

Annual Management Report of Fund Performance

As at December 31, 2025

Lysander-Pembroke Canadian All Cap 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-Pembroke Canadian All Cap 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 growth through capital appreciation by investing primarily in equity securities of mid- to large-cap Canadian companies judged to have above-average growth potential or to be undervalued.

Investment Strategies

The Fund’s portfolio manager is Pembroke Management Ltd. (“Portfolio Manager” or “Pembroke”). The Fund’s portfolio is primarily invested in equity securities of Canadian companies, with a focus on companies with a market capitalization of \$3

billion or more at the time of purchase. 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 June 26 to December 31, 2025 were 4.20% for Series A and 4.79% for Series F. For the period July 4 to December 31, 2025 the return was 3.90% for Series O.

The net assets of the Fund were approximately \$2.2 million at December 31, 2025. There were net subscriptions of approximately \$2.2 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 year except for immaterial short-term cash overdrafts.

For the period June 26, 2025 to December 31, 2025, the fund’s benchmark, S&P/TSX Composite Total Return Index, rose by 20.99%.

The Fund is intentionally differentiated from the benchmark it seeks to outperform. It is more concentrated and maintains

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industry exposures that differ meaningfully from those of the Index. By investing in a select group of high-quality growth companies, Pembroke aims to deliver superior long-term, risk-adjusted returns, while recognizing that short-term relative performance may vary—sometimes significantly—in either direction.

Relative performance during the period was driven primarily by sector-level dynamics rather than broad-based weakness across individual holdings. The Fund maintained overweight positions in quality, growth-oriented sectors such as industrials, information technology, and consumer discretionary, consistent with Pembroke's focus on businesses with durable earnings growth rather than cyclical recovery themes. These exposures produced mixed results.

Consumer discretionary contributed positively, supported by strong stock selection, while information technology and industrials detracted as concerns related to artificial intelligence adoption, trade uncertainty, and valuation multiple compression weighed on sector returns.

The underweight to financials detracted as market leadership shifted toward large-cap banks, while sentiment toward other lending-focused businesses remained subdued. Energy detracted as the Fund's exposure was concentrated in natural-gas-oriented producers, which lagged oil-weighted peers. In materials, the Fund trailed the benchmark primarily due to its underweight position; stock selection was only a modest detractor. Overall, relative results were significantly affected by the exceptional strength of precious metals within the benchmark, which represented a major contributor to Index returns.

Two holdings were notable contributors to performance. Aritzia, a vertically integrated specialty apparel retailer, delivered strong share price performance driven by continued operational execution and accelerating U.S. demand. Financial results reflected solid revenue growth, strong comparable sales, and expanding profitability as prior investments in distribution, digital capabilities, and brand marketing began to generate operating leverage. Improved earnings visibility and resilient demand in the premium apparel segment supported positive investor sentiment. Pembroke views these developments as reinforcing its long-term investment thesis. Shopify, a leading e-commerce platform, also contributed meaningfully. Strong second half performance reflected continued execution, with solid revenue growth and improving profitability reinforcing confidence in the durability of its business model. Investor enthusiasm also increased around Shopify's potential to integrate agentic artificial intelligence into its platform,

enhancing both merchant productivity and the consumer experience.

Two holdings were significant detractors. Constellation Software experienced share price weakness following the unexpected resignation of its CEO for health reasons, which unsettled investors given the importance of leadership continuity to its acquisition driven strategy. Broader skepticism toward software businesses also weighed on the stock, as investors questioned how artificial intelligence might affect competitive moats, legacy software relevance, and switching costs. Pembroke reduced the position during the period in recognition of these evolving risks. MDA Space ("MDA"), a Canadian aerospace and defence technology company, declined after heightened expectations surrounding a potential EchoStar contract failed to materialize. The absence of the contract led investors to reassess both the expected value of the program and MDA's longer term competitive positioning, resulting in an outsized negative reaction. More recently, sentiment has improved as investors have come to view the EchoStar outcome as contract specific rather than indicative of broader structural concerns, with continued recognition of MDA's competitive strengths and the long term growth potential of the space industry.

