,667	175,000,000	TD Bank Sr. Unsec. 4.002% Oct 31, 2029/30	175,784,860	177,826,128
5,683,000	Corus Entertainment Inc. 5% May 11, 2028 REGS	3,250,463	1,938,056	63,109,000	TD Bank Sr. Unsec. 4.133% Jan 9, 2032/33	63,096,310	63,630,034
77,889,000	Corus Entertainment Inc. 6% Feb 28, 2030 REGS	76,389,095	26,328,507	70,008,000	TransCanada Pipelines 3.8% Apr 5, 2027	66,809,643	70,546,180
36,137,000	Enbridge Inc. 5.70% Nov 9, 2027	36,122,907	38,017,533	136,928,000	TransCanada Pipelines FRN May 15, 2067 (Q LIBOR+221)(USD)	147,457,121	172,368,914
126,733,000	Enbridge Inc. FRN Feb 25, 2028 (CORRA +85)	126,733,000	126,392,785	39,000,000	VW Credit Canada Inc. 4.42% Aug 20, 2029	39,502,680	39,740,692
21,994,932	FLINT Corp. 8% Oct 14, 2027	21,907,284	20,685,457	10,000,000	VW Credit Canada Inc. 4.21% Aug 19, 2027	10,137,000	10,137,060
156,023,000	Great West Life Co Inc. (AT1) 3.6% Dec 31, 2026/2081	142,152,537	140,469,364	30,475,000	VW Credit Canada Inc. 4.49% Nov 19, 2029	30,853,682	31,120,244
341,675,000	Manulife Financial Corp (AT1) 3.375% Jun 19, 2026/2081	302,668,835	308,218,287	Total		\$ 9,928,215,516	\$ 10,129,584,647
265,005,000	Manulife Financial Corp (AT1) 4.1% Mar 19, 2027/2082	247,571,858	235,093,409	Domestic Bank Loans (1.0%)			
90,400,000	Manulife Financial Corp (AT1) 7.117% May 19, 2027/Jun 19, 82	90,110,950	94,034,848	180,023,033	Corus Entertainment Inc. TL 7.29% Mar 20, 2027	\$ 180,023,033	\$ 180,023,033
10,000,000	Nav Canada 0.937% Feb 9, 2026	9,520,900	9,894,907	22,000,000	FLINT Corp. TL 8% Oct 14, 2027	22,000,000	22,000,000
64,559,000	RBC (AT1) 3.65% Nov 24, 2026/2081	61,545,563	58,079,504	Total		\$ 202,023,033	\$ 202,023,033
10,000,000	RBC 1.833% Jul 31, 2028	8,696,600	9,683,023	Foreign Bank Loans (1.6%)			
224,958,000	RBC 4.642% Jan 17, 2028	224,949,872	232,796,077	378,788	Delta Airlines SkyMiles TL Oct 20, 2027 (Q LIBOR+375)	\$ 505,468	\$ 519,859
361,865,000	RBC CB 4.256% Dec 21, 2026	361,865,000	369,452,187	92,447,115	Hertz Corp. TL B Incremental Jun 30, 2028(Q SOFR+375)(USD)	117,184,287	104,287,909
14,260,000	RBC FRN Jun 29, 2085 (SOFR+44.911)(USD)	15,314,835	17,847,822	154,101,952	Hertz Corp. TL B Jun 30, 2028 (SOFR+351.161)(USD)	186,430,310	173,970,809
33,570,000	SNC Lavalin 7% Jun 12, 2026	33,570,000	34,704,938	<i>Continued on next page ...</i>			

Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Foreign Bank Loans (1.6%)							
<i>Cont'd</i>							
30,529,481	Hertz Corp. TL C Jun 30, 2028 (SOFR+351.161)(USD)	36,903,710	34,491,737	350,000	Boeing Co 2.8% Mar 1, 2027 (USD)	368,411	463,089
Total		\$ 341,023,775	\$ 313,270,314	10,262,000	Boeing Co 3.1% May 1, 2026 (USD)	13,498,702	13,796,785
Foreign Fixed Income (19.5%)				6,173,000	GE Capital Corp FRN Aug 15, 2036 (Q SOFR+74.161)(USD)	7,793,247	7,794,824
27,229,000	American Airlines Inc. IP Notes 10.75%/12% Feb 15, 2026(USD)	\$ 40,456,315	\$ 37,648,046	45,393,000	Hertz -Series 2021-2A 1.68% Dec 27, 2027 (USD)	59,737,021	59,493,827
197,685,000	Avis Budget Car Rental LLC 8.25% Jan 15, 2030 144A (USD)	270,782,520	281,475,548	100,000	Hertz -Series 2023-1A 5.49% Jun 25, 2027 (USD)	134,914	136,968
51,890,000	Avis Budget Car/Finance 4.75% Apr 1, 2028 144A (USD)	65,684,734	68,636,590	304,440,000	Hertz 12.625% Jul 15, 2029 144A (USD)	433,447,658	434,167,363
57,436,000	Avis Budget Car/Finance 5.375% Mar 1, 2029 144A (USD)	73,564,025	75,473,739	16,500,000	Hertz 4.625% Dec 1, 2026 144A (USD)	17,002,298	20,159,769
49,164,000	Avis Budget Car/Finance 5.75% Jul 15, 2027 (USD)	62,216,399	66,441,341	271,292,000	Hertz 5% Dec 1, 2029 144A (USD)	279,567,783	259,783,942
24,824,000	Avis Budget Car/Finance 5.75% Jul 15, 2027 144A (USD)	32,513,454	33,744,829	79,348,770	Hertz 8% PIK (non-cash) Jul 15, 2029 144A (USD)	108,954,904	141,597,699
6,310,000	Avis Budget Car/Finance 8.0% Feb 15, 2031 144A (USD)	8,477,512	8,910,327	128,920,000	Latam Airlines Group SA 13.375% Oct 15, 2029 144A (USD)	168,038,237	196,879,475
15,500,000	Avis Budget Finance PLC 7.25% Jul 31, 2030 REGS (EUR)	23,136,328	25,475,490	25,000	Lehman Bros Hldg Inc. 4.85% Sep 3, 2013 (USD)	–	22
8,100,000	Avis Series 2023-1A A 5.25% Apr 20, 2029 (USD)	11,594,228	11,261,154	25,750,000	MetLife Global Funding I 1.95% Mar 20, 2028	24,328,085	24,966,165
38,247,000	Avis Series 2024-2A 5.13% Oct 20, 2028 (USD)	51,671,022	52,801,815	59,895,000	MetLife Global Funding I 4.149% Jun 6, 2033	59,895,000	60,275,336
25,112,000	Avis Series 2025-2A 5.12% Aug 20, 2031 (USD)	34,721,890	34,834,986	332,604,000	MetLife Global Funding I 4.642% Apr 1, 2027	332,772,589	341,543,298
64,500,000	Bank of America Corp 1.978% Sep 15, 2026/27	63,163,079	63,627,180	101,140,000	MetLife Global Funding I FRN Apr 1, 2028 (CORRA+84)	101,140,000	101,324,388
73,350,000	Bank of America Corp FRN Sep 15, 2026/27 (CORRA+92.14)	72,868,417	73,441,350	10,896,400	Mileage Plus Holdings LLC 6.5% Jun 20, 2027 (USD)	15,464,661	14,871,958
37,916,000	Boeing Co 2.196% Feb 4, 2026 (USD)	47,598,572	50,850,791	89,493,000	Natwest Group PLC 7.472% Nov 10, 2025/26 144A (USD)	122,896,173	123,121,476
11,358,000	Boeing Co 2.25% Jun 15, 2026 (USD)	14,590,535	15,124,388	37,685,000	New York Life Global FDG 2% Apr 17, 2028	35,659,016	36,545,620
15,976,000	Boeing Co 2.7% Feb 1, 2027 (USD)	20,976,471	21,159,744	199,319,000	New York Life Global FDG 4.0% Jun 17, 2032	199,006,069	200,706,420
2,127,000	Boeing Co 2.75% Feb 1, 2026 (USD)	2,763,416	2,864,849	151,309,000	New York Life Global FDG FRN Jun 30, 2026 (CORRA+91)	151,373,836	152,081,221

