

**Annual Management Report of Fund Performance**

As at December 31, 2025

Lysander-Triasima Canadian Small Cap Equity Fund



**TRIASIMA**

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## 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-Triasima Canadian Small 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](http://www.lysanderfunds.com) or at SEDAR+ at [www.sedarplus.ca](http://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 equity securities of small sized Canadian companies.

## Investment Strategies

The Fund’s portfolio manager is Triasima Portfolio Management Inc. (“Portfolio Manager” or “Triasima”). The Fund’s portfolio is primarily invested in equity securities listed on a stock exchange in Canada, with a focus on companies with a market capitalization below the market capitalization of the largest

issuer in the S&P/TSX SmallCap Index. 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 period, Triasima continued to apply its Three-Pillar Approach™, which evaluates securities from a quantitative, fundamental, and trend perspectives to assess their suitability and attractiveness for the Fund.

The Fund returns for the period June 26 to December 31, 2025 were 33.48% for Series A and 34.27% for Series F. For the period June 27 to December 31, 2025 the return was 34.90% for Series O. The Fund’s benchmark S&P/TSX SmallCap Index returned 35.18% for the period June 26 to December 31, 2025.

The net assets of the Fund were approximately \$4.2 million at December 31, 2025. There were net subscriptions of approximately \$3.6 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.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

---

The Fund's modest outperformance was driven entirely by security selection, which added value and offset the negative impact of sector allocation decisions, most notably the drag from holding cash reserves in a rapidly appreciating market.

The Materials sector was the primary driver of returns. Record profit margins, supported by a strong rally in precious metals, fueled by a weaker U.S. dollar and widening U.S. fiscal deficits—benefited the sector. The Fund's holdings in gold and silver producers, including IAMGOLD, ARIS Mining, Discovery Silver, and G Mining Ventures, were the largest contributors to relative performance.

Kraken Robotics (Information Technology) was another standout contributor, benefiting from rising defence spending in both Canada and the United States.

From an allocation perspective, the Fund's overweight position in Information Technology detracted from performance, as the rapid adoption of artificial intelligence continued to pressure sentiment toward traditional software companies. As a result, holdings such as Vitalhub, Kinaxis, and Kneat.com were among the top detractors. Defensive sectors, including Utilities, also underperformed in this risk-on environment; however, the Fund's underweight position in Real Estate helped offset some of this weakness.

## Recent Developments

The second half of the period, unfolded against a robust yet volatile economic backdrop.

Uncertainty surrounding U.S. trade policy was a defining macro theme. Anticipation of higher tariffs pulled forward trade flows, followed by a period of deceleration that contributed to volatility and reduced business visibility.

Later in the period, the U.S. economy remained comparatively resilient, supported by strong spending among higher-income households and ongoing AI-related investment—particularly in data centre and power infrastructure, as well as information-processing equipment and software—even as job gains slowed and unemployment edged higher.

In contrast, Canada's economic growth was increasingly constrained by export weakness and labour market softness, prompting the Bank of Canada to reduce its policy rate multiple times during the period.

Against this mixed backdrop, the Canadian small-cap equity market staged a strong rally, particularly in the third quarter. The environment was at times speculative, with style factors such as beta and price volatility leading performance. Leadership

rotated across quarters, but resource-oriented sectors remained consistent drivers. Materials benefited from persistent strength in precious metals, while segments of Energy and Industrials also contributed during risk-on periods. Conversely, Information Technology lagged in the fourth quarter, and defensive sectors such as Utilities underperformed late in the period.

Trading activity during the period focused on reducing the initial cash reserve and increasing exposure to Materials—particularly gold and copper producers, to capitalize on favourable macro tailwinds. Entering the fourth quarter, the emphasis shifted toward enhancing the Fund's growth profile. This involved exiting holdings with declining Three-Pillar scores, primarily within Energy and Information Technology. Positions in Gibson Energy, Nuvista Energy, Blackline Safety, and Intermap Technologies were sold to fund additions in higher-growth companies such as Electrovaya (Industrials), Hammond Power Solutions (Industrials), Hydreight Technologies (Health Care), and Tantalus Systems (Information Technology).

By December 31, 2025, managing risk within the resource sector became a priority, as Metals and Mining exposure reached approximately 35% of the portfolio.

Looking ahead to 2026, the fundamental backdrop for Canadian equities has improved, reversing the deterioration seen in early in the period. Corporate profits continue to grow, and long-term interest rates have stabilized, creating a supportive environment for small-cap equities.

