

Lysander-Fulcra Corporate Securities Fund - Series F

Fund Code: LYZ935F

Portfolio Manager: Fulcra Asset Management Inc.

As of September 30, 2020

Fund Category: Fixed Income

Benchmark: Absolute Return 5% per annum



Investment Focus

The fund invests primarily in fixed income securities of small and mid-cap companies with the tactical inclusion of equity investments. It is unconstrained both geographically and by credit quality.

Why Invest In This Fund

Fulcra Asset Management is an independent credit specialist based in Vancouver, BC. Fulcra was founded by Matt Shandro in 2009 and as of March 31, 2020 oversees over \$160 million in assets. Mr. Shandro has 20 years of credit investing experience, having managed corporate credit at Great Pacific Capital Corp, CI Investments and Marret Asset Management. The Fulcra investment team is dedicated to preserving capital and generating consistent absolute returns for investors. Fulcra employs a fundamental value investing approach to identify under-priced corporate securities.

- Fulcra is ratings agnostic, leveraging the information advantage of independent research. By investing in misunderstood investment scenarios, under-appreciated and high-yielding securities, Fulcra seeks to generate superior long-term returns with lower volatility.
- Fulcra invests across the capital structure with a preference for the senior securities due to their contractual nature but will occasionally capture value by investing in mispriced equity-like securities.
- The Fulcra team is dedicated to preserving capital and generating consistent absolute returns for investors. Fulcra employs a fundamental value investing approach to identify under-priced corporate securities, with the goal to outperform in both good and bad market conditions.

Risk Tolerance



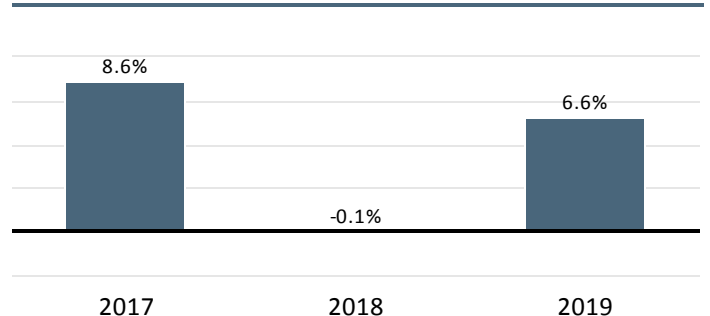
Compound Returns - Series F

| 1 Month | 3 Months | YTD | 1 Year | 3 Year (Annualized) | Since Inception (Annualized) |
|---------|----------|-------|--------|---------------------|------------------------------|
| 1.3% | 3.3% | -1.8% | -0.7% | 2.3% | 3.5% |

Fund Facts

| | |
|---------------------------------------|-------------------|
| Series Inception Date | December 30, 2016 |
| Currency | CAD |
| Fund AUM | \$103.2 Million |
| NAVPU | \$9.55 |
| Management Fee | 0.85% |
| MER (As of June 30, 2020 - unaudited) | 1.10% |
| Minimum Initial Investment | \$1,000 |
| Minimum Subsequent Investment | \$100 |
| Liquidity | Daily |
| RRSP Eligible | Yes |

Calendar Year Returns - Series F



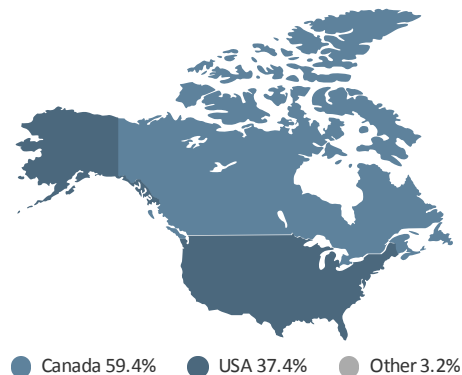
Top 10 Holdings

| Security | % of Fund | Rating |
|--|-----------|--------|
| Millar Western 9.50% June 20, 2023 | 6.2% | B- |
| RockPoint Gas Storage 7.00% March 31, 2023 | 4.5% | B |
| Tidewater Midstream & Infrastructure 6.75% December 19, 2022 | 4.1% | NR |
| Frontier Communications 8.5% April 1, 2026 | 3.8% | NR |
| Optiva Inc 9.75% Jul 20, 2025 | 3.4% | NR |
| Petsmart L+300 02/03/2022 | 3.2% | B |
| Global Ship Lease Inc 9.875% November 15, 2022 | 3.1% | B |
| Kelt Exploration 5% May 31, 2021 | 3.1% | NR |
| Montage Resources Corporation 8.875 July 15, 2023 | 3.1% | B- |
| Russel Metals Inc 6% April 19, 2022 | 2.7% | B+ |
| Total | 37.3% | |

Portfolio Characteristics

| | |
|----------------------------------|---------|
| Number of Securities | 59 |
| Number of Issuers | 38 |
| Average Term to Maturity (Years) | 2.5 |
| Average Duration (Years) | 2.0 |
| Average Coupon (%) | 5.9% |
| Yield to Maturity (%) | 7.5% |
| Current Yield (%) | 6.7% |
| Average Credit Quality | B+ |
| Average Bond Price | \$93.38 |
| Cash Weighting | 13.9% |

Geographic Breakdown



Asset Mix

| | |
|--------------------|-------|
| Cash & Equivalents | 13.9% |
| Common Stock | 2.2% |
| Convertible Bonds | 9.9% |
| Corporate Bonds | 62.0% |
| Federal | 3.2% |
| Loans | 6.6% |
| Preferred Shares | 2.0% |

Credit Quality Breakdown (%)

| | |
|-----|-------|
| AAA | 4.0% |
| AA | 0.0% |
| A | 0.0% |
| BBB | 1.9% |
| BB | 4.8% |
| B | 47.5% |
| CCC | 5.8% |
| C | 0.0% |
| D | 0.0% |
| NR | 36.1% |

Distributions

| |
|---|
| Distribution Frequency: Quarterly |
| Most Recent Distribution per Unit: \$0.0806 |
| 12-Month Trailing Distribution Yield: 6.7% |
| Next Record Date: December 17, 2020 |
| Next Distribution Date: December 18, 2020 |

| Distributions (\$)/Unit ¹ | YTD* | 2019 | 2018 | 2017 |
|--------------------------------------|--------|--------|--------|----------|
| Total Distributions | 0.3335 | 0.6942 | 0.4010 | 0.3305 |
| Interest | | 0.4263 | 0.3652 | 0.2233 |
| Dividends | | 0.0393 | 0.0357 | 0.0229 |
| Capital Gains | | 0.2286 | - | 0.0867 |
| Withholding Tax | | --- | - | (0.0025) |

*The final tax character will be determined based on the Fund's tax year end information

Lysander Funds Limited is the investment fund manager of Lysander-Fulcrum Corporate Securities Fund (the "Fund"). This document is not an invitation to invest in the Fund and does not constitute a public offering of sale. Purchases in the Fund can only be made through an Investment Professional on the terms in the Fund's offering document by eligible investors. Each purchaser of units in a fund may have statutory or contractual right of action. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. ¹Distributions are based on the actual number of units outstanding at the relevant time. Distributions are paid in cash or reinvested in additional units, or both. If the series' net income/capital gains is less than the amounts distributed in the year, the distribution will include a return of capital. In these circumstances, if an investor elects to receive their distributions in cash and not reinvest distributions, it is expected that the value of their investment will decline over time. Distributions are not an indication of performance, rate of return or yield. [®]Lysander Funds is a registered trademark of Lysander Funds Limited.