Recent Developments

After several years of strong absolute performance in Canadian equities, the 2026 market environment is expected to place greater emphasis on economic and business resilience, particularly in the absence of a clear tailwind from monetary policy easing. Against this backdrop, the Fund remains positioned in businesses with company specific growth drivers that are less dependent on broad economic acceleration. Key themes include defence spending, artificial intelligence adoption, energy security, and supply chain resiliency. Overall, the Fund is expected to benefit from continued earnings growth opportunities, supported by valuations that remain reasonable relative to long term fundamentals.

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

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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 \$1,467 (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 \$2,765 (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		0.08
Total expenses		(0.11)
Realized gains (losses)		(0.01)
Unrealized gains (losses)		1.15
Total increase (decrease) from operations²	\$	1.11
Distributions:		
From income (excluding dividends)	\$	-
From dividends		-
From capital gains		(0.01)
Total distributions^{2 3}	\$	(0.01)
Net assets, end of period^{2 3}	\$	10.41
Ratios and supplemental data		
Net asset value ⁴	\$	115,713
Units outstanding		11,120
Management expense ratio ⁵	%	2.04
Management expense ratio before waivers or absorption		3.30
Portfolio turnover rate ⁶		11.55
Trading expense ratio ⁷		0.08
Net asset value per unit, end of period	\$	10.41

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		0.06
Total expenses		(0.05)
Realized gains (losses)		-
Unrealized gains (losses)		0.78
Total increase (decrease) from operations²	\$	0.79
Distributions:		
From income (excluding dividends)	\$	(0.01)
From dividends		(0.01)
From capital gains		(0.02)
Total distributions^{2 3}	\$	(0.04)
Net assets, end of period^{2 3}	\$	10.44
Ratios and supplemental data		
Net asset value ⁴	\$	519,627
Units outstanding		49,776
Management expense ratio ⁵	%	0.94
Management expense ratio before waivers or absorption		2.28
Portfolio turnover rate ⁶		11.55
Trading expense ratio ⁷		0.08
Net asset value per unit, end of period	\$	10.44

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		0.05
Total expenses		(0.01)
Realized gains (losses)		0.03
Unrealized gains (losses)		0.26
Total increase (decrease) from operations²	\$	0.33
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.03)
From capital gains		(0.04)
Total distributions^{2 3}	\$	(0.07)
Net assets, end of period^{2 3}	\$	10.32
Ratios and supplemental data		
Net asset value ⁴	\$	1,592,878
Units outstanding		154,301
Management expense ratio ⁵	%	0.10
Management expense ratio before waivers or absorption		1.81
Portfolio turnover rate ⁶		11.55
Trading expense ratio ⁷		0.08
Net asset value per unit, end of period	\$	10.32

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

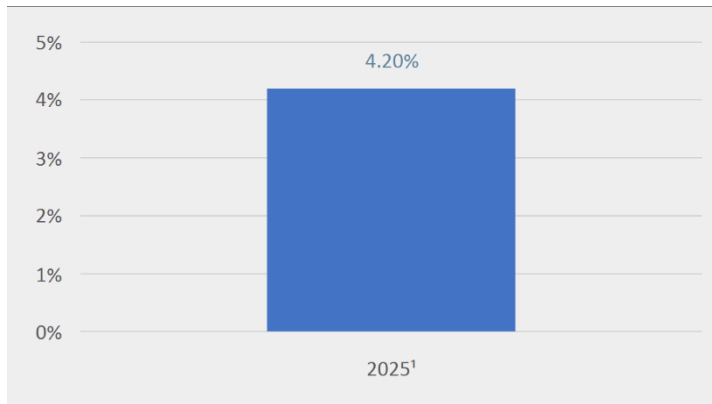
The Manager provides or arranges the provision of all general management and administrative services required by the Fund, and as described in the section “Related Party Transactions” above.

