Financial Statements
(Expressed in Canadian dollars)

TRU.X EXOGENOUS RISK POOL

Years ended December 31, 2025 and 2024

GOODMAN & ASSOCIATES LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

To the Unitholders and Trustee of
Tru.X Exogenous Risk Pool

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statement of Tru.X Exogenous Risk Pool (the "Fund"), which comprises the statement of financial position as at December 31, 2025, the schedule of investment portfolio as at December 31, 2025, the statements of comprehensive income, changes in net assets attributable to holders of redeemable units, and cash flows for the year then ended December 31, 2025, and the related notes, which comprise a summary of material accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statement presents fairly, in all material respects, the financial position of the Fund as at December 31, 2025 and its financial performance and its cash flows for the year then ended December 31, 2025 in accordance with International Financial Reporting Standards ("IFRS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of our report. We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statement in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The comparative information presented in these financial statements of the Fund for the year ended December 31, 2024, was audited by another auditor who expressed an unmodified opinion on those statements on February 18, 2025.

Other Information

Management is responsible for the other information. Other information comprises:

- the information included in Management Report of Fund performance filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the Management Report of Fund performance filed with the relevant Canadian Securities Commissions as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statement.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statement, including the disclosures, and whether the financial statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Goodman & Associates LLP

Toronto, Ontario
March 6, 2026

Chartered Professional Accountants
Licensed Public Accountants

TRU.X EXOGENOUS RISK POOL

Statements of Financial Position
As at December 31, 2025 and 2024

		2025		2024
ASSETS				
Current assets				
Cash	$	479,829	$	385,439
Investments owned, at fair value through profit or loss (note 7)		40,787,495		28,414,366
Expense reimbursement receivable (note 8)		59,192		28,984
Dividends receivable		38,156		32,852
Subscriptions receivable		94,242		21,751
Interest receivable		–		858
Unrealized gain of forward contracts		148,242		–
		41,607,156		28,884,250
LIABILITIES				
Current liabilities				
Investments sold short, at fair value through profit or loss (note 7)		2,897,685		–
Accounts payable and accrued liabilities		164,312		78,103
Management fees payable (note 5)		50,108		33,721
Redemptions payable		17,411		1,099
Distributions payable		12,848		5,907
Unrealized loss of forward contracts		–		22,887
		3,142,364		141,717
Net assets attributable to holders of redeemable units	$	38,464,792	$	28,742,533
Net assets attributable to holders of redeemable units per series				
Series E [(1)]	$	3,376,278	$	–
Series F		20,114,318		15,411,257
Series N		14,974,196		13,331,276
	$	38,464,792	$	28,742,533
Number of redeemable units outstanding (note 6)				
Series E [(1)]		340,000		–
Series F		1,800,487		1,358,425
Series N		1,311,405		1,155,005
Net assets attributable to holders of redeemable units per unit				
Series E [(1)]	$	9.93	$	–
Series F		11.17		11.34
Series N		11.42		11.54
Net assets attributable to holders of redeemable units per unit (USD)				
Series N		8.32		11.54

[(1)] On November 3, 2025, the Fund first issued Series E units.

See accompanying notes to financial statements.

Approved on behalf of the Manager

"James Fraser"
.... True Exposure Investments, Inc., Manager

TRU.X EXOGENOUS RISK POOL

Statements of Comprehensive Income
For the years ended December 31, 2025 and 2024

	2025	2024
Income		
Interest income for distribution purposes	$ 8,127	$ 15,659
Dividends	644,506	344,101
Net change in unrealized appreciation/depreciation in value of investments	514,544	2,252,441
Net realized gain (loss) on sale of investments, including foreign exchange adjustments	(598,591)	241,885
Net change in unrealized appreciation/depreciation on derivatives	171,129	(82,440)
Net realized gain (loss) on derivatives	224,717	(917,066)
Early redemption fees	–	1,267
	964,432	1,855,847
Expenses		
Interest and bank charges	18,045	134,246
Operating costs	240,226	113,240
Management fees (note 5)	186,466	68,177
Audit fees	36,055	47,355
Withholding taxes	119,716	43,427
Dividends paid on investments sold short	20,618	19,098
Commissions and other portfolio transaction costs	8,964	11,563
IRC fees	8,761	7,346
Custodian fees	43,523	(43,908)
Legal fees	10,000	–
	692,374	400,544
Expense reimbursement (note 8)	(291,721)	(81,414)
	400,653	319,130
Increase in net assets attributable to holders of redeemable units	$ 563,779	$ 1,536,717
Increase (decrease) in net assets attributable to holders of redeemable units per series		
Series E [1]	$ (50,941)	$ –
Series F	287,317	194,365
Series N	327,403	1,342,352
	$ 563,779	$ 1,536,717
Increase (decrease) in net assets attributable to holders of redeemable units per unit (note 9)		
Series E [1]	$ (0.21)	$ –
Series F	0.18	$ 0.46
Series N	0.25	1.48
Increase in net assets attributable to holders of redeemable units per unit (note 9) (USD)		
Series N	0.18	1.47

[1] On November 3, 2025, the Fund first issued Series E units.

