

Annual Management Report of Fund Performance

As at December 31, 2025

Lysander-Canso All Country Long/Short Equity Fund



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A Note About Forward Looking Statements

This annual Management Report of Fund Performance includes certain statements that are “forward looking statements”. All statements, other than statements of historical fact, included in this Management Report of Fund Performance that address activities, events or developments that the Fund expects or anticipates will or may occur in the future, including such things as anticipated financial performance, are forward looking statements. The words “may”, “could”, “would”, “should”, “believe”, “plan”, “anticipate”, “expect”, “intend”, “forecast”, “objective” and similar expressions are intended to identify forward looking statements.

These forward looking statements are subject to various risks and uncertainties, including the risks described in the simplified prospectus of the Fund, which could cause actual financial performance and expectations to differ materially from the anticipated performance or other expectations expressed.

Readers are cautioned not to place undue reliance on these forward looking statements. All opinions contained in forward looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

The Fund has no specific intention of updating any forward looking statements whether as a result of new information, future events or otherwise, except as required by securities legislation. Certain research and information about specific holdings in the Fund, including any opinion, is based upon various sources believed to be reliable, but it cannot be guaranteed to be current, accurate or complete. It is for information only, and is subject to change without notice.

About This Report

This annual Management Report of Fund Performance of Lysander-Canso All Country Long/Short Equity Fund (formerly Lysander-Triasima All Country Long/Short Equity Fund) (the “Fund”) contains financial highlights for the year ended December 31, 2025 but does not contain the complete financial statements of the Fund. This report should be read in conjunction with the annual financial statements of the Fund for the year ended December 31, 2025. Lysander Funds Limited (the “Manager”) is the manager of the Fund. You can get a copy of the financial statements at your request, and at no cost, by calling toll-free 1 877 308 6979, by writing to Lysander Funds Limited, 3080 Yonge St., Suite 4000, Toronto, Ontario, M4N 3N1, by visiting our website at www.lysanderfunds.com or at SEDAR+ at www.sedarplus.ca.

Unitholders may also contact Lysander Funds Limited using one of these methods to obtain a copy of the Fund’s proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Investment objective

The Fund’s objective is to seek to provide long-term returns that are not correlated to major stock market indices by investing in, or gaining exposure to, primarily equity securities anywhere in the world. The Fund will use alternative investment strategies such as engaging in short sales and purchasing securities on margin or with borrowed funds.

Investment Strategies

The Fund’s portfolio manager is Canso Investment Counsel Ltd. (“Portfolio Manager” or “Canso”), a company under common

control as the Manager. The Fund seeks long and short exposure to a diversified portfolio comprised primarily of equity securities which involves simultaneously investing in equity securities (investing long) that the portfolio manager expects to increase in value and selling equity securities (investing short) that the portfolio manager expects to decrease in value relative to their comparables and/or where the portfolio manager expects these positions will reduce portfolio risk. The Fund is not constrained by geographic or sector considerations and could be substantially exposed to equity securities of issuers not in developed markets. From time to time, the Fund may also have exposure to depositary receipts, debt securities convertible into common stock, fixed income securities of governments, government agencies, supranational agencies, companies, trusts, limited partnerships and other funds including ETFs. More details are contained in the Fund’s simplified prospectus.

Risks

The risks of this Fund remain as discussed in the Fund’s most recent simplified prospectus.

Results of Operations

During the year, Canso employed its bottom-up process to buy and sell securities for the Fund. The Fund’s positioning and performance is consistent with the Fund’s fundamental investment objective and strategies.

The Fund returns for the year ended December 31, 2025 were 9.31% for Series A and 10.52% for Series F.

The net assets of the Fund were approximately \$2.7 million at December 31, 2025 from \$2.5 million at the beginning of the

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year. There were net redemptions of approximately \$23.9 thousand during the year.

There were no unusual changes to the components of revenue and expenses of the Fund and there were no unusual events or transactions, economic changes or market conditions that affected performance beyond what would be reasonably expected or have been described below.

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

Recent Developments

During the year, markets defied expectations as trade policy disruptions, idiosyncratic credit events, and delayed U.S. economic data heightened uncertainty. Beneath the headlines, a broader theme of caution persisted, reflected in consumer confidence surveys, subdued corporate hiring intentions, and ongoing concerns surrounding tariffs, immigration, and fiscal policy. Labour markets in both the U.S. and Canada remain fragile, while core inflation continues to exceed central bank targets.

