

Annual Management Report of Fund Performance
As at December 31, 2025

Lysander-Canso Canadian 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 Canadian Equity Fund (the “Fund”) contains financial highlights for the period 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 period 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 achieve long-term capital growth by investing primarily in Canadian equity securities.

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’s portfolio will primarily be invested in equity securities of Canadian corporate issuers. 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

The Fund returns for the period from June 26 to December 31, 2025 were 6.72% for Series A, 7.33% for Series F. For the period from July 4 to December 31, 2025 the return was 7.91% for Series O.

The net assets of the Fund were approximately \$1.9 million at December 31, 2025. There were net subscriptions of approximately \$1.9 million during the period.

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 as described below.

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

Recent Developments

During the period, 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

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fragile, while core inflation continues to exceed central bank targets.

Throughout the period, 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 period, 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’s objective is grounded in a long-term, bottom-up fundamental investment philosophy. It will continue to focus on identifying high-quality Canadian companies trading below their estimated intrinsic value. During the period, the Fund was established and initiated positions in several Canadian equities, including Air Canada, CAE, Enbridge, Finning, Linamar, and Nutrien. The Fund also maintains a 13% allocation to Government of Canada bonds, providing flexibility to tactically deploy capital into equity opportunities as they emerge.

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 \$924 (excluding HST) in management fees to the Manager for the period ended December 31, 2025.

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. Fees for providing these services are included in the management fee. Portfolio management fees for the Portfolio Manager’s services are paid from the management fee.

The Manager paid \$2,561 (excluding HST) to the Portfolio Manager for the period ended December 31, 2025.

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*

Period ended	31-Dec-2025	
Net assets per unit¹		
Net assets, beginning of period	\$	10.00
Operations:		
Total revenue		0.11
Total expenses		(0.12)
Realized gains (losses)		0.05
Unrealized gains (losses)		0.64
Total increase (decrease) from operations²	\$	0.68
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.03)
From capital gains		(0.03)
Total distributions^{2 3}	\$	(0.06)
Net assets, end of period^{2 3}	\$	10.61
Ratios and supplemental data		
Net asset value ⁴	\$	10,672
Units outstanding		1,006
Management expense ratio ⁵	%	2.07
Management expense ratio before waivers or absorption		3.87
Portfolio turnover rate ⁶		56.99
Trading expense ratio ⁷		0.15
Net asset value per unit, end of period	\$	10.61

Notes

* Series A commenced operations on June 26, 2025

- 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.
- 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. Where the Fund invests in any underlying fund, the TER includes the Fund's proportionate share of the commissions of any underlying fund in which the Fund invested.

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Series F*

Period ended	31-Dec-2025	
Net assets per unit¹		
Net assets, beginning of period	\$	10.00
Operations:		
Total revenue		0.10
Total expenses		(0.06)
Realized gains (losses)		0.05
Unrealized gains (losses)		0.50
Total increase (decrease) from operations²	\$	0.59
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.04)
From capital gains		(0.03)
Total distributions^{2 3}	\$	(0.07)
Net assets, end of period^{2 3}	\$	10.67
Ratios and supplemental data		
Net asset value ⁴	\$	337,424
Units outstanding		31,636
Management expense ratio ⁵	%	0.94
Management expense ratio before waivers or absorption		2.32
Portfolio turnover rate ⁶		56.99
Trading expense ratio ⁷		0.15
Net asset value per unit, end of period	\$	10.67

Notes

* Series F commenced operations on June 26, 2025

- 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.
- 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. Where the Fund invests in any underlying fund, the TER includes the Fund's proportionate share of the commissions of any underlying fund in which the Fund invested.

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Series O*

Period ended	31-Dec-2025	
Net assets per unit¹		
Net assets, beginning of period	\$	10.00
Operations:		
Total revenue		0.11
Total expenses		(0.01)
Realized gains (losses)		0.06
Unrealized gains (losses)		0.61
Total increase (decrease) from operations²	\$	0.77
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.05)
From capital gains		(0.04)
Total distributions^{2 3}	\$	(0.09)
Net assets, end of period^{2 3}	\$	10.71
Ratios and supplemental data		
Net asset value ⁴	\$	1,599,885
Units outstanding		149,436
Management expense ratio ⁵	%	0.10
Management expense ratio before waivers or absorption		1.68
Portfolio turnover rate ⁶		56.99
Trading expense ratio ⁷		0.15
Net asset value per unit, end of period	\$	10.71

Notes

* Series O commenced operations on July 4, 2025

- 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.
- 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. Where the Fund invests in any underlying fund, the TER includes the Fund's proportionate share of the commissions of any underlying fund in which the Fund invested.