See accompanying notes to financial statements.

TRU.X EXOGENOUS RISK POOL

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units
For the years ended December 31, 2025 and 2024

	Net assets attributable to holders of redeemable units, beginning of year	Proceeds from redeemable units issued	Redemption of redeemable units	Distributions to holders of redeemable units	Distributions reinvested to holders of redeemable units	Increase (decrease) in net assets from operations attributable to holders of redeemable units	Net assets attributable to holders of redeemable units, end of year
December 31, 2025							
Series E [(1)]	$ –	$ 3,427,219	$ –	$ –	$ –	$ (50,941)	$ 3,376,278
Series F	15,411,257	5,221,779	(741,867)	(499,350)	435,182	287,317	20,114,318
Series N	13,331,276	5,634,515	(4,254,685)	(383,951)	319,638	327,403	14,974,196
	$ 28,742,533	$ 14,283,513	$ (4,996,552)	$ (883,301)	$ 754,820	$ 563,779	$ 38,464,792

[(1)] On November 3, 2025, the Fund first issued Series E units.

	Net assets attributable to holders of redeemable units, beginning of year	Proceeds from redeemable units issued*	Redemption of redeemable units*	Distributions to holders of redeemable units	Distributions reinvested to holders of redeemable units	Increase in net assets from operations attributable to holders of redeemable units	Net assets attributable to holders of redeemable units, end of year
December 31, 2024							
Series F	$ 478,558	$ 14,949,587	$ (206,809)	$ (143,168)	$ 138,724	$ 194,365	$ 15,411,257
Series N	8,214,875	5,675,644	(1,873,426)	(279,172)	251,003	1,342,352	13,331,276
	$ 8,693,433	$ 20,625,231	$ (2,080,235)	$ (422,340)	$ 389,727	$ 1,536,717	$ 28,742,533

* Total proceeds from redeemable units relating to switch-ins and redemptions of redeemable units relating to switch-outs for the year ended December 31, 2024 were $89,237 and ($89,237), respectively.

See accompanying notes to financial statements.

TRU.X EXOGENOUS RISK POOL

Statements of Cash Flows
For the years ended December 31, 2025 and 2024

	2025	2024
Cash provided by (used in):		
Operating Activities		
Increase in net assets attributable to holders of redeemable units	$ 563,779	$ 1,536,717
Adjustments for non-cash items		
Net change in unrealized appreciation/depreciation in value of investments	(514,544)	(2,252,441)
Net realized (gain) loss on sale of investments, including foreign exchange adjustments	598,591	(241,885)
Net change in unrealized appreciation/depreciation on derivatives	(171,129)	82,440
Net realized (gain) loss on derivatives	(224,717)	917,066
Change in non-cash balances		
Decrease in expense reimbursement receivable	(30,208)	28,205
Increase in dividend receivable	(5,304)	(17,449)
Increase in Interest receivable	858	(858)
(Decrease) increase in accounts payable and accrued liabilities	86,209	(85,286)
Increase in management fees payable	16,387	26,168
Proceeds from sale of investments	(53,147,062)	44,203,250
Purchase of investments	43,772,794	(59,132,341)
Cash used in operating activities	(9,054,346)	(14,936,414)
Financing Activities		
Proceeds from issue of redeemable units	14,211,022	20,515,788
Payment on redemption of redeemable units	(4,980,240)	(1,989,899)
Distributions to holders of redeemable units, net of reinvestments	(121,540)	(28,486)
Cash provided by financing activities	9,109,242	18,497,403
Increase in cash during the year	54,896	3,560,989
Foreign exchange (loss) gain on cash	39,494	(55,602)
Cash (bank indebtedness), beginning of year	385,439	(3,119,948)
Cash, end of year	$ 479,829	$ 385,439
Supplemental information*		
Interest paid	$ 18,045	$ 117,692
Interest received	8,985	14,801
Dividends paid	20,618	19,098
Dividends received, net of withholding taxes	519,486	283,224

*Included as a part of cash flows from operating activities

See accompanying notes to financial statements.