Throughout the year, the Bank of Canada (the “BoC”) reduced the overnight interest rate by 100 bps to 2.25% as trade conflicts weighed on economic activity. Employment growth slowed, influenced by lower immigration levels and the impact of U.S. tariffs on select sectors. Despite these pressures, consumer spending has remained resilient. The Canadian dollar appreciated against the U.S. dollar but remains below historical averages, which may contribute to higher import prices. The BoC has signalled that it expects to remain on hold for an extended period as monetary policy hands off to fiscal policy.

During the year, the Federal Reserve (the “Fed”) cut the upper bound of the Fed Funds Target Rate by 75 bps to 3.75%. The Fed’s stance reflected caution amid mixed economic data, including rising unemployment, even as core inflation remained above target.

The Fund is invested globally, with allocations to North America (86%), Western Europe (7%), and Asia Pacific (6%). The portfolio remains overweight Canadian securities (57%) approximately and maintains a meaningful allocation to U.S. equities (27%). The Fund also holds a significant position in short-dated Government of Canada bonds (30%), providing liquidity to take advantage of future market opportunities at more favourable valuations.

As at December 31, 2025, the Fund held a -21.5% short position in two market index ETFs, offset by corresponding long positions. Sector exposure is currently tilted toward consumer

discretionary, communication services, and consumer staples equities.

The top three contributors to performance during the year were Alphabet Inc., JPMorgan Chase & Co., and Hertz Global Holdings Inc.

There have been no changes to the Manager or Portfolio Manager, or change of control of the Manager, or of the Fund. There have been no actual or planned reorganizations, mergers or similar transactions involving the Fund.

Effective June 30, 2025, James McGill ceased to be a member of the Fund’s Independent Review Committee (“IRC”). Effective June 30, 2025, Mary Anne Wiley was appointed as a member of the IRC.

Related Party Transactions

The Manager provides or arranges to provide for the provision of all general management and administrative services required by the Fund in its day-to-day operations, including but not limited to, calculating and reporting the net asset value of the Fund and its series, preparing all offering documents, unitholder recordkeeping and other administrative services. The Manager receives a management fee for these services. The fee is calculated based on a percentage of the net asset value of the Fund as disclosed in the simplified prospectus.

The Fund paid \$26,181 (including HST) in management fees to the Manager for the year ended December 31, 2025 (December 31, 2024 - \$24,051).

The Manager is also entitled to receive a performance fee from the Fund (the “Performance Fee”) under certain conditions as described in the Fund’s most recently filed prospectus. For the year ended December 31, 2025 the Performance Fee accrued payable by the Fund was Nil (including HST) (December 31, 2024 - Nil).

The Portfolio Manager is responsible for all investment advice provided to the Fund including providing investment analysis and recommendations, making investment decisions and arranging for the acquisition and disposition of portfolio investments. Portfolio management fees for the Portfolio Manager’s services are paid from the management fee. The Manager will also pay the Portfolio Manager a percentage of any Performance Fee that the Manager receives from the Fund, such percentage to be agreed upon between the Manager and the Portfolio Manager from time to time.

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The Manager paid \$12,879 (including HST) to the Portfolio Manager for the year ended December 31, 2025 (December 31, 2024 - \$11,833).

The Independent Review Committee (“IRC”) continues to oversee transactions involving securities traded among mutual funds, closed end funds, managed accounts, or pooled funds managed by the Manager or its affiliates. In such cases, the Manager must adhere to its written policies and procedures presented to the IRC and provide periodic reporting in accordance with National Instrument 81 107.

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Financial Highlights

Series A

Year ended	31-Dec-2025	31-Dec-2024	31-Dec-2023	31-Dec-2022	31-Dec-2021
Net assets per unit¹					
Net assets, beginning of year	\$ 13.37	\$ 10.49	\$ 11.10	\$ 12.34	\$ 10.81
Operations:					
Total revenue	0.38	0.80	0.66	0.56	(1.07)
Total expenses	(0.36)	(0.32)	(0.3)	(0.32)	(0.74)
Realized gains (losses)	0.04	2.94	0.78	0.06	(0.03)
Unrealized gains (losses)	1.19	(0.52)	(1.89)	(1.66)	3.27
Total increase (decrease) from operations²	\$ 1.25	\$ 2.90	\$ (0.75)	\$ (1.36)	\$ 1.43
Distributions:					
From income (excluding dividends)	\$ -	\$ -	\$ -	\$ -	\$ -
From dividends	-	(0.12)	-	-	-
From capital gains	-	-	-	-	-
Total distributions^{2 3}	\$ -	\$ (0.12)	\$ -	\$ -	\$ -
Net assets, end of year^{2 3}	\$ 14.62	\$ 13.37	\$ 10.49	\$ 11.10	\$ 12.34
Ratios and supplemental data					
Net asset value ⁴	\$ 40,505	\$ 37,044	\$ 29,025	\$ 130,026	\$ 135,600
Units outstanding	2,771	2,770	2,766	11,715	10,989
Management expense ratio ⁵	% 2.39	% 2.40	% 2.42	% 2.45	% 6.34
Management expense ratio before waivers or absorption	3.71	3.64	2.66	2.81	6.72
Portfolio turnover rate ⁶	125.4	168.4	295.3	303.2	273.9
Trading expense ratio ⁷	0.11	0.17	0.96	0.59	0.66
Net asset value per unit, end of year	\$ 14.62	\$ 13.37	\$ 10.49	\$ 11.10	\$ 12.34

Notes

- The information is derived from the Fund's audited annual financial statements. All per unit figures presented are referenced to net assets determined in accordance to IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB").
- Net assets and distributions are based on the actual numbers of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.
- Distributions were paid in cash or reinvested in additional units, or both.
- This information is provided at the end of the period shown.
- The management expense ratio ("MER") is based on the total expenses of the period ended, including the Fund's proportionate share of the MER, if any, of any underlying fund in which the Fund has invested, and is expressed as an annualized percentage of daily average net asset value during the period. Effective December 31, 2023 the management expense ratio excludes the stock borrow costs which will be reflected in the trading expense ratio.
- The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of portfolio securities, excluding short term securities.
- The trading expense ratio ("TER") represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. Effective December 31, 2023 the stock borrow costs will be reflected in the trading expense ratio.

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Series F

Year ended	31-Dec-2025	31-Dec-2024	31-Dec-2023	31-Dec-2022	31-Dec-2021
Net assets per unit¹					
Net assets, beginning of year	\$ 13.60	\$ 10.72	\$ 11.25	\$ 12.29	\$ 10.68
Total revenue	0.40	0.87	2.24	0.67	(1.09)
Total expenses	(0.22)	(0.18)	(0.18)	(0.18)	(0.61)
Realized gains (losses)	0.04	2.91	0.73	0.13	(0.03)
Unrealized gains (losses)	1.22	(0.49)	(3.55)	(1.65)	3.35
Total increase (decrease) from operations²	\$ 1.44	\$ 3.11	\$ (0.76)	\$ (1.03)	\$ 1.62
Distributions:					
From income (excluding dividends)	\$ (0.01)	\$ -	\$ -	\$ -	\$ -
From dividends	(0.08)	(0.10)	-	-	-
From capital gains	-	-	-	-	-
Total distributions^{2 3}	\$ (0.09)	\$ (0.10)	\$ -	\$ -	\$ -
Net assets, end of year^{2 3}	\$ 14.93	\$ 13.60	\$ 10.72	\$ 11.25	\$ 12.29
Ratios and supplemental data					
Net asset value ⁴	\$ 2,644,340	\$ 2,431,141	\$ 2,192,418	\$ 7,740,593	\$ 9,464,728
Units outstanding	177,080	178,815	204,426	687,821	770,027
Management expense ratio ⁵	% 1.27	% 1.28	% 1.31	% 1.32	% 5.18
Management expense ratio before waivers or absorption	2.56	2.49	1.59	1.71	5.61
Portfolio turnover rate ⁶	125.4	168.4	295.6	303.2	273.9
Trading expense ratio ⁷	0.11	0.17	0.96	0.59	0.66
Net asset value per unit, end of year	\$ 14.93	\$ 13.60	\$ 10.72	\$ 11.25	\$ 12.29

Notes

- The information is derived from the Fund's audited annual financial statements. All per unit figures presented are referenced to net assets determined in accordance to IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB").
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- The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of portfolio securities, excluding short term securities.
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Management Fees

The Manager provides or arranges the provision of all general management and administrative services required by the Fund, and as described in the section “Related Party Transactions” above.

In consideration for such services, the Manager receives a monthly management fee, based on the net asset value of each Series, calculated daily and payable monthly. The Fund pays a management fee at a rate of 1.90% per annum for Series A units and at a rate of 0.90% per annum for Series F units.

Service fees or trailing commissions of a maximum of 1.00% per annum are paid on Series A units to dealers. This comprises approximately 52.6% of the management fee of Series A units.

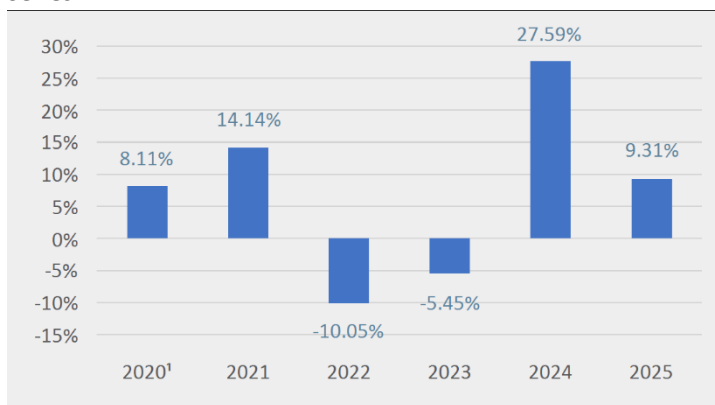
Past Performance

The Fund became a reporting issuer on May 11, 2020. Accordingly, returns are shown for the relevant period/years as indicated below. Effective January 1, 2024, the portfolio manager of the Fund changed from Triasima Portfolio Management Inc. to Canso Investment Counsel Ltd. This change could have affected the performance of the Fund had this change been in effect throughout the performance measurement period.

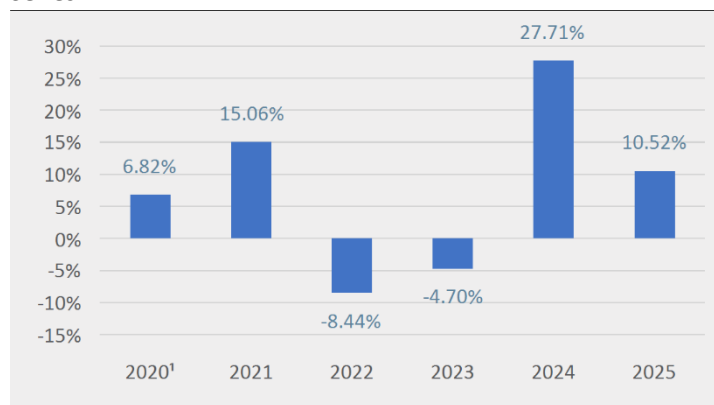
The performance information assumes that any distributions are reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the series will perform in the future.

Year-by-Year Returns

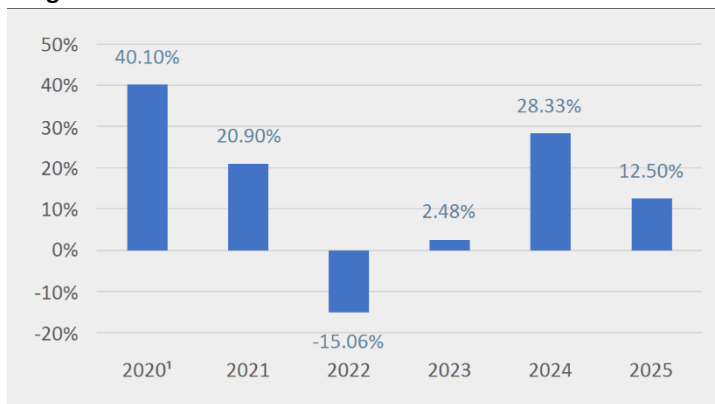
Series A



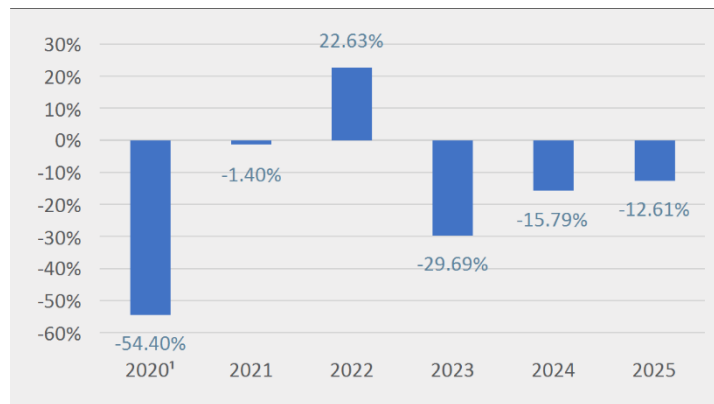
Series F



Long Portfolio



Short Portfolio



¹ For the period May 11 to December 31

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Annual Compound Returns

The following table shows the Fund's annual compound return for each period indicated, compared with 50% S&P/TSX Composite Total Return Index (CAD) and 50% S&P 500 Total Return Index (CAD) (the "Index"). The S&P/TSX Composite Total Return Index is a broad economic sector index comprising approximately 95% of the market capitalization for Canadian-based, TSX listed companies. The S&P 500 Total Return (CAD) Index is a capitalization-weighted index designed to measure the performance of the broad U.S. economy through changes in the aggregate market value of 500 stocks representing all major industries. The returns of the Index are calculated without the deduction of fees and expenses, whereas the performance of the Fund is calculated after deducting such fees and expenses.

For years ended December 31, 2025		1 Year	3 Year ²	5 Year ²	Since Inception ³
Annual Compound Return					
Series A ¹	%	9.31	% 9.66	% 6.25	% 6.99
Series F ¹		10.52	10.39	7.22	7.63
Long Portfolio ¹		12.5	13.95	4.68	14.32
Short Portfolio ¹		(12.61)	(19.72)	(8.7)	(19.93)
Index ⁴	%	21.71	% 22.66	% 16.23	% 17.32

Notes

¹ Returns are based on the net asset value per unit of the relevant series of the Fund and assume that all distributions were reinvested.

² Compound period returns are annualized.

³ Period starting from May 11, 2020. Since inception returns are annualized.

⁴ TSX © Copyright 2025 TSX Inc. All Rights Reserved.

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Summary of Investment Portfolio

		% of NAV			% of NAV
Top 25 Issuers			Asset Mix		
Long positions:			Canadian Equities	%	16.4
Government of Canada (Debt)	%	30.1	Canadian Fixed Income		41.2
Cash and Cash Equivalents		7.9	Cash and Cash Equivalents		7.9
Alphabet Inc.		6.9	Foreign Equities		56.1
JPMorgan Chase & Co.		6.6	Foreign Securities Sold Short		(22.4)
Sumitomo Mitsui Financial Group Inc.		5.9	Other Assets less Liabilities		0.8
Manulife Bank of Canada (Debt)		5.7	Total	%	100.0
Toronto Hydro Corp. (Debt)		5.4	Sector		
Empire Company Ltd.		5.0	Cash and Cash Equivalents	%	7.9
Amazon.com Inc.		5.0	Communication Services		16.5
Boeing Co.		4.9	Consumer Discretionary		18.8
Delta Air Lines Inc.		4.7	Consumer Staples		11.5
Roche Holding AG		4.2	Financials		(0.4)
Air Canada		3.8	Government		30.1
Unilever PLC		3.4	Health Care		4.2
Magna International Inc.		3.3	Industrials		4.9
Starbucks Corp.		3.0	Information Technology		0.3
Reinsurance Group of America Inc.		2.9	Other Assets less Liabilities		0.8
BCE Inc.		2.8	Utilities		5.4
Archer-Daniels-Midland Co.		2.6	Total	%	100.0
Winmark Corp.		2.2			
Match Group Inc.		1.8			
Linamar Corp.		1.5			
Apple Inc.		1.3			
Total	%	120.9			
Short positions:					
Invesco QQQ Trust Series 1	%	(11.0)			
SPDR S&P 500 ETF Trust		(10.5)			
Total	%	(21.5)			
Total Portfolio Long Positions					
	%	122.4			
Total Portfolio Short Positions					
	%	(22.4)			



3080 Yonge Street, Suite 4000
Toronto, ON M4N 3N1
www.lysanderfunds.com

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