Lysander-Fulcra Corporate Securities Fund

As at June 30, 2026

Semi-Annual Management Report of Fund Performance

This semi-annual Management Report of Fund Performance of Lysander-Fulcra Corporate Securities Fund (the "Fund") contains financial highlights for the period ended June 30, 2026 but does not contain the complete financial statements of the Fund. This report should be read in conjunction with the semi-annual financial statements of the Fund for the period ended June 30, 2026. 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.

Lysander-Fulcra Corporate Securities Fund

Semi-Annual Management Report of Fund Performance as at June 30, 2026

A Note About Forward Looking Statements

This semi-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.

Investment Objective

The Fund’s objective is to provide income and capital growth by investing in fixed income, floating rate, convertible, preferred equity, and common equity securities of corporations anywhere in the world.

Investment Strategies

The Fund’s portfolio manager is Fulcra Asset Management Inc. (“Portfolio Manager” or “Fulcra”). The Fund seeks to provide income and capital growth by primarily investing in fixed income, floating rate, convertible, preferred equity, and common equity securities of corporations primarily headquartered in North America, with a focus on fixed income securities.

Fulcra is focused on generating absolute returns that do not replicate any particular index or competing funds in the same category.

The Fund may invest (at the time of purchase) up to 15% of its net assets in issuers based outside of North America. 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 ended June 30, 2026 were 1.61% for Series A and 1.90% for Series F.

The net assets of the Fund were approximately $631.8 million at June 30, 2026 from $626.4 million at the beginning of the period. There were net subscriptions of $14.1 million during the period.

During the period, the Tidewater Midstream 8% bonds due 2029 had the greatest positive impact to Fund performance. Negatively, the Mercer 5.125% bond due 2029 had the greatest negative impact. As June 30, 2026, the Fund's yield to maturity is 9.3% with a 2.4-year duration.

The ICE BofAML US High Yield Index was positive 1.9% in the period, with a duration of 3.45 years at June 30, 2026. The ICE BofAML Canadian Corporate Index was positive 2.2% in the period, with a duration 4.05 years at June 30, 2026.

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

Credit markets this month capped off a strong quarter at the high yield index level and traded with relatively low volatility.

Despite President Trump's tantrum on tariffs in April, credit spreads remained relatively tight and issuance activity was robust, largely supporting refinancing needs. Market conditions often reinforced the perception that "things are fine" (i.e. systemic risk was limited), and defensive positioning tended to lag on a relative basis.

Under the surface, however, Fulcra continues to see spreads in the CCC-rated index widen, liquidity issues in private credit funds and rising investor concern over sticky inflation.

Thematically, the growth of the AI industry has made its way into the credit markets. Google, Amazon, Meta, Oracle and SpaceX are some examples of companies who have raised money in the global bond markets to fund rising capital expenditures this year.

Concentration risk to the theme has spilled over from the equity markets into the credit markets, creating the conditions for a particularly painful re-pricing of risk if profits fail to materialize from the immense amount of money funding the growth in data centres, AI models and power generation.

Fulcra believes there are no alarm bells are ringing yet, however, parallels to previous economic downturns like internet businesses in 1999, US housing in 2007, and oil & gas production in 2014 are becoming stronger.

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.

There were no changes to the membership of the Fund's Independent Review Committee ("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 $3,138,880 (including HST) in management fees to the Manager for the period ended June 30, 2026 (June 30, 2025 - $3,060,465).

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 $1,489,455 (including HST) to the Portfolio Manager for the period ended June 30, 2026 (June 30, 2025 - $1,445,459).

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.

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 1.35% per annum for Series A units and at a rate of 0.85% per annum for Series F units.

Service fees or trailing commissions of a maximum of 0.50% per annum are paid on Series A units to dealers. This comprises approximately 37% of the management fee of Series A units.

Financial Highlights

Series A

Period ended		June 30, 2026		December 31, 2025		December 31, 2024		December 31, 2023		December 31, 2022		December 31, 2021
Net assets per unit[1]												
Net assets, beginning of period	$	9.61	$	9.70	$	9.75	$	9.45	$	10.09	$	9.77
Operations:												
Total revenue		0.35		0.64		0.63		0.63		0.67		0.60
Total expenses		(0.08)		(0.15)		(0.15)		(0.15)		(0.16)		(0.16)
Realized gains (losses)		(0.12)		0.18		(0.35)		0.05		(0.28)		0.16
Unrealized gains (losses)		(0.01)		(0.27)		0.28		0.24		(0.44)		0.28
Total increase (decrease) from operations[2]	**$**	**0.14**	**$**	**0.40**	**$**	**0.41**	**$**	**0.77**	**$**	**(0.21)**	**$**	**0.88**
Distributions:												
From income (excluding dividends)		(0.29)		(0.47)		(0.46)		(0.47)		(0.43)		(0.40)
From dividends		-		(0.02)		-		(0.01)		(0.01)		(0.02)
From capital gains		-		-		-		-		-		(0.31)
Total distributions[2 3]	**$**	**(0.29)**	**$**	**(0.49)**	**$**	**(0.46)**	**$**	**(0.48)**	**$**	**(0.44)**	**$**	**(0.73)**
Net assets, end of period[2 3]	**$**	**9.47**	**$**	**9.61**	**$**	**9.70**	**$**	**9.75**	**$**	**9.45**	**$**	**10.09**

Series F

Period ended		June 30, 2026		December 31, 2025		December 31, 2024		December 31, 2023		December 31, 2022		December 31, 2021
Net assets per unit[1]												
Net assets, beginning of period	$	9.59	$	9.67	$	9.71	$	9.40	$	10.10	$	9.76
Operations:												
Total revenue		0.35		0.63		0.64		0.62		0.67		0.60
Total expenses		(0.05)		(0.10)		(0.10)		(0.10)		(0.11)		(0.11)
Realized gains (losses)		(0.13)		0.18		(0.36)		0.06		(0.28)		0.18
Unrealized gains (losses)		0.01		(0.26)		0.29		0.24		(0.45)		0.30
Total increase (decrease) from operations[2]	**$**	**0.18**	**$**	**0.45**	**$**	**0.47**	**$**	**0.82**	**$**	**(0.17)**	**$**	**0.97**
Distributions:												
From income (excluding dividends)		(0.31)		(0.51)		(0.51)		(0.50)		(0.54)		(0.44)
From dividends		-		(0.03)		-		(0.01)		(0.01)		(0.02)
From capital gains		-		-		-		-		-		(0.30)
Total distributions[2 3]	**$**	**(0.31)**	**$**	**(0.54)**	**$**	**(0.51)**	**$**	**(0.51)**	**$**	**(0.55)**	**$**	**(0.76)**
Net assets, end of period[2 3]	**$**	**9.45**	**$**	**9.59**	**$**	**9.67**	**$**	**9.71**	**$**	**9.40**	**$**	**10.10**

1) The information is derived from the Fund's unaudited semi-annual and/or 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").
2) 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.
3) Distributions were paid in cash or reinvested in additional units, or both.

Ratios and Supplemental Data

Series A

Period ended	June 30, 2026	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2022	December 31, 2021
Ratios and supplemental data						
Net asset value[4]	$ 55,437,285	$ 60,439,061	$ 58,994,231	$ 47,978,277	$ 33,887,026	$ 30,386,349
Units outstanding	5,852,622	6,286,956	6,079,282	4,921,807	3,586,472	3,010,987
Management expense ratio[5]	1.59%	1.53%	1.55%	1.55%	1.57%	1.58%
Management expense ratio before waivers or absorption	1.59%	1.53%	1.55%	1.55%	1.57%	1.58%
Portfolio turnover rate[6]	57.8%	102.7%	129.1%	86.3%	66.9%	99.6%
Trading expense ratio[7]	-	0.01%	0.01%	-	-	0.01%
Net asset value per unit, end of period	9.47	9.61	9.70	9.75	9.45	10.09

Series F

Period ended	June 30, 2026	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2022	December 31, 2021
Ratios and supplemental data						
Net asset value[4]	$ 576,407,193	$ 565,964,170	$ 545,328,202	$ 406,366,096	$ 229,641,268	$ 146,306,741
Units outstanding	60,969,001	59,034,288	56,366,816	41,844,255	24,428,249	14,481,867
Management expense ratio[5]	1.03%	1.01%	1.01%	1.01%	1.04%	1.04%
Management expense ratio before waivers or absorption	1.03%	1.01%	1.01%	1.01%	1.04%	1.04%
Portfolio turnover rate[6]	57.8%	102.7%	129.1%	86.3%	66.9%	99.6%
Trading expense ratio[7]	-	0.01%	0.01%	-	-	0.01%
Net asset value per unit, end of period	9.45	9.59	9.67	9.71	9.40	10.10

4) This information is provided at the end of the period shown.
5) 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.
6) 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.
7) 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 proprotionate share of the commissions of any underlying fund in which the Fund invested.

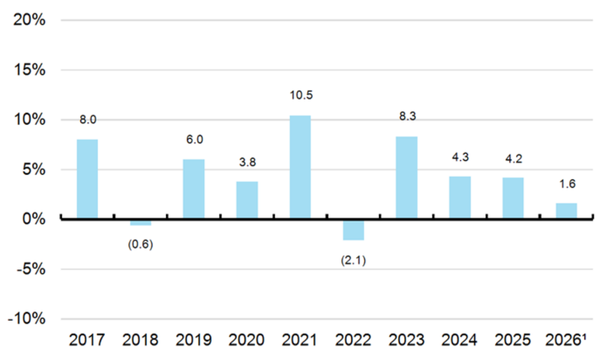
Past Performance

The commencement of operations as a reporting issuer for Series A and F was December 30, 2016. Accordingly, returns are shown for the relevant period/years as indicated below.

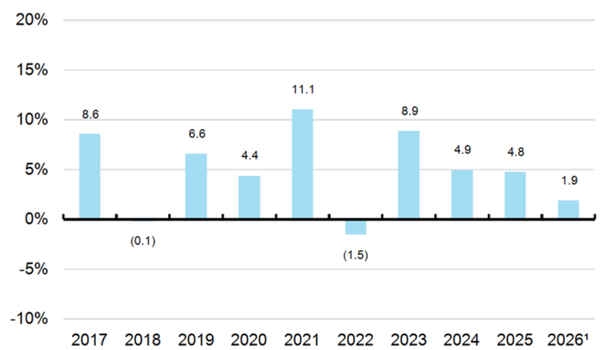
The performance information assumes that any distributions are reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Past performance does not necessarily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

Year-by-Year Returns

Series A



Series F



1) For the period January 1 to June 30

Summary of Investment Portfolio

Top 25 Issuers

	% of NAV
Government of Canada	9.0
Rogers Communications Inc.	5.8
Government of USA	4.8
GETTY IMAGES INC	4.3
Wolfspeed Inc.	3.9
Premium Brands Holdings Corp.	2.8
Cash and Cash Equivalents	2.4
Pyxus Holdings	2.4
New Flyer Industries Inc.	2.3
TransCanada Pipelines Ltd.	2.3
TRANSCANADA TRUST	2.3
Dye & Durham Ltd.	2.3
EG Global Finance PLC	2.2
JELD-WEN INC	2.2
Bausch Health Companies Inc.	2.0
Microsoft Corp.	1.8
SEASPAN CORP PTE LTD	1.8
Enova International Inc.	1.7
Chemtrade Logistics Inc.	1.7
Guitar Center Inc.	1.7
Suncor Energy Inc.	1.6
The Hertz Corp.	1.6
CNG Holdings Inc.	1.6
Venture Global LNG, Inc.	1.6
CANADA CARTAGE CORP	1.6
Total	**67.7**

Asset Mix

	% of NAV
Bank Loans	13.8
Canadian Equities	0.6
Canadian Fixed Income	39.6
Cash and Cash Equivalents	2.4
Foreign Equities	1.0
Foreign Fixed Income	41.5
Mutual Funds	0.9
Preferred Shares	0.2
Total	**100.0**

Sector Allocation

	% of NAV
Cash and Cash Equivalents	2.4%
Communication Services	15.9%
Consumer Discretionary	6.8%
Consumer Staples	6.9%
Energy	15.7%
Financials	5.9%
Government	13.9%
Health Care	3.3%
Industrials	12.1%
Information Technology	10.1%
Materials	6.0%
Other Funds	0.9%
Total	**100.0%**

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