TRU.X EXOGENOUS RISK POOL

Schedule of Investment Portfolio
As at December 31, 2025

Number of shares/units	Investments owned	Average cost	Fair value	% of net asset value
	U.S. investment funds			
40,514	CI Gold Bullion Fund	$ 1,794,868	$ 2,383,337	6.20
143,082	Consumer Staples Select Sector SPDR Fund	15,751,034	15,255,358	39.66
6,503	Invesco QQQ Trust Series 1	4,386,979	5,483,142	14.25
10,178	iShares 1-3 Year Treasury Bond ETF	1,164,044	1,156,980	3.01
20,108	ProShares VIX Short-Term Futures ETF	1,280,262	707,644	1.84
16,882	SPDR S&P 500 ETF Trust	12,934,060	15,801,034	41.08
		37,311,247	40,787,495	106.04
	Total investments owned	37,311,247	40,787,495	106.04

Number of shares/units	Investments sold short	Proceeds on short sale	Fair value	% of net asset value
	U.S. investment fund			
(17,680)	Consumer Discretionary Select Sector SPDR Fund	$ (2,939,099)	$ (2,897,685)	(7.53)
	Total investments sold short	(2,939,099)	(2,897,685)	(7.53)
	Commissions and other portfolio transaction costs	(5,841)	–	–
	Net investments owned	**$ 34,366,307**	37,889,810	98.51
	Unrealized gain, foreign exchange forward contracts (Schedule 1)		148,242	0.38
	Other assets, net		426,740	1.11
	Net assets attributable to holders of redeemable units		**$ 38,464,792**	**100.00**

Schedule 1 - Forward Contracts

Settlement Date	Buy	Sell	Counterparty	Forward Rates	Notional Amount	Market Value	Unrealized Gain
January 08, 2026	USD	CAD	National Bank of Canada	1.3831	$ (19,086,780)	$ (18,938,538)	$ 148,242
Total unrealized loss on foreign exchange forward contracts							$ 148,242

1. Establishment of Fund:

Tru.X Exogenous Risk Pool (the "Fund") is an open-ended trust established on January 7, 2022, under the laws of the Province of Ontario and is governed by a declaration of trust, as amended, restated or supplemented from time to time (the "Declaration of Trust"). The Fund commenced active operations on January 14, 2022. Effective February 28, 2025, the Fund changed its name to Tru.X Exogenous Risk Pool pursuant to an amendment to the Declaration of Trust. The Fund is a mutual fund governed by a simplified prospectus and is subject to the requirements of National Instrument 81-102 *Investment Funds* (“NI 81 - 102”).

True Exposure Investments, Inc. (the "Manager" and "Trustee"), a corporation existing under the federal laws of Canada, acts as the investment fund manager and the trustee of the Fund pursuant to the Declaration of Trust. The Manager is responsible for the day to day operations of the Fund and provides general management and administration services. The Manager may delegate any part of its powers to third parties where, in the discretion of the Manager, it would be in the best interests of the Fund to do so.

The Manager and Trustee has appointed Inukshuk Capital Management Inc. (the "Portfolio Manager") to act as the portfolio manager of the Fund under an Investment Management Agreement dated January 14, 2022. Under this agreement, the Portfolio Manager provides investment advisory and portfolio management services to the Fund.

CIBC Mellon Trust Company (formerly, SGGG Fund Services Inc.), (the "Recordkeeper") acts as the recordkeeper of the Fund. CIBC Mellon Trust Company (formerly National Bank Independent Network, a division of National Bank Financial Inc.), acts as the custodian (the "Custodian") of the Fund. During 2025, the recordkeeping and custodial functions of the Fund were transferred to CIBC Mellon Trust Company in order to facilitate the launch of a new exchange-traded series of the Fund.

The address of the Fund's registered office is 130 King Street West, Suite 1900, Toronto, Ontario, M5X 1E3, Canada.

The Fund seeks to provide relative or absolute capital preservation during sudden societal-level shocks that can negatively impact equities along with generating returns that are competitive with equity markets over the longer-term, including periods between shocks. The Fund will use alternative investment strategies including borrowing for investment purposes, short selling and the use of derivatives to seek to manage market volatility. The Fund's aggregate exposure to leverage through these strategies will not exceed two times its Net Asset Value ("NAV"), measured on a daily basis. The Fund is subject to certain standard investment restrictions and practices contained in securities legislation, including NI 81-102.

1. Establishment of Fund (continued):

To achieve its investment objective, the Fund invests primarily in exchange-traded funds ("ETFs") denominated in US currency in industry sectors on both a long and short basis and it may also invest in liquid alternative assets, commodities and government bonds that may provide strong performance during societal level shocks.

2. Basis of presentation:

These financial statements have been prepared in compliance with IFRS Accounting Standards (IFRS) as published by the International Accounting Standards Board ("IASB").

The financial statements were authorized for issue by the Manager on March 6, 2026.

The financial statements of the Fund are expressed in Canadian dollars, which is the Fund’s functional currency.

3. Material accounting policy information:

The following is a summary of the material accounting policies applied by the Fund:

(a) Classification and measurement of financial instruments:

The Fund classifies its investments as financial assets and financial liabilities at fair value through profit or loss ("FVTPL").