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.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

---

The Fund paid \$4,350 (including 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 \$5,402 (including 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.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## Financial Highlights

### Series A\*

Period ended	31-Dec-2025	
<b>Net assets per unit<sup>1</sup></b>		
Net assets, beginning of period	\$	10.00
Operations:		
Total revenue		0.11
Total expenses		(0.14)
Realized gains (losses)		0.38
Unrealized gains (losses)		3.10
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>\$</b>	<b>3.45</b>
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.02)
From capital gains		(0.20)
<b>Total distributions<sup>2 3</sup></b>	<b>\$</b>	<b>(0.22)</b>
<b>Net assets, end of period<sup>2 3</sup></b>	<b>\$</b>	<b>13.12</b>
<b>Ratios and supplemental data</b>		
Net asset value <sup>4</sup>	\$	31,845
Units outstanding		2,427
Management expense ratio <sup>5</sup>	%	2.13
Management expense ratio before waivers or absorption		3.22
Portfolio turnover rate <sup>6</sup>		47.30
Trading expense ratio <sup>7</sup>		0.35
Net asset value per unit, end of period	\$	13.12

### 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.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## Series F\*

Period ended	31-Dec-2025	
<b>Net assets per unit<sup>1</sup></b>		
Net assets, beginning of period	\$	10.00
Operations:		
Total revenue		0.10
Total expenses		(0.06)
Realized gains (losses)		0.45
Unrealized gains (losses)		2.93
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>\$</b>	<b>3.42</b>
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.02)
From capital gains		(0.21)
<b>Total distributions<sup>2 3</sup></b>	<b>\$</b>	<b>(0.23)</b>
<b>Net assets, end of period<sup>2 3</sup></b>	<b>\$</b>	<b>13.20</b>
<b>Ratios and supplemental data</b>		
Net asset value <sup>4</sup>	\$	1,953,875
Units outstanding		148,049
Management expense ratio <sup>5</sup>	%	1.00
Management expense ratio before waivers or absorption		2.05
Portfolio turnover rate <sup>6</sup>		47.30
Trading expense ratio <sup>7</sup>		0.35
Net asset value per unit, end of period	\$	13.20

## 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.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## Series O\*

Period ended	31-Dec-2025	
<b>Net assets per unit<sup>1</sup></b>		
Net assets, beginning of period	\$	10.00
Operations:		
Total revenue		0.10
Total expenses		(0.01)
Realized gains (losses)		0.39
Unrealized gains (losses)		2.93
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>\$</b>	<b>3.41</b>
Distributions:		
From income (excluding dividends)	\$	-
From dividends		(0.03)
From capital gains		(0.30)
<b>Total distributions<sup>2 3</sup></b>	<b>\$</b>	<b>(0.33)</b>
<b>Net assets, end of period<sup>2 3</sup></b>	<b>\$</b>	<b>13.16</b>
<b>Ratios and supplemental data</b>		
Net asset value <sup>4</sup>	\$	2,189,921
Units outstanding		166,428
Management expense ratio <sup>5</sup>	%	0.10
Management expense ratio before waivers or absorption		1.25
Portfolio turnover rate <sup>6</sup>		47.30
Trading expense ratio <sup>7</sup>		0.35
Net asset value per unit, end of period	\$	13.16

## Notes

\* Series O commenced operations on June 27, 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.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## Management Fees

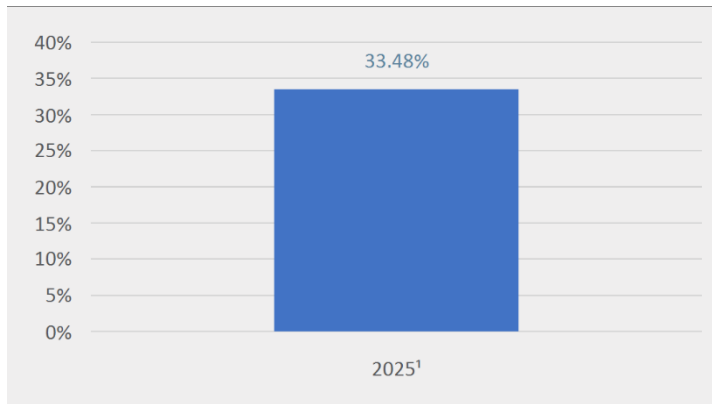
The Manager provides or arranges the provision of all general management and administrative services required by the Fund, and as described in the section “Related Party Transactions” above.

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 1.80% per annum for Series A units and at a rate of 0.80% 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.

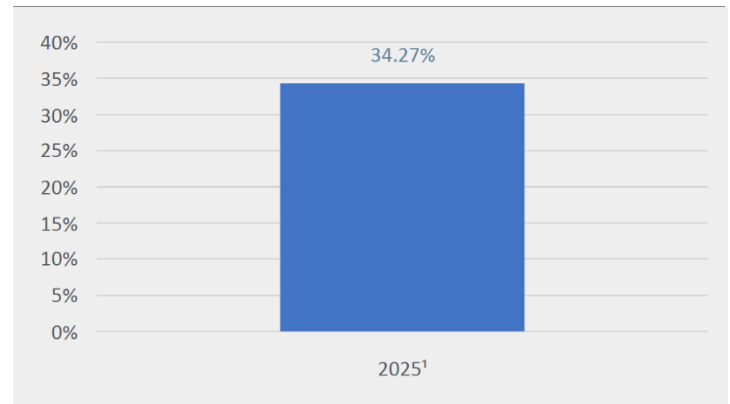
Service fees or trailing commissions of a maximum of 1.00% per annum are paid on Series A units to dealers. This comprises approximately 56% of the management fee of Series A units.