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Foreign Fixed Income (19.5%)							
Cont'd							
144,329,000	Pacific Life Global Funding II FRN Feb 1, 2027(CORRA+70.1 38)	143,980,785	144,604,033	555	Equitable Bank NHA MBS (97518284) 0.8% Nov 1, 2025	1	551
12,394,000	Spirit Aerosystems Inc. 3.85% Jun 15, 2026 (USD)	16,056,093	16,544,608	32,970,642	Equitable Bank NHA MBS (97520907) 1.14% Dec 1, 2026	30,765,235	32,247,760
92,301,000	Spirit Aerosystems Inc. 4.6% Jun 15, 2028 (USD)	107,878,253	123,686,625	19,585,696	Equitable Bank NHA MBS (97525567) 2.7% Jun 1, 2028	18,902,155	19,382,445
48,281,000	Spirit Aerosystems Inc. 9.375% Nov 30, 2029 144A (USD)	68,684,788	69,863,799	32,166,816	Equitable Bank NHA MBS (97527023) 3.79% Nov 1, 2028	32,380,403	32,643,946
67,889,000	Spirit Aerosystems Inc. 9.75% Nov 15, 2030 144A (USD)	94,910,186	102,106,389	14,923,036	Equitable Bank NHA MBS (97527841) 3.8% Feb 1, 2029	15,019,439	15,162,648
65,138,000	UBS Group AG 1.305% Feb 2, 2026/27 (USD)	71,607,363	87,066,980	20,638,618	Equitable Bank NHA MBS (97528136) 3.9% Mar 1, 2029	20,405,401	21,054,612
3,092,000	UBS Group AG 1.494% Aug 10, 2026/27 144A (USD)	4,112,252	4,074,597	82,273,672	Equitable Bank NHA MBS (97530735) 3.39% Dec 1, 2029	82,141,212	82,724,135
6,700,000	UBS Group AG 4.282% Jan 9, 2028 144A (USD)	9,136,536	9,088,382	19,604,259	First National NHA MBS (97518449) 0.81% Dec 1, 2025	19,685,225	19,446,249
80,731,000	UBS Group AG 6.373% Jul 15, 2026 (USD)	111,401,726	110,076,320	77,462,818	First National NHA MBS (97526992) 3.84% Nov 1, 2028	78,338,147	78,823,452
16,617,172	US TIPS 0.125% Apr 15, 2026 (USD)	20,982,116	22,386,288	59,761,976	First National NHA MBS (97527421) 3.84% Jan 1, 2029	59,987,425	60,862,344
66,577,691	US TIPS 0.625% Jan 15, 2026 (USD)	88,207,334	90,199,333	19,487,422	First National NHA MBS (97527792) 4.19% Feb 1, 2029	20,115,307	20,030,486
Total		\$ 3,764,814,953	\$ 3,893,179,166	81,426,187	First National NHA MBS (97528286) 4.19% Apr 1, 2029	81,309,748	83,673,466
Inflation Bonds (2.0%)							
199,369,076	Canada RRB 0.5% Dec 1, 2050	\$ 153,910,535	\$ 151,766,359	9,952,783	First National NHA MBS (97529007) 4.24% Jun 1, 2029	10,151,938	10,244,996
239,369,634	Canada RRB 4.25% Dec 1, 2026	260,686,853	251,825,257	131,515,507	First National NHA MBS (97530936) 3.55% Feb 1, 2030	132,931,929	132,765,052
Total		\$ 414,597,388	\$ 403,591,616	120	First National NHA MBS FRN (98004522) May 1, 2026(M CDOR-16)	-	120
Mortgage Backed Securities (15.5%)							
46,974,677	ATB Financial NHA MBS (97525955) 3.59% Jun 1, 2028	\$ 46,447,092	\$ 47,486,278	2,184,954	First National NHA MBS FRN (98004946) Jan 1, 2027(M CDOR-11)	2,184,036	2,177,306
33,925,535	BMO NHA MBS (97529631) 3.6% Sep 1, 2029	34,279,039	34,325,864	447	First National NHA MBS FRN (98004947) Jan 1, 2027(M CDOR-11)	446	445
431	Caisse Populaire NHA MBS FRN(98005023)Feb 1, 2027(M CDOR-14)	430	428	Continued on next page ...			
13,522,422	Concentra Bank NHA MBS (97517737) 0.74% Sep 1, 2025	12,781,934	13,487,399				