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.

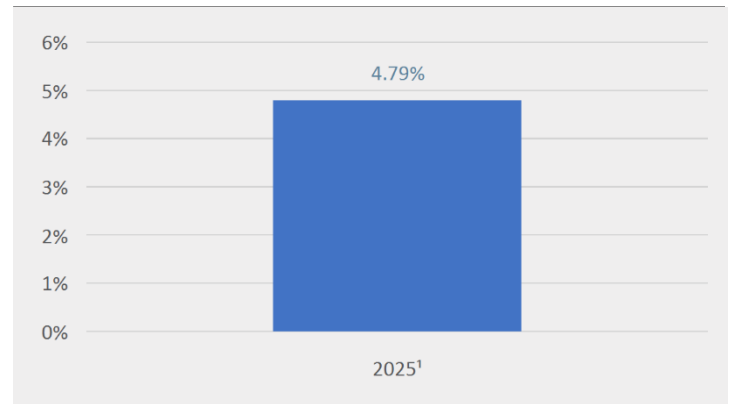
Service fees or trailing commissions of a maximum of 1.00% per annum are paid on Series A units to dealers. This comprises approximately 57% of the management fee of Series A units.

Year-by-Year Returns

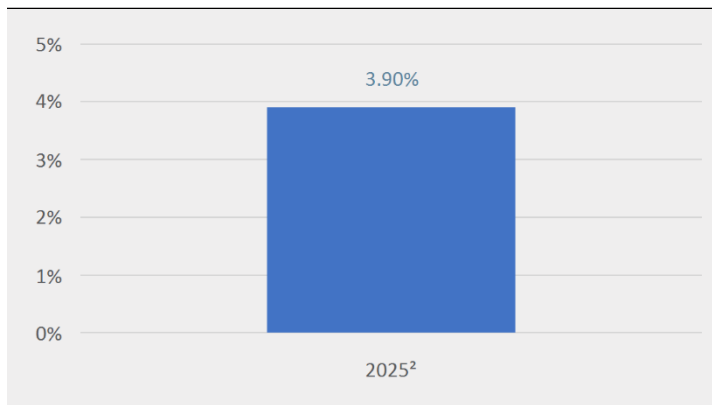
Series A



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	%	4.20
Series F ¹		4.79
Series O ¹		3.90
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	
AtkinsRealis Group Inc.	5.3	Canadian Equities	96.8
Gildan Activewear Inc.	5.2	Cash and Cash Equivalents	3.1
Boyd Group Inc.	5.1	Other Assets less Liabilities	0.1
Royal Bank of Canada	5.1	Total	100.0
Stella-Jones Inc.	4.9	Sector	
Alimentation Couche-Tard Inc.	4.5	Cash and Cash Equivalents	3.1
CAE Inc.	4.2	Communication Services	4.0
Fairfax Financial Holdings Ltd.	4.2	Consumer Discretionary	12.3
Shopify Inc.	4.0	Consumer Staples	7.8
Kinaxis Inc.	3.9	Energy	8.9
MDA Space Ltd.	3.8	Financials	20.5
Secure Waste Infrastructure Co.	3.7	Industrials	23.7
Topaz Energy Corp.	3.4	Information Technology	11.5
TMX Group Ltd.	3.1	Materials	5.0
Cash and Cash Equivalents	3.1	Other Assets less Liabilities	0.1
CGI Inc.	3.0	Real Estate	3.1
Element Fleet Management Corp.	2.7	Total	100.0
Waste Connections Inc.	2.6		
EQB Inc.	2.6		
Aritzia Inc.	2.6		
FirstService Corp.	2.3		
Brookfield Corp.	2.2		
Intact Financial Corp.	2.0		
ARC Resources Ltd.	1.8		
Agnico Eagle Mines Ltd.	1.7		
Total	87.0		



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