Semi-Annual Management Report of Fund Performance

As at June 30, 2019

Lysander-Triasima All Country Equity Fund

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.

About This Report

This semi-annual Management Report of Fund Performance of Lysander-Triasima All Country Equity Fund (the “Fund”) contains financial highlights for the period ended June 30, 2019 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, 2019. 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 Street, Suite 3037, Toronto, Ontario, M4N 3N1, by visiting our website at www.lysanderfunds.com or at SEDAR at www.sedar.com.

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 provide long-term capital growth by investing primarily in equity securities of companies anywhere in the world.

Investment Strategies

The Fund’s portfolio manager is Triasima Portfolio Management Inc. (“Portfolio Manager” or “Triasima”).The Fund’s portfolio positions are primarily invested in equity securities of companies globally, including American Depositary Receipts and Global Depositary Receipts. The Fund will not be leveraged. The Fund may invest up to 100% of its assets in foreign securities. 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 first half of 2019, Triasima employed its Three-Pillar methodology which analyses securities from three perspectives: quantitative, fundamental, and trend to determine their suitability and attractiveness for the Lysander-Triasima All Country Fund.

The Lysander-Triasima All Country Equity Fund’s series A and F performance was 14.4% and 15.0% respectively for the first half of 2019, versus 11.5% for benchmark MSCI ACWI Index.

Security selection was responsible for essentially all of the outperformance during the semester and this was concentrated amongst American and to a lesser extent, Latin American stocks. From a sector standpoint, security selection in the Information Technology and Industrials sectors stood out.

In Information Technology, the large overweight in software companies was beneficial. A standout was Globant, an Argentinean IT and software development company that rose 46% due to increased IT spending from companies and improved sentiment towards Argentina. Another was MongoDB, a U.S. database software company with a 74% stock price increase. It sees increased adoption of its database solution from software developers.

Fund holdings from the Industrials sector are an heterogeneous group with different themes and stories. Three outperformers were Heico (United States, Aerospace), Generac (United States, generators) and Edenred (France, payment services). They rose 45%, on average. Heico is executing well in its aerospace aftermarket parts segment and is riding a continued uptrend in the aerospace cycle. Generac is seeing increased demand for its generators due to increased blackouts and extreme weather events, especially in California. Finally, Edenred is benefiting to the switch from paper to card transactions worldwide.

Two non-bank names stand out in Financials as well: Swiss Life (Switzerland, Insurance) and MSCI (United States, Index provider), up 22% and 55%, respectively.

Noteworthy detractors to relative performance were the cash reserve and security selection in the Materials sector. The cash and cash equivalents averaged only 2% but was nonetheless an impediment, especially at the beginning of the year when it stood at 7% and the market suddenly rebounded. In Materials, three fertilizer companies, a theme in the portfolio of the Fund, did poorly with an 11% average price drop due to depressed demand for fertilizers because of poor global planting conditions. They were Israel Chemicals (Israel), Mosaic (United States) and CF Industries (United States).

From a country and regions of the world perspective, the underweight in developed Asian equities was beneficial

The net assets of the Fund increased to $6.2 million from $4.1 million during the semester due to capital appreciation and net subscriptions of $1.4 million.

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.

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

Recent Developments

Economic growth began to slow down in North America in the last quarter of 2018 and this trend carried on over the opening months of 2019 in Canada, the United States and internationally.

Fading fiscal stimulus and lacklustre economic dynamism abroad took their toll on the American economy. First quarter GDP looked strong with a 3.1% annualized increase, but it was of poor quality, driven by inventory build and government spending. Canada tracked along on the path of declining growth. Negative factors in both countries are soft residential construction and underwhelming business investment at this late stage of the economic cycle. Household consumption is also modest in Canada.

Canada could bounce back soon, however, Oil production has increased following the end of the government of Alberta's mandated cuts, and business confidence has surged to its highest reading in ten months according to the Canadian Federation of Independent Business's barometer. Also of help is the booming labour North-American labor market.

The economic slowdown is more pronounced in Europe with Germany only growing 0.4% during the first quarter while Italy slips in and out of recession. Germany's export driven economy is hurt by the deceleration in global trade. The slowdown is confirmed by forward looking indicators such as the Purchasing Managers Index which now sits in contraction territory.