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Mortgage Backed Securities (15.5%)							
<i>Cont'd</i>							
352	First National NHA MBS FRN (98004973) Feb 1, 2027(M CDOR-15)	351	350	60,583,160	MCAP Service NHA MBS (97529047) 4.04% Jun 1, 2029	60,380,812	62,044,898
432	First National NHA MBS FRN (98100852) Mar 1, 2029 (CORRA+10)	–	426	15,514,380	MCAP Service NHA MBS (97530262) 3.64% Nov 1, 2027	15,610,259	15,700,839
59,139,890	First National NHA MBS FRN (98101555) Mar 1, 2030 (CORRA+41)	58,694,646	58,869,541	7,646,641	Meridian Credit NHA MBS (86705375) 0.5866% Aug 1, 2026	7,086,677	7,480,519
41,944,701	First National NHA MBS FRN (98101677) May 1, 2030 (CORRA+40)	41,557,971	41,720,520	66,987,074	Merrill Lynch NHA MBS (97529921) 3.5% Oct 1, 2029	66,702,379	67,640,460
17,176,176	Gulf & Fraser NHA MBS (86706296) 1.19% Sep 1, 2026	16,024,342	16,852,592	67	Merrill Lynch NHA MBS FRN (98004599) Jul 1, 2026(M CDOR-23)	–	67
11,466,086	Gulf & Fraser NHA MBS (86706300) 0.94% Apr 1, 2026	10,723,542	11,316,907	90	Merrill Lynch NHA MBS FRN (98004601) Jul 1, 2026(M CDOR-23)	90	90
149	Home Trust NHA MBS FRN (98004541) May 1, 2026 (M CDOR -10)	2	149	343	Merrill Lynch NHA MBS FRN (98004859) Dec 1, 2026(M CDOR -20)	342	341
3,768,273	I.G. Investment NHA MBS (97521826) 1.49% May 1, 2027	3,431,238	3,682,096	38,993,497	Merrill Lynch NHA MBS FRN (98004860) Dec 1, 2026(M CDOR -20)	38,874,177	38,768,953
30,602,665	Interior Savings NHA MBS (86706841) 1.5% Sep 1, 2027	28,092,635	29,824,118	12	Merrill Lynch NHA MBS FRN (98004978) Feb 1, 2027 (M CDOR-20)	–	12
12,795,710	Kawartha CU NHA MBS (86705537) 1.33% Nov 1, 2026	11,959,254	12,565,955	1,522,733	Peoples Trust NHA MBS FRN (98004204) Oct 1, 2025 (M CDOR+0)	1,520,296	1,522,306
7,240,901	Kootenay Savings NHA MBS (86706414) 1.1758% Aug 1, 2026	6,781,538	7,128,362	120,000,000	RBC NHA MBS (96502783) 3.02% Jun 1, 2030	117,463,639	117,989,889
8,677,435	Laurentian Bank NHA MBS (97527848) 4.04% Feb 1, 2029	8,635,246	8,895,031	16,229,963	RBC NHA MBS (97517303) 0.9% Jul 1, 2025	16,005,341	16,211,193
49,003,472	MCAP Corporation NHA MBS (97528125) 4.05% Mar 1, 2029	48,692,300	50,150,435	10,567,797	RBC NHA MBS (97517581) 0.6% Aug 1, 2025	10,552,368	10,538,762
15,032,722	MCAP Service NHA MBS (97526491) 4.04% Feb 1, 2028	15,133,728	15,352,994	46,528,597	RBC NHA MBS (97520971) 1.19% Jan 1, 2027	43,170,628	45,512,878
10,812,032	MCAP Service NHA MBS (97528993) 4.09% May 1, 2028	10,961,886	11,038,436	35,255,378	RBC NHA MBS (97522207) 1.99% Jul 1, 2027	33,171,433	34,640,754
43,578,284	MCAP Service NHA MBS (97529030) 4.19% Jun 1, 2027	43,844,984	44,373,305	24,293,282	RBC NHA MBS (97522210) 2.09% Jul 1, 2027	22,915,610	24,004,799
96,983,575	MCAP Service NHA MBS (97529033) 4.09% Jun 1, 2028	97,279,375	99,163,960	94,305,960	RBC NHA MBS (97526050) 3.43% Aug 1, 2028	91,498,471	94,948,278
				354,213,250	Scotia Capital Inc. NHA MBS (97528147) 3.7% Mar 1, 2029	348,296,752	359,494,525