## Year-by-Year Returns

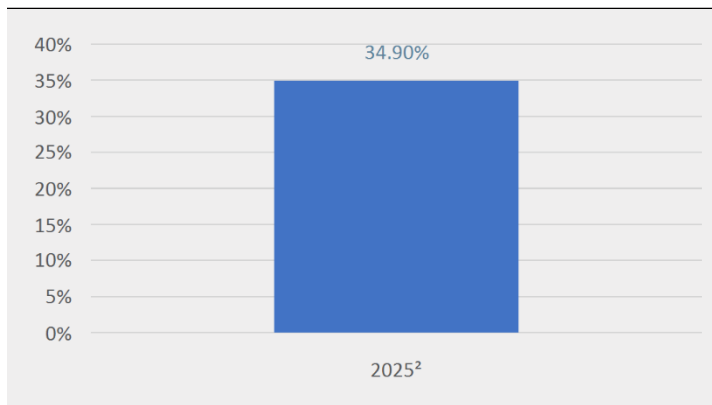
### Series A



### 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.

<sup>1</sup> For the period June 26 to December 31, <sup>2</sup> For the period June 27 to December 31

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## Annual Compound Returns

The following table shows the Fund's annual compound return for each period indicated, compared with S&P/TSX SmallCap Index (the "Index"). The S&P/TSX SmallCap Index provides an investable index for the Canadian small cap market. The Index is float adjusted and market cap weighted and was developed with industry input as the ideal benchmark for those with small cap exposure of the Canadian equity market. 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 <sup>2</sup>
<b>Annual Compound Return</b>		
Series A <sup>1</sup>	%	33.48
Series F <sup>1</sup>		34.27
Series O <sup>1</sup>		34.90
S&P/TSX SmallCap Index <sup>3</sup>	%	35.18

### Notes

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

<sup>2</sup> Series A and F period starting from June 26, 2025 to December 31, 2025. Series O period starting from June 27, 2025 to December 31, 2025.

<sup>3</sup> TSX © Copyright 2025 TSX Inc. All Rights Reserved.

# Lysander-Triasima Canadian Small Cap Equity Fund

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

## Summary of Investment Portfolio

		% of NAV			% of NAV
<b>Top 25 Issuers</b>			<b>Asset Mix</b>		
Global X 0-3 Month T-Bill ETF	%	5.0	Canadian Equities	%	97.4
G Mining Ventures Corp		3.5	Cash and Cash Equivalents		2.5
DPM Metals Inc		3.0	Other Assets Less Liabilities		0.1
Aris Mining Corp		2.8	<b>Total</b>	<b>%</b>	<b>100.0</b>
Premium Brands Holdings Corp		2.7	<b>Sector</b>		
IAMGOLD Corp		2.6	Cash and Cash Equivalents	%	2.5
Chartwell Retirement Residence		2.6	Consumer Discretionary		3.3
Tamarack Valley Energy Ltd.		2.6	Consumer Staples		8.0
Cash and Cash Equivalents		2.5	Energy		11.8
Peyto Exploration & Development Corp.		2.5	Financials		11.2
Vizsla Silver Corp		2.4	Health Care		6.2
Headwater Exploration Inc.		2.4	Industrials		10.8
Athabasca Oil Corp		2.3	Information Technology		2.8
Artemis Gold Inc		2.2	Materials		38.8
5N Plus Inc		2.1	Other Assets less Liabilities		0.1
Exchange Income Corp		2.1	Real Estate		1.4
HudBay Minerals Inc.		2.0	Utilities		3.1
Zedcor Inc		2.0	<b>Total</b>	<b>%</b>	<b>100.0</b>
Enerflex Ltd		2.0			
Kraken Robotics Inc		2.0			
Atco Ltd/Canada		2.0			
KITS Eyecare Ltd		1.9			
Orla Mining Ltd		1.9			
Discovery Silver Corp		1.8			
Denison Mines Corp		1.8			
<b>Total</b>	<b>%</b>	<b>60.7</b>			



3080 Yonge Street, Suite 4000  
Toronto, ON M4N 3N1  
[www.lysanderfunds.com](http://www.lysanderfunds.com)

© Lysander Funds is a registered trademark of Lysander Funds Limited