The Fund classifies its investments at FVTPL based on the Fund's business model for managing those financial assets in accordance with the Fund's documented investment strategy. The portfolio of investments is managed and performance is evaluated on a fair value basis and the portfolio of investments is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

3. Material accounting policy information (continued):

All other financial assets and financial liabilities are classified as subsequently measured at amortized cost and are recorded at cost or amortized cost. Under this method, financial assets and financial liabilities reflect the amount required to be received or paid, discounted, when appropriate, at the contract's effective interest rate, minus any reduction for impairment. A financial asset is classified as subsequently measured at amortized cost only if both of the following criteria are met:

(i) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows, and

(ii) the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Regular way purchases and sales of financial assets are recognized at their trade date. The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount.

The Fund's accounting policies for measuring the fair value of its investments and derivatives are identical to those used in measuring its net asset value ("Trading NAV") for transactions with unitholders.

(b) Offsetting financial instruments:

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the statement of financial position but still allow for the related amounts to be offset in certain circumstances, such as bankruptcy or termination of the contracts.

3. Material accounting policy information (continued):

(c) Recognition/derecognition:

The Fund recognizes financial assets and financial liabilities at FVTPL on the trade date - the date it commits to purchase or sell short the instruments. Other financial assets and liabilities are recognized at fair value, including transaction costs, on the date on which they are originated. From this date, any gains and losses arising from changes in fair value of the assets or liabilities are recognized in the statement of comprehensive income.

Financial assets are derecognized when, and only when, the contractual rights to the cash flows from the asset expire, or the Fund transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Fund derecognizes financial liabilities when, and only when, the Fund's obligations are discharged or cancelled or they expire.

(d) Net assets attributable to holders of redeemable units per unit:

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of a particular series of units by the total number of units of that particular series outstanding at the end of the year.

(e) Increase in net assets attributable to holders of redeemable units per unit:

Increase in net assets attributable to holders of redeemable units per unit is based on the increase in net assets attributable to holders of redeemable units attributed to each series of units, divided by the weighted average number of units outstanding of that series during the year. Refer to note 9 for the calculation.

(f) Use of estimates:

The preparation of financial statements in accordance with IFRS requires management to use accounting estimates. It also requires management to exercise its judgment in the process of applying the Fund's material accounting policies. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results could differ from those estimates.

3. Material accounting policy information (continued):

(g) Withholding tax expense:

The Fund generally incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statement of comprehensive income.

(h) Valuation of investments:

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices. In accordance with the provisions of the Fund's simplified prospectus, investment positions are valued based on the last traded market price for the purpose of determining the net asset per unit for subscriptions and redemptions. The Fund uses the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate. When the Fund holds gold or any other precious metals, it uses the active spot price as a basis for establishing the fair value.

The fair value of financial assets and financial liabilities that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each statement of financial position date. Valuation techniques used include the use of comparable recent arm's length transactions, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants.

(i) Investment entity:

The Fund has determined that it is an investment entity as defined by IFRS 10, *Consolidated Financial Statements* ("IFRS 10") and the amendments to IFRS 10, as the following conditions exist:

(i) The Fund has obtained funds from one or more investors for the purpose of providing those investors with investment management services;

3. Material accounting policy information (continued):

(ii) The Fund has committed to its investors that its business purpose is to invest funds solely for returns from capital appreciation and investment income; and

(iii) The Fund measures and evaluates the performance of substantially all of its investments on a fair value basis.

As an investment entity, the Fund is exempted from consolidating or applying IFRS 3, *Business Combination*, for the measurement of its investments in trusts and instead is required to measure such investments at FVTPL.

(j) Investment transactions and revenue recognition:

Investment transactions are accounted for on the trade date. Interest income is accrued daily and dividend income is recognized on the ex-dividend date. Realized gain (loss) on sale of investments and unrealized appreciation/depreciation in value of investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero-coupon bonds.

The interest income for distribution purposes shown on the statement of comprehensive income represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the of fixed income securities except for zero-coupon bonds, which are amortized on a straight-line basis.

(k) Translation of foreign currency:

The functional and presentation currency of the Fund is the Canadian dollar. The fair value of foreign investments and other assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rates prevailing at 4:00 pm Eastern Time (the "closing rate") on each Valuation Date (each day that the Toronto Stock Exchange is open for trading, or such other day(s) as the Manager may determine). Purchases and sales of foreign securities denominated in foreign currencies and the related income are translated into Canadian dollars at rates of exchange prevailing on the respective dates of such transactions.

(l) Transaction costs:

Transaction costs related to financial assets and liabilities are expensed as incurred.