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Mortgage Backed Securities (15.5%)							
<i>Cont'd</i>							
157,588,039	Scotia Capital Inc. NHA MBS (97529012) 4.1% Jun 1, 2029	158,336,583	161,714,371	136,563,216	TD Bank NHA MBS (97530929) 3.04% Feb 1, 2030	135,588,715	135,830,790
35,616,785	Scotia Capital Inc. NHA MBS (97529013) 4.3% Jun 1, 2027	35,752,609	36,299,751	746	TD Bank NHA MBS FRN (98100911) Apr 1, 2029 (CORRA +39)	7	741
88,980,728	Scotia Capital Inc. NHA MBS (97530271) 3.8% Nov 1, 2029	89,097,745	90,576,667	683	TD Bank NHA MBS FRN (98100914) Apr 1, 2029 (CORRA +36)	2	678
10,863,389	Scotia Capital NHA MBS (97519598) 0.84% Jun 1, 2026	10,051,370	10,681,334	125,677,673	TD Securities Inc. NHA MBS (97529971) 3.25% Oct 1, 2029	124,022,498	125,809,234
12,392,682	Scotia Capital NHA MBS (97520196) 0.89% Sep 1, 2026	11,428,532	12,122,516	Total		\$ 3,042,133,594	\$ 3,094,878,670
38,656,571	Scotia Capital NHA MBS (97527888) 3.54% Jan 1, 2029	38,725,380	39,057,266	Mutual Funds (3.5%)			
31,580,012	Scotia Capital NHA MBS (97529769) 3.85% Sep 1, 2029	32,208,770	32,187,248	70,294,439	Lysander-Canso Strategic Loan Fund - 8880	\$ 704,473,318	\$ 707,829,850
426	Scotia Capital NHA MBS FRN (98004951) Dec 1, 2026(M CDOR-13)	6	424	Total		\$ 704,473,318	\$ 707,829,850
29,837,753	Scotia Capital NHA MBS FRN (98005121) Apr 1, 2027(M CDOR-43)	29,507,151	29,544,684	Preferred Shares (1.7%)			
100,875,769	Scotia Capital NHA MBS FRN (98005122) Apr 1, 2027(M CDOR-19)	100,506,563	100,229,478	986,194	BCE Inc. (BCE.PR.AD)	\$ 15,182,021	\$ 17,938,869
114	Scotia Capital NHA MBS FRN (98100012) Jun 1, 2027 (CORRA+35)	–	114	118,300	BCE Inc. (BCE.PR.F)	2,108,172	2,323,412
87,950,309	Scotia NHA MBS FRN (98101479) Feb 1, 2030 (CORRA+51.37)	87,632,808	87,768,448	172,200	BCE Inc. (BCE.PR.H)	2,598,953	3,099,600
18,052,294	Steinbach CU NHA MBS (97521491) 1.45% Jan 1, 2026	17,105,090	17,968,432	623,500	BCE Inc. (BCE.PR.J)	9,683,721	11,310,290
47,988,003	TD Bank NHA MBS (97528887) 4.01% Jun 1, 2029	47,916,980	49,113,231	147,000	BCE Inc. (BCE.PR.L)	1,838,601	2,499,000
22,980,435	TD Bank NHA MBS (97529669) 3.05% Sep 1, 2029	22,773,151	22,877,487	83,900	BCE Inc. (BCE.PR.S)	1,232,799	1,510,200
20,327,573	TD Bank NHA MBS (97529674) 3.05% Sep 1, 2029	20,148,284	20,249,469	140,400	Boeing Depository Shares (1/20 of Series A Conv. Pref)(USD)	9,766,280	13,005,310
59,365,556	TD Bank NHA MBS (97529679) 3.05% Sep 1, 2029	58,830,672	59,105,655	149,049	Canadian Life Companies Split Corp 6.25% 2012 PFD	1,271,323	1,569,486
49,078,342	TD Bank NHA MBS (97530227) 3.64% Nov 1, 2029	49,611,824	49,765,930	25,100	Cenovus Energy Inc. (CVE.PR.A)	220,706	599,137
				56,700	Enbridge Inc. (ENB.PF.A)	899,544	1,183,329
				2,700	Enbridge Inc. (ENB.PF.V) (USD)	64,746	86,616
				76,800	Enbridge Inc. (ENB.PR.D)	1,097,481	1,534,464
				794,000	Enbridge Inc. (ENB.PR.G)	10,856,820	16,570,780
				1,753,400	Enbridge Inc. (ENB.PR.I)	22,450,626	36,295,380
				208,500	Enbridge Inc. (ENB.PR.N)	3,279,470	4,989,405
				65,100	Enbridge Inc. (ENB.PR.P)	850,064	1,371,657

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Lysander-Canso Corporate Value Bond Fund

Interim Schedule of Investment Portfolio as at June 30, 2025 (unaudited)

Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)	Par Value/Number of Shares		Average Cost (\$)	Fair Value (\$)
Preferred Shares (1.7%)							
Cont'd							
700	Enbridge Inc. (ENB.PR.T)	9,781	15,330	11,701,720	GMF Canada Leasing Trust 2024-1 A2 4.883% Dec 21, 2026	11,701,720	11,765,292
33,248	FLINT Corp. Series 1 Preferred Share	33,106,100	17,963,562	50,149,000	Honda Canada Finance Inc. 3.874% May 22, 2030	50,174,562	50,514,436
21,772	FLINT Corp. Series 2 Preferred Share	21,760,900	11,763,194	25,000,000	Honda Canada Finance Inc. 4.899% Feb 21, 2029	26,030,900	26,175,365
4,000	Manulife Financial (MFC.PR.J)	61,114	100,960	61,257,000	Honda Canada Finance Inc. 4.90% Jun 4, 2029	63,728,800	64,253,233
500	Manulife Financial (MFC.PR.K)	8,848	12,425	1,588,000	Kruger Packaging Holdings L.P. 6% Jun 1, 2026	1,591,970	1,589,985
642,400	Manulife Financial (MFC.PR.P)	10,376,736	11,608,168	25,290,000	Toyota Credit Canada Inc. 3.55% Oct 4, 2027	25,238,378	25,498,974
625,200	Pembina Pipeline Corp (PPL.PR.A)	7,916,978	15,161,100	95,200,000	Toyota Credit Canada Inc. 3.73% Oct 2, 2029	95,053,367	95,937,848
137,925,000	RBC (AT1) pref 4.2% (5y GoC + 271) Feb 24, 2027	137,767,469	124,621,210	11,030,000	Toyota Credit Canada Inc. 4.42% Jun 28, 2027	11,076,878	11,302,314
207,200	Sun Life Financial Inc. (SLF.PR.K)	4,358,319	4,558,400	3,600,000	Toyota Credit Canada Inc. 4.46% Mar 19, 2029	3,688,668	3,727,353
257,857	TC Energy Corp (TRP.PR.A)	3,334,171	5,023,054	5,680,000	Toyota Credit Canada Inc. 4.52% Mar 19, 2027	5,796,497	5,813,798
182,000	TC Energy Corp (TRP.PR.D)	2,616,181	4,116,840	51,669,000	WTH Car Rental ULC (AVIS) 6.028% Feb 20, 2027	51,739,560	53,472,971
86,400	TC Energy Corp (TRP.PR.H)	912,135	1,375,488	Total \$ 552,817,566 \$ 558,381,446			
109,600	TC Energy Corp (TRP.PR.I)	1,350,948	1,835,800	Total investment portfolio (99.2%) \$ 19,360,773,025 \$ 19,795,309,042			
27,500,000	TD Bank (AT1) Pref 5.75% Oct 31, 2027/Perpetual	22,846,875	27,269,160		Cash and Cash Equivalents (0.5%)		\$ 106,838,822
341,200	Thomson Reuters Corp (TRI.PR.B)	4,302,408	4,858,688		Other Assets less Liabilities (0.3%)		67,704,759
Total \$ 334,130,290 \$ 346,170,314				Net assets \$ 19,969,852,623			
Private Placements (2.8%)							
10,297,473	Black Press Group Ltd. 10% Mar 22, 2029	\$ 8,697,511	\$ 9,061,776				
238,156	Blue Water Bridge Authority (amort) 6.41% Jul 9, 2027	288,695	244,322				
33,710,059	BMW Canada Auto Trust 2024-1 A2 4.844% Jul 20, 2027	33,710,060	33,985,905				
70,000,000	BMW Canada Auto Trust 2025-1 A2 3.289% Oct 20, 2028	70,000,000	70,047,411				
58,300,000	Ford Auto Sec.Trust II Ser.2024-B A2 3.724% Nov 15, 2028	58,300,000	58,657,636				
36,000,000	Ford Auto Sec.Trust II Ser.2024-B A3 3.843% Sep 15, 2030	36,000,000	36,332,827				

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 ¹	2025-09-10	CAD	\$ 3,469,505,594	USD	\$ 2,541,632,000	0.733	0.737	\$ 20,480,216
Canadian Imperial Bank of Commerce ¹	2025-09-10	CAD	25,195,916	EUR	16,116,000	0.64	0.623	(686,408)
Canadian Imperial Bank of Commerce ¹	2025-09-10	USD	26,275,000	CAD	35,793,644	0.734	0.737	(138,151)

Notes

¹ 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, 2025 (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 IFRS Accounting Standards as issued 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 25, 2025.

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, 2025 (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, 2025 and December 31, 2024, 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, 2025 and December 31, 2024, 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, 2024, the Fund had \$11,791,616 net capital losses (December 31, 2023 - Nil) and no non-capital losses (December 31, 2023 - 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

Presentation and Disclosure in Financial Statements:

In April 2024, the IASB issued the new standard IFRS Accounting Standards 18 – Presentation and Disclosure in Financial Statements that will replace IAS 1 – Presentation of Financial Statements. The new standard introduces newly defined subtotals on the income statement, requirements for aggregation and disaggregation of information, and disclosure of Management Performance Measures ("MPMs") in the financial statements. The new standard is effective for annual reporting periods beginning on or after January 1, 2027, with early

adoption permitted. The Fund is assessing the impacts to the financial statements.

Classification and Measurement of Financial Instruments:

In May 2024, the IASB issued amendments to IFRS Accounting Standards 9 – Financial Instruments and IFRS Accounting Standards 7 – Financial Instruments: Disclosures. The amendments relate to settling financial liabilities using an electronic payment system and assessing contractual cash flow characteristics of financial assets, including those with Environmental, Social, and Governance ("ESG")-linked features. The IASB also amended disclosure requirements relating to investments in equity instruments designated at fair value through other comprehensive income ("FVOCI") and added disclosure requirements for financial instruments with contingent features. The amendments are effective for annual periods beginning on or after January 1, 2026, with early adoption permitted. The Fund is assessing the impacts to the 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

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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, 2025 and 2024, the number of units issued, redeemed and outstanding were as follows:

Series A

For the periods ended	30-Jun-25	30-Jun-24
Units outstanding at beginning of period	127,127,153	92,339,611
Redeemable units issued	31,000,929	21,745,946
Redeemable units redeemed	(12,422,097)	(8,881,770)
Redeemable units issued on reinvestments	1,493,250	1,393,949
Units outstanding at end of period	147,199,235	106,597,736

Series A5

For the periods ended	30-Jun-25	30-Jun-24
Units outstanding at beginning of period	4,697,259	3,112,098
Redeemable units issued	1,702,318	711,066
Redeemable units redeemed	(323,990)	(161,133)
Redeemable units issued on reinvestments	38,294	18,129
Units outstanding at end of period	6,113,881	3,680,160

Series F

For the periods ended	30-Jun-25	30-Jun-24
Units outstanding at beginning of period	1,074,682,596	742,841,226
Redeemable units issued	241,169,382	240,795,876
Redeemable units redeemed	(108,514,692)	(79,398,931)
Redeemable units issued on reinvestments	12,150,976	10,658,452
Units outstanding at end of period	1,219,488,262	914,896,623

Series F5

For the periods ended	30-Jun-25	30-Jun-24
Units outstanding at beginning of period	43,250,407	26,323,989
Redeemable units issued	14,430,602	10,567,805
Redeemable units redeemed	(4,726,159)	(3,555,425)
Redeemable units issued on reinvestments	256,246	109,022
Units outstanding at end of period	53,211,096	33,445,391

Series O

For the periods ended	30-Jun-25	30-Jun-24
Units outstanding at beginning of period	1,740,683	–
Redeemable units issued	522,772	–
Redeemable units redeemed	(320,574)	–
Redeemable units issued on reinvestments	37,074	–
Units outstanding at end of period	1,979,955	–

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 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, 2025, 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, 2024 - 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, 2025, the Manager paid the Portfolio Manager, an affiliate of the Manager, \$34,981,411 (June 30, 2024 - \$24,440,291) for managing the portfolio of the Fund. As at June 30, 2025 the amount payable to the Portfolio Manager was \$6,099,276 (December 31, 2024 - \$5,483,421).

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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, 2025 and December 31, 2024:

As at June 30, 2025	Level 1	Level 2	Level 3	Total
Investments				
Equities	\$ 128,246,329	\$ –	\$ 2,589,802	\$ 130,836,131
Fixed income	–	18,399,387,938	211,084,809	18,610,472,747
Mutual Funds	707,829,850	–	–	707,829,850
Preferred shares	316,443,558	–	29,726,756	346,170,314
Total	\$ 1,152,519,737	\$ 18,399,387,938	\$ 243,401,367	\$ 19,795,309,042
As at December 31, 2024	Level 1	Level 2	Level 3	Total
Investments				
Equities	\$ 118,079,616	\$ –	\$ 2,589,802	\$ 120,669,418
Fixed income	–	16,843,239,740	31,319,213	16,874,558,953
Preferred shares	158,530,304	150,215,082	29,464,860	338,210,246
Total	\$ 276,609,920	\$ 16,993,454,822	\$ 63,373,875	\$ 17,333,438,617

As at	30-Jun-25	31-Dec-24
Level 3 reconciliation		
Balance, beginning of period	\$ 63,373,875	\$ 61,183,709
Purchases	180,023,033	9,794,260
Sales	(16,300)	(9,872,927)
Transfers In	–	–
Transfers Out	–	–
Realized gains and losses	(2,799,276)	(498,403)
Change in unrealized appreciation (depreciation)	2,820,035	2,767,236
Balance, end of period	\$ 243,401,367	\$ 63,373,875

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, 2025 and December 31, 2024, 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.

Black Press - 1000817790 Ontario Ltd. Class A Shares

Price: \$1.00

Valuation Technique: The private placement financing technique.

Unobservable Inputs: The company recently emerged out of Companies' Creditor Arrangement Act ("CCAA") and looks to turn around operations. The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities. The Class A Shares were issued at a price of \$1 per share.

Change in input values: Since the company recently emerged out of CCAA and still has significant debt ahead of the equity, a reasonably possible change to 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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Black Press Group Ltd. 10% Mar 22, 2029

Price: \$88.00

Valuation Technique: A discounted cash flow model.

Unobservable Inputs: The primary unobservable input for this security is the company recently emerged out of Companies' Creditor Arrangement Act and looks to turn around operations. The model discounts future cash flows of the bond by yields of similarly rated companies plus a liquidity discount.

Change in input values: A reasonably possible change in yields of similarly rated companies could lead to a decrease of 20%, or a decrease in the security price of \$17.60, or an increase or decrease in net assets of \$1,812,355.

Corus Entertainment Inc. TL 7.29% Mar 20, 2027

Price: \$100.00

Valuation Technique: The relative value technique.

Unobservable Inputs: The primary unobservable input for this security is the company's forecasted EBITDA which the portfolio manager believes is reasonable, also the EV/EBITDA multiple and the company's outstanding debt as per the most recent balance sheet.

Change in input values: A reasonably possible change to the value of the security could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$30, or an increase or decrease in net assets of \$54,006,910.

FLINT Corp. Series 1 Preferred Share

Price: \$540.29

Valuation Technique: The relative value technique.

Unobservable Inputs: The primary unobservable input for this security is the 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 \$162.09, or an increase or decrease in net assets of \$5,389,168.

FLINT Corp. Series 2 Preferred Share

Price: \$540.29

Valuation Technique: The relative value technique.

Unobservable Inputs: The primary unobservable input for this security is the 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 \$162.09, or an increase or decrease in net assets of \$3,529,023.

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 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 \$30.00, or an increase or decrease in net assets of \$6,600,000.

TC Fund I LP Class B

Price: \$16.91

Valuation Technique: Internally developed model.

Unobservable Inputs: The primarily unobservable inputs for this security include TC Fund I FY25 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 Rivett LP 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 value of the investments could result in an increase or decrease of 50%, or an increase or decrease in the security price of \$8.46, or an increase or decrease in net assets of \$742,729.

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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.

X-Spectrum 2 Inc.

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 as we believe that 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 believes the possibility of any recovery on this security is remote.

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 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, 2025 and December 31, 2024, the Fund had directly invested in debt instruments with the following credit ratings:

As a % of net assets		30-Jun-25	31-Dec-24
Credit exposure			
AAA	%	46.3	51.6
AA		5.9	3.7
A		14.0	12.7
BBB		11.0	11.2
BB		5.5	6.5
B		7.5	8.8
CCC		2.7	3.0
CC		0.1	–
Not Rated		5.5	1.3

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.

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The following table presents the Fund's liabilities according to their maturity date as at June 30, 2025 and December 31, 2024:

As at 30-Jun-2025	Less Than One Month		1-3 Months	3 Months – 1 Year
Liquidity exposure				
Redemption Payable	\$	13,797,432	\$ –	\$ –
Due to investment dealers		89,009,448	–	–
Accrued expenses		–	15,484,537	–
As at 31-Dec-2024	Less Than One Month		1-3 Months	3 Months – 1 Year
Liquidity exposure				
Redemption Payable	\$	4,750,656	\$ –	\$ –
Due to investment dealers		24,402,736	–	–
Accrued expenses		–	14,330,395	–
Distribution payable		20,030	–	–
Payable on forward exchange contracts		–	63,198,142	–

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.

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	
Interest rate exposure						
June 30, 2025	\$	846,723,985	\$	12,353,670,656	\$	5,561,968,476
December 31, 2024		314,573,117		10,973,330,640		5,736,870,278

If interest rates had increased or decreased by 1% at June 30, 2025, with all other variables remaining constant, net assets of the Fund would have decreased or increased by approximately \$617,068,446 (December 31, 2024- \$627,215,493).

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-25		31-Dec-24	
Currency exposure					
US Dollars	%	17.0	%	19.4	
Other		0.1		0.1	

As at June 30, 2025, 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, 2024 - 0.2%).

Lysander-Canso Corporate Value Bond Fund

Notes to the interim financial statements for the six-month period ended June 30, 2025 (unaudited)

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, 2025, approximately 2.4% (December 31, 2024 - 2.6%) 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, 2025 with all other factors remaining constant, net assets would have increased or decreased, by approximately \$23,850,322 (December 31, 2024 - \$22,943,983).



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