Trade frictions at play between the United States and China for nearly two years now have aggravated the situation. They are impacting the Chinese economy which is growing more slowly and saw its industrial profits decline 2.3% year over year in May. The Chinese government has jumped on the easing bandwagon in the form of increased spending of infrastructure.

The year-end 2018 and early 2019 global slowdown has forced the hand of major central banks towards more dovish stances. As such, the Federal Reserve confirmed it would adjust planned interest rate hikes to compensate for slower growth. The Bank of Canada reacted the same way, moving away in its rhetoric from its tightening bias. Meanwhile, inflation has accelerated somewhat and is now running at 2.4%, above the Bank of Canada's 2% target.

Continuing with the pattern in place since October 2018, the slowdown as well as dormant inflation have pulled interest rates down further over the first semester. Yields fell dramatically all along the Canadian, American and European yield curves.

Global bourses rose sharply during the first half of the year, with the MSCI ACWI (CAD) up 11.5%. This essentially recouped all of the loss suffered during the last quarter of 2018. From a regional perspective, the American S&P 500 Index and the S&P/TSX Composite Index for Canada posted strong double digit returns of 16% and 13% respectively, while the international markets' MSCI EAFE rose 9%.

Every single sector was up during the semester and most show a return closely clustered around the 11.5% Index return. The growth oriented Information Technology sector was an exception, as it continued to outperform with a large 20% advance. The Health Care sector lagged with a smaller 5% gain.

This defensive sector appeared to be out of favour in the first half of 2019.

A focus was to increase the quality and diminish the cyclicality of the portfolio, largely through the reduction of Energy and Materials names. The proceeds were used to purchase Utilities and Real Estate companies, which benefit from falling interest rates, and Industrial companies screening well according to the methodology of the Manager. Another positive factor for certain Utilities names is that they now have a growth aspect to them.

Hence, in the Energy sector, EOG Resources (United States, oil & gas production) and Marathon Petroleum (United States, refining) were sold while in the Materials sector, chemical and fertilizer names were sold: Albermarle (Chile), CF Industries (United States), Mosaic (United States) and Israel Chemicals (Israel). Finally, in Financials, banks and consumer finance companies were rotated out of in favor of non-bank names. As such, Banco Santander de Chile (Chile, banks) Deutsche Bank (Germany, banks) and American Express were sold and replaced by Aflac (United States, insurance), Aon (United States, consulting) and Swiss Life (Switzerland, insurance). The more defensive Utilities and Real Estate sectors saw the arrival of ORSTED (Denmark, wind farms), Hong Kong Oil & Gas (China, gas distribution), TAG Immobilien (Germany, residential real estate) and Warehouses de Pauw (Belgium, warehouses).

As for portfolio structure, the Fund ended the semester significantly (over 5%) underweighted Financials and Communication Services. The Fund holds very little banks which are negatively impacted by low interest rates and have stagnant to declining return on equity. As for Communication Services, the Fund does not own any of the FANG stocks nor traditional telecommunications companies which comprise this sector. FANG stocks have reached a point where the law of large numbers starts to catch up and growth starts to slow. This, coupled with regulatory risk makes these stocks unattractive at the moment. Finally, the purchase of Industrials names during the semester pushed that heterogeneous sector to a significant overweight status.

From a regional perspective, the fund was significantly overweight North America and underweight developed Asian countries. Latin American was added too, mostly through Argentinian names. Positive political developments have caused us to re-enter this country which the Fund had exited during the second quarter of 2018. Interest rates have dropped in the U.S. which is beneficial to Argentina given their relatively high financing needs. Soybean, the most important Argentine export product, bounced off the lows and finally the IMF is supporting central bank intervention in the currency market to keep the Argentine Peso stable.

There have been no changes to the Manager or Portfolio Manager, or change of control of the Manager, or of the Fund in the year. There have been no actual or planned reorganizations, mergers or similar transactions.

There were no changes to the membership of the Fund's Independent Review Committee ("IRC").

Related Party Transactions

The Manager provides or arranges 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 Fund paid $30,898 (including HST) in management fees to the Manager for the period ended June 30, 2019. (June 30, 2018 - $11,592).

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.

The Manager paid $14,736 (including HST) to the Portfolio Manager for the period June 30, 2019 (June 30, 2018: $4,335).

The Manager relied, or may rely on standing instructions from the IRC in respect of securities traded amongst mutual funds, closed end funds, managed accounts or pooled funds managed by the Manager or an affiliate of the Manager. In such cases the Manager is required to comply with the Manager's written policies and procedures presented to the IRC and provide periodic reports to the IRC in accordance with National Instrument 81-107.

Financial Highlights

Series A*

Period ended	30-Jun-2019	31-Dec-2018	31-Dec-2017	31-Dec-2016
Net assets per unit[1]				
Net assets, beginning of period	$ 11.24	$ 12.27	$ 10.54	$ 10.00
Operations:				
Total revenue	0.12	0.14	0.17	0.15
Total expenses	(0.17)	(0.33)	(0.32)	(0.23)
Realized gains (losses)	(0.21)	(0.49)	0.26	(0.36)
Unrealized gains (losses)	1.87	(3.41)	1.62	1.04
Total increase (decrease) from operations[2]	**$ 1.61**	**$ (4.09)**	**$ 1.73**	**$ 0.60**
Distributions:				
From income (excluding dividends)	$ -	$ -	$ -	$ -
From dividends	-	-	-	(0.06)
From capital gains	-	-	-	-
Total distributions[2 3]	**$ -**	**$ -**	**$ -**	**$ (0.06)**
Net assets, end of period[2 3]	**$ 12.85**	**$ 11.24**	**$ 12.27**	**$ 10.54**

Ratios and supplemental data				
Net asset value[4]	$ 267,962	$ 238,558	$ 6,170	$ 5,300
Units outstanding	20,854	21,232	503	503
Management expense ratio[5]	% 2.56	% 2.55	% 2.54	% 2.21
Management expense ratio before waivers or absorption	2.74	4.10	4.34	8.31
Portfolio turnover rate[6]	35.5	98.0	41.4	64.0
Trading expense ratio[7]	0.1	0.4	0.4	0.4
Net asset value per unit, end of period	$ 12.85	$ 11.24	$ 12.27	$ 10.54

Notes

* The Fund became a reporting issuer on December 31, 2015 and accordingly prior period numbers are not available.

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.

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.

4 This information is provided at the end of the period shown.

5 The management expense ratio is based on the total expenses of the period ended and is expressed as an annualized percentage of daily average net asset values 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 represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

Series F*

Period ended		30-Jun-2019		31-Dec-2018		31-Dec-2017		31-Dec-2016
Net assets per unit[1]								
Net assets, beginning of period	$	11.51	$	12.43	$	10.56	$	10.00
Operations:								
Total revenue		0.12		0.19		0.17		0.16
Total expenses		(0.11)		(0.20)		(0.19)		(0.13)
Realized gains (losses)		(0.18)		0.08		0.02		(0.37)
Unrealized gains (losses)		1.82		(1.53)		2.19		1.58
Total increase (decrease) from operations[2]	**$**	**1.65**	**$**	**(1.46)**	**$**	**2.19**	**$**	**1.24**
Distributions:								
From income (excluding dividends)	$	-	$	-	$	-	$	-
From dividends		-		-		(0.01)		(0.01)
From capital gains		-		-		-		-
Total distributions[2 3]	**$**	**-**	**$**	**-**	**$**	**(0.01)**	**$**	**(0.01)**
Net assets, end of period[2 3]	**$**	**13.24**	**$**	**11.51**	**$**	**12.43**	**$**	**10.56**

Ratios and supplemental data								
Net asset value[4]	$	5,906,312	$	3,842,737	$	1,896,482	$	491,765
Units outstanding		446,196		333,855		152,603		46,575
Management expense ratio[5]	%	1.43	%	1.42	%	1.41	%	1.20
Management expense ratio before waivers or absorption		1.60		2.21		3.32		6.47
Portfolio turnover rate[6]		35.5		98.0		41.4		64.0
Trading expense ratio[7]		0.1		0.4		0.4		0.4
Net asset value per unit, end of period	$	13.24	$	11.51	$	12.43	$	10.56

Notes

* The Fund became a reporting issuer on December 31, 2015 and accordingly prior period numbers are not available.

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.

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.

4 This information is provided at the end of the period shown.

5 The management expense ratio is based on the total expenses of the period ended and is expressed as an annualized percentage of daily average net asset values 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 represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

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 of 2.00% per annum for Series A units and 1.00% per annum for Series F units.

Service fees or trailing commissions of a maximum of 1.00% per annum are paid on Series A units to dealers. This comprises approximately 50% of the management fee of Series A units.

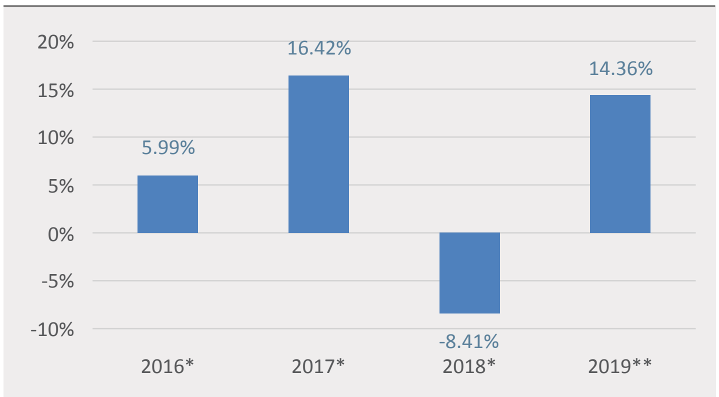
Past Performance

The Fund became a reporting issuer on December 31, 2015. Accordingly, returns are shown for the relevant period as indicated below.

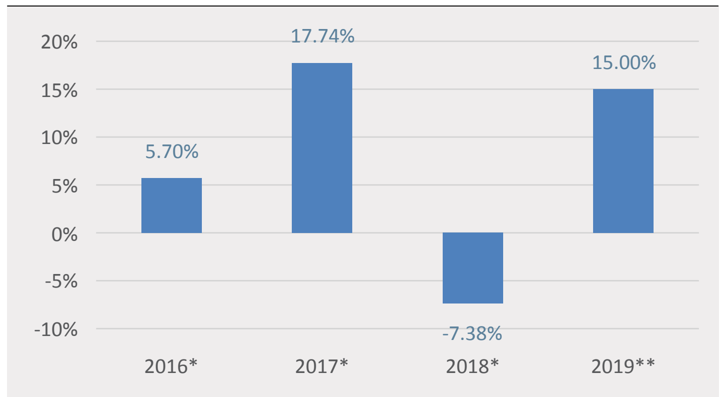
The performance information assumes that any distributions are reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Past performance does not necessarily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

Year-by-Year Returns

Series A



Series F



* For the period January 1 to December 31, ** For the period January 1 to June 30

Summary of Investment Portfolio

Top 25 Issuers		% of NAV
Globant S.A.	%	2.6
Zoetis Inc.		2.2
Swiss Life Holdings		2.1
Casella Waste System S Inc.		2.1
AutoZone Inc.		2.1
Dollar General Corp.		2.1
Orsted A/S		2.0
Union Pacific Corp.		2.0
Edenred SA		2.0
Generac Holdlings Inc.		1.9
Motorola Solutions Inc.		1.9
Visa Inc.		1.8
Cash and Cash Equivalents		1.8
Charles River Laboratories International Inc.		1.8
Anthem Inc.		1.8
Fiserv Inc.		1.7
Credicorp		1.7
Reliance Industries Ltd Gdr		1.7
Deckers Outdoor Corporation		1.7
Ecolab Inc.		1.7
Warehouses De Pauw C VA		1.6
Tractor Supply Company		1.6
Hong Kong & China Gas Co. Ltd. ADR		1.6
Roper Technologies Inc.		1.6
MSCI Inc.		1.5
Total	**%**	**46.6**

Asset Mix		% of NAV
Cash and Cash Equivalents	%	1.8
Foreign Equities		98.2
Total	**%**	**100.0**

Sector		% of NAV
Basic Materials	%	0.8
Cash and Cash Equivalents		1.8
Consumer Discretionary		10.7
Consumer Staples		6.9
Energy		8.3
Financials		16.0
Health Care		9.7
Industrials		18.9
Information Technology		15.3
Materials		3.1
Real Estate		4.7
Utilities		3.8
Total	**%**	**100.0**

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