3. Material accounting policy information (continued):

(m) Purchase and redemption of redeemable units:

The value at which units are listed or redeemed is determined by dividing the net assets attributable to holders of redeemable units at fair value of the Fund by the total number of units outstanding on the Valuation Date. Units of the Fund are valued daily on the Valuation Date. Amounts received on the issuance of redeemable units and amounts paid on the redemption of redeemable units are added to or deducted from the statement of changes in net assets attributable to holders of redeemable units.

(n) Cash:

Cash is comprised of cash on hand or on deposit.

(o) Derivative transactions:

The Fund may use derivative contracts to manage risks associated with the investments. The derivatives are classified as FVTPL and, as a result, the contracts are measured at fair value on the Valuation Date and the resulting gains and losses, both realized and unrealized, are recognized in the statement of comprehensive income. The fair value of foreign currency forward contracts is determined using quoted forward exchange rates at the reporting date as obtained from an independent source.

(p) Other assets and liabilities:

Dividends receivable, expense reimbursement receivable, interest receivable and subscriptions receivable are classified as financial assets subsequently measured at amortized cost and recorded at cost or amortized cost. Accounts payable and accrued liabilities, management fees payable, redemptions payable and distributions payable are classified as financial liabilities and reported at amortized cost. Financial liabilities are generally settled within three months of being incurred. Other assets and liabilities are short term in nature, and are carried at amortized cost, which approximates fair value.

(q) Classification of redeemable units issued by the Fund:

The Fund's units do not meet the criteria in IAS 32, Financial Instruments - Presentation, for classification as equity due to the Fund offering multiple series with different rights and, therefore, have been classified as financial liabilities.

3. Material accounting policy information (continued):

(r) *Presentation and Disclosure in Financial Statements* (IFRS 18):

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure in Financial Statements to replace IAS 1, Presentation of Financial Statement. IFRS 18 aims to achieve comparability of the financial performance of similar entities and will impact the presentation of primary financial statements and notes, including the statement of earnings where companies will be required to present separate categories of income and expense for operating, investing and financing activities with prescribed subtotals for each new category. IFRS 18 will also require management-defined performance measures to be explained and included in a separate note within the consolidated financial statements.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The Company is currently assessing the impact of the new standard.

(s) Other accounting standards issued but not yet active:

The following new and amended accounting standards are not expected to have a significant impact on the Fund's financial statements.
- *Lack of Exchangeability* (amendments to IAS 21)
- *Classification and Measurement of Financial Instruments* (amendments to IFRS 9 and IFRS 7)

4. Critical accounting estimates and judgments:

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements.

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments about whether or not the business of the Fund is to manage its portfolio of investments and evaluate performance on a fair value basis and that the portfolio of investments is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The most significant judgments made include assessing and determining the appropriate business model that enables the decision that the Fund's investments are classified as FVTPL, per IFRS 9.

(Expressed in Canadian dollars)

5. Related party transactions:

(a) Management fees:

The Fund pays the Manager a weekly management fee for providing its services to the Fund. Redeemable units of the Fund are charged annual management fees equal to the following percentages of the Series NAV of the said series of the Fund, calculated and accrued on each Valuation Date and payable weekly (except at month-end):

Series E (ETF)	0.65%
Series F	0.65%
Series P	0.55%
Series N	0.30%

Effective October 22, 2025, Series E was issued with a management fee of 0.65%. Effective June 10, 2024, the management fees for Series F has lowered from an annual rate of 0.70% to 0.65% of series net assets. The management fees rate for Series N and P remains the same as at December 31, 2025. Management fees are subject to applicable taxes, including QST, GST or HST.

As of December 31, 2025, the Trustee owns units of the fund representing nil% (December 31, 2024 – 0.2%) of the units outstanding. As of December 31, 2025, 4,477 units (2024 – 4,477 units) of the Fund are owned by key management of the Manager.

Management fees for the year ended December 31, 2025, were $186,466 (2024 - $68,177), and $50,108 was payable as at December 31, 2025 (2024 - $33,721).

6. Redeemable units of the Fund:

An investment in the Fund is represented by units. The Fund is authorized to issue an unlimited number of series (each, a "Series"). The Fund is authorized to issue an unlimited number of units within each Series. The Fund may offer a new Series at any time. Holders of the units of a Series are unitholders (the "Unitholders"). The Trustee has the power to determine the terms and conditions of each Series. Each unit of a Series represents an undivided ownership interest in the assets attributable to that Series of units of the Fund.

All units of the same Series have equal rights and privileges. Each whole unit of a particular Series is entitled to one vote at meetings of Unitholders of the Fund where all Series vote together, or to one vote at meetings of Unitholders where that particular Series of Unitholders votes separately as a Series. The Trustee may, upon providing a Unitholder with 21 days' written notice, subdivide and consolidate units of the Series issued.

6. Redeemable units of the Fund (continued):

All units of the same Series are entitled to participate pro rata: (i) in any payments or distributions made by the Fund to the Unitholders of the same Series; and (ii) upon liquidation of the Fund, in any distributions to Unitholders of the same Series of net assets of the Fund remaining after satisfaction of outstanding liabilities of such Series.