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Management Fees

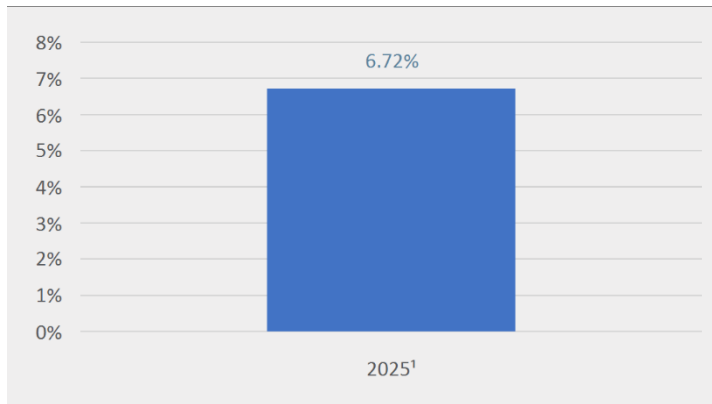
The Manager provides or arranges the provision of all general management and administrative services required by the Fund, and as described in the section “Related Party Transactions” above.

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 1.75% per annum for Series A units and at a rate of 0.75% per annum for Series F units. No management fee is charged to the Fund with respect to Series O units, but investors are charged a negotiated management fee.

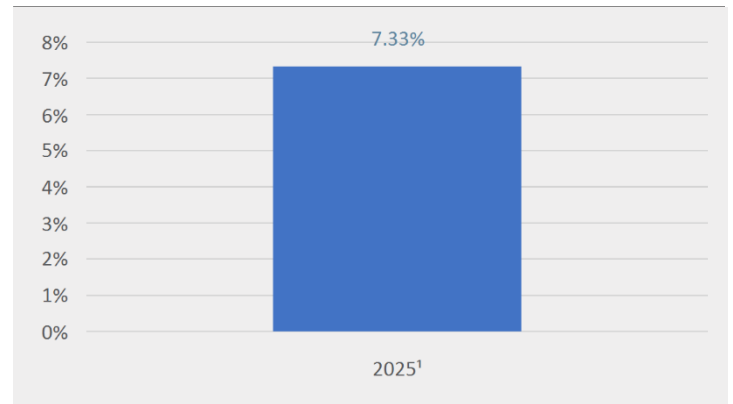
Service fees or trailing commissions of a maximum of 1.00% per annum are paid on Series A units to dealers. This comprises approximately 57% of the management fee of Series A units.

Year-by-Year Returns

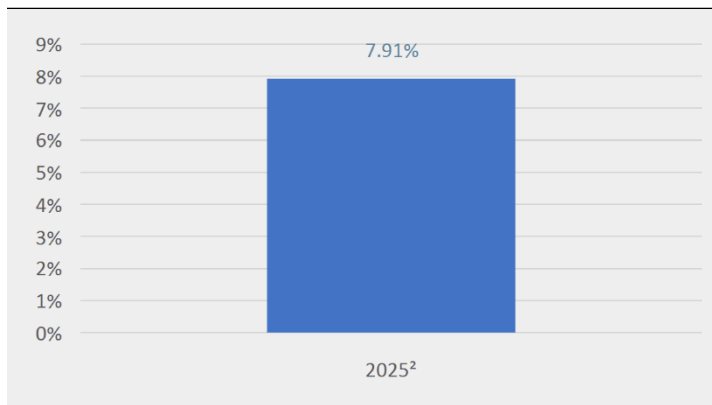
Series A



Series F



Series O



Past Performance

The Fund became a reporting issuer on June 26, 2025. Accordingly, returns are shown for the relevant period/years as indicated below.

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.

1 For the period June 26 to December 31, 2 For the period July 4 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 S&P/TSX Composite Total Return Index (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 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 period ended December 31, 2025		Since Inception ²
Annual Compound Return		
Series A ¹	%	6.72
Series F ¹		7.33
Series O ¹		7.91
S&P/TSX Composite Total Return Index ³	%	20.99

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 Series A and F period starting from June 26, 2025 to December 31, 2025. Series O period starting from July 4, 2025 to December 31, 2025.

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Summary of Investment Portfolio

	% of NAV			% of NAV	
Top 25 Issuers			Asset Mix		
Government of Canada (Debt)	%	13.4	Canadian Equities	%	86.2
Magna International Inc.		7.5	Canadian Fixed Income		13.4
Linamar Corp.		7.2	Cash and Cash Equivalents		0.3
Transcontinental Inc.		6.8	Other Assets less Liabilities		0.1
CAE Inc.		5.8	Total	%	100.0
Air Canada		5.7	Sector		
BCE Inc.		5.5	Cash and Cash Equivalents	%	0.3
Enbridge Inc.		5.4	Communication Services		5.5
Finning International Inc.		5.3	Consumer Discretionary		23.9
Canadian National Railway Co.		4.9	Consumer Staples		6.4
Manulife Financial Corp.		3.6	Energy		7.1
Nutrien Ltd.		3.5	Financials		7.1
Great-West Lifeco Inc.		3.5	Government		13.4
AtkinsRealis Group Inc.		3.4	Industrials		32
Cineplex Inc.		3.4	Materials		4.2
Loblaw Companies Ltd.		3.2	Other Assets less Liabilities		0.1
Empire Company Ltd.		3.2	Total	%	100.0
ATS Corp.		2.7			
Cenovus Energy Inc.		1.7			
Bird Construction Inc.		1.6			
New Horizon Aircraft Ltd.		1.5			
Canfor Pulp Products Inc.		0.8			
Cash and Cash Equivalents		0.3			
Total	%	99.9			



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