All units are fully paid and non-assessable when issued. There are no pre-emptive rights attaching to units. Units are transferable on the register of the Fund only by a registered Unitholder or his or her legal representative, subject to compliance with securities laws and the Declaration of Trust. Fractional units carry the same rights and are subject to the same conditions as whole units (other than with respect to voting rights) in the proportion which they bear to a whole unit. On October 22, 2025, the Fund launched Series E, which is traded on the Toronto Stock Exchange under the ticker “TERP”. As of December 31, 2025 and 2024, Series E (2025 only), Series F and Series N have been issued. Series P was discontinued in 2022 and was subsequently made available for issue again on March 8, 2023. No Series P units are issued as of December 31, 2024 and 2023.

Units may be purchased on each Valuation Date by sending a purchase order to the recordkeeper before 4:00 pm ("cut-off time") and the net asset per unit applicable would be of that valuation date and if any purchase order is received on a Valuation Date after the cut-off time or any day that is not a Valuation Date then the net asset per unit of the following Valuation Date would be applicable.

A Unitholder may purchase Series E, Series F and Series N units of the Fund in U.S. dollars as well as Canadian dollars. The Canadian dollar net asset value for the Fund is converted to U.S. dollars at the prevailing exchange rate for a valuation day in order to determine the applicable U.S. dollar net asset value.

A Unitholder may redeem units at the applicable Series Net Asset Value per unit on the Valuation Date. A notice of redemption must be delivered to the recordkeeper by 4:00pm on the Valuation Date on which the Unitholder wishes to redeem units. Redemption requests received after that time will be effective for redemption following the next Valuation Date. The redemption proceeds less any short-term trading fee charges are typically paid to a Unitholder within two business days of the applicable Valuation Date.

Investors must keep at least $2,500 in their accounts ($500,000 in case of Series P units). If the account falls below $500 in case of Series F units, the Manager may notify the Unitholder and give them 30 days to make another investment. If the account stays below $2,500 ($500,000 in the case of Series P units) after the end of the 30-day notice period, the Manager may redeem all

(Expressed in Canadian dollars)

6. Redeemable units of the Fund (continued):

of the units in the account and send the proceeds to that Unitholder (switch the Series P units to Series F units in the case of Series P units).

If a Unitholder redeems or switches units within 30 days of purchase of units or switching, the Manager may charge and deduct from the redemption proceeds a short-term trading fee of up to 2% of the NAV of the units redeemed or switched on behalf of the Fund.

The unit activity during the years ended December 31, 2025 and 2024, is as follows:

	Redeemable units, beginning of year	Redeemable units issued	Redemptions of redeemable units	Reinvestments of units	Redeemable units, end of year
December 31, 2025					
Series E	–	340,000	–	–	340,000
Series F	1,358,425	469,365	(66,274)	38,971	1,800,487
Series N	1,155,005	498,431	(372,281)	30,250	1,311,405
December 31, 2024					
Series F	47,234	1,317,487	(18,539)	12,243	1,358,425
Series N	800,449	498,383	(166,106)	22,279	1,155,005

Distributions

For each taxation year, the Fund ensures that its income and net realized capital gains, if any, have been paid or made payable on or before December 31 to Unitholders to such an extent that the Fund will not be liable for ordinary income tax thereon. For Series F and Series N units, the Fund will distribute a stable monthly amount that can be reviewed and adjusted in the month of January by the Manager. In the initial year, the distribution was set at 3% of the initial NAV per unit payable monthly. Distributions will be reinvested in additional units of the Fund unless a written request for cash payment is received. There has not been a change to the distribution rate since the inception of the Fund.

Capital disclosure

The capital of the Fund is represented by issued and redeemable units. The units are entitled to distributions, if any, and to payment of a proportionate share based on the Fund's net assets attributable to holders of redeemable units per unit upon redemption. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units. The Fund

6. Redeemable units of the Fund (continued):

endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

7. Financial instruments:

(a) Management of financial instrument risks:

In the normal course of business, the Fund is exposed to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate risk, other price risk, geopolitical risk and currency risk). The value of investments within the Fund's portfolio can fluctuate on a daily basis as a result of changes in interest rates, economic and market conditions and company news related to specific securities within the Fund. The level of risk depends on the Fund's investment objective and the types of securities in which it invests.

(b) Credit risk:

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund.

All transactions executed by the Fund in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

Where the Fund invests in debt instruments and derivatives, this represents the main concentration of credit risk. The fair value of debt instruments and derivatives includes consideration of the creditworthiness of the issuer, and accordingly, represents the maximum credit risk exposure of the Fund. As at December 31, 2025 and 2024, the Fund did not have significant exposure to credit risk.

(c) Liquidity risk:

Liquidity risk is defined as the risk that the Fund may not be able to settle or meet its obligation on time or at a reasonable price.

The Fund's exposure to liquidity risk is concentrated in the periodic cash redemptions of units. The Fund primarily invests in securities that are traded in active markets and can be readily

7. Financial instruments (continued):

(c) Liquidity risk (continued):

disposed of. In addition, the Fund generally retains sufficient cash and cash equivalent positions to maintain liquidity. As at December 31, 2025 and 2024, other financial liabilities of the Fund such as accounts payable and accrued liabilities and management fees payable are due between one and three months.

(d) Interest rate risk:

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments.

Interest rate risk arises when the Fund invests in interest-bearing financial instruments. The Fund is exposed to the risk that the value of such financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. There is minimal sensitivity to interest rate fluctuations on any cash and cash equivalents invested at short-term market interest rates. As at December 31, 2025 and 2024, the Fund did not have significant exposure to interest rate risk.

(e) Other price risk:

Other price risk is the risk that the fair value or future cash flows of financial instruments will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

All investments represent a risk of loss of capital. The Manager aims to moderate this risk through careful selection and diversification of securities and other financial instruments in accordance with the Fund's investment objective and strategy. Possible losses from short positions can be unlimited. The Fund's overall market positions are monitored on a regular basis by the Manager.

Financial instruments held by the Fund are susceptible to market price risk arising from uncertainties about future prices of the instruments. As at December 31, 2025, a 10% movement in stock prices could result in a \$3,788,981 (2024 - \$2,841,437) change in net assets attributable to holders of redeemable units. In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

(Expressed in Canadian dollars)

7. Financial instruments (continued):

(f) Geopolitical risk:

Terrorism, war, military confrontations and related geopolitical events (and their aftermath) can lead to increased short-term market volatility and may have adverse long-term effects on the Canadian, U.S. and world economies and markets generally. Likewise, natural and environmental disasters, such as, for example, earthquakes, fires, floods, hurricanes, tsunamis and weather-related phenomena generally, as well as wide-spread disease and virus epidemics, can be highly disruptive to economies and markets into the medium term, adversely affecting individual companies, sectors, industries, markets, currencies, interest and inflation rates, credit ratings, investor sentiment and other factors impacting the value of the Fund's investments.

(g) Currency risk:

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

Currency risk arises from financial instruments that are denominated in a currency other than the Canadian dollar, which represents the functional currency of the Fund. The Fund may enter into foreign exchange forward contracts for hedging purposes to reduce its foreign currency exposure or to establish exposure to foreign currencies.

As at December 31, 2025 and 2024, the currency risk related to the Fund is shown below:

	Exposure			Impact if CAD strengthened or weakened by 5% in relation to other currencies		
Currency	**Monetary**	**Non-Monetary**	**Total**	**Monetary**	**Non-Monetary**	**Total**
December 31, 2025						
U.S. dollar	$ (21,742,764)	$ 40,787,495	$ 19,044,731	$ (1,087,138)	$ 2,039,375	$ 952,237
	$ (21,742,764)	$ 40,787,495	$ 19,044,731	$ (1,087,138)	$ 2,039,375	$ 952,237
% of Net Assets Attributable to Holders of Redeemable Units	(56.5)	106.0	49.5	(2.8)	5.3	2.5

(Expressed in Canadian dollars)

7. Financial instruments (continued):

(g) Currency risk (continued):

	Exposure			Impact if CAD strengthened or weakened by 5% in relation to other currencies		
Currency	**Monetary**	**Non-Monetary**	**Total**	**Monetary**	**Non-Monetary**	**Total**
December 31, 2024						
U.S. Dollar	$ (14,025,824)	$ 28,414,366	$ 14,388,543	$ (701,291)	$ 1,420,718	$ 719,427
	$ (14,025,824)	$ 28,414,366	$ 14,388,543	$ (701,291)	$ 1,420,718	$ 719,427
% of Net Assets Attributable to Holders of Redeemable Units	(48.8)	98.9	50.1	(2.4)	4.9	2.5

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

(h) Concentration risk:

Concentration risk arises because of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type.

The following table is a summary of the Fund's concentration risk as a percentage of the Fund's net assets at December 31, 2025:

(Expressed in Canadian dollars)

7. Financial instruments (continued):

(h) Concentration risk (continued):

			Percentage of net assets attributable to holders of redeemable units
			December 31, 2025
Longs			
	Asset Type	**Underlying Exposure**	
	Investment Funds	Market index - S&P 500	41.08%
	Investment Funds	Market Index - NASDAQ	14.25%
	Investment Funds	Sector-specific index - Consumer Staples	39.66%
	Investment Funds	Gold bullion	6.20%
	Investment Funds	VIX Futures	1.84%
	Investment Funds	US treasury bonds	3.01%
			106.04%
Shorts			
	Investment Funds	Sector-specific index - Consumer Discretionary	-7.53%
			98.51%
	Unrealized gain, foreign exchange forward contracts		0.38%
	Other assets and liabilities		1.11%
			100.00%

(Expressed in Canadian dollars)

7. Financial instruments (continued):

(h) Concentration risk (continued):

The following table is a summary of the Fund's concentration risk as a percentage of the Fund's net assets at December 31, 2024:

			Percentage of net assets attributable to holders of redeemable units
			December 31, 2024
Longs			
	Asset Type	**Underlying Exposure**	
	Investment Funds	Market index - S&P 500	40.10%
	Investment Funds	Market Index - NASDAQ	13.68%
	Investment Funds	Sector-specific index - Consumer Staples	39.37%
	Investment Funds	Gold bullion	3.69%
	Investment Funds	VIX Futures	2.02%
			98.86%
	Unrealized loss, foreign exchange forward contracts		-0.08%
	Other assets and liabilities		1.22%
			100.00%

(i) Leverage risk:

When the Fund makes investments in derivatives, borrows cash for investment purposes, or uses physical short sales on equities, fixed income securities or other portfolio assets, leverage may be introduced into the Fund. Leverage occurs when the Fund's aggregate gross exposure to underlying assets is greater than the amount invested. Leverage may increase volatility, may impair the Fund's liquidity and may cause the Fund to liquidate positions at unfavorable times.

As prescribed by NI 81-102, the aggregate gross exposure of the Fund, to be calculated as the sum of the following, must not exceed three times the Fund's net asset value: (i) the amount of cash borrowed for investment purposes; (ii) the aggregate market value of physical short sales on equities, fixed income securities or other portfolio assets; and (iii) the aggregate notional value of the Fund's specified derivatives positions excluding any specified derivatives used for hedging purposes.

7. Financial instruments (continued):

(i) Leverage risk (continued):

The Fund has entered into a margin agreement with the prime broker in which cash is borrowed against collateral in the Fund's account. All cash borrowing is repayable on demand and interest is calculated based on the custodian's prime rate plus 1%. As of December 31, 2025, the total cash borrowed was $0 representing 0% of the Fund's net assets (December 31, 2024 - $0 and 0%).

During the year ended December 31, 2025, the Fund's lowest and highest aggregate gross exposure was 0% (2024 - 0%) and 33.7% (2024 – 40.9%) of the Fund's NAV respectively. During 2025, the primary sources of leverage were cash borrowings and short sales of equities. The low and high end of the range are as a result of our investing activities, and timing of subscriptions and/or redemptions. The Fund's strategy is outlined in the Fund’s simplified prospectus.

The Manager monitors, on a daily basis, that the Fund's aggregate gross exposure is less than three times the Fund's net asset value.

(j) Fair values of financial instruments:

Investments measured at fair value are classified into one of three fair value hierarchy levels, based on the lowest level input that is significant to the fair value measurement in its entirety. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The three fair value hierarchy levels are as follows:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

(Expressed in Canadian dollars)

7. Financial instruments (continued):

(j) Fair values of financial instruments (continued):

The following table summarizes the levels within the fair value hierarchy in which the fair value measurements of the Fund's investments fall as of December 31, 2025:

	Level 1	Level 2	Level 3	Total
Assets				
Investment funds	$ 40,787,495	$ –	$ –	$ 40,787,495
Forward contracts	–	148,242	–	148,242
	$ 40,787,495	$ 148,242	$ –	$ 40,935,737
Liabilities				
Investment funds	$ 2,897,685	$ –	$ –	$ 2,897,685
	$ 2,897,685	$ –	$ –	$ 2,897,685

There were no transfers between levels during the year ended December 31, 2025.

The following table summarizes the levels within the fair value hierarchy in which the fair value measurements of the Fund's investments fall as of December 31, 2024:

	Level 1	Level 2	Level 3	Total
Assets				
Investment funds	$ 28,414,366	$ –	$ –	$ 28,414,366
	$ 28,414,366	$ –	$ –	$ 28,414,366
Liabilities				
Forward contracts	$ –	$ 22,887	$ –	$ 22,887
	$ –	$ 22,887	$ –	$ 22,887

There were no transfers between levels during the year ended December 31, 2024.

8. Expenses:

The Fund pays all of its operating expenses including, without limitation, expenses relating to registrar and transfer agency fees, accounting, audit and legal fees, bank and interest charges, insurance, safekeeping and custodial fees, operating and administrative costs, fees and expenses, costs of financial reports to investors, costs relating to investor meetings, costs of the prospectus relating to the sale of units of the Fund, costs of the independent review committee, regulatory filing and other fees and brokerage commissions and other portfolio transaction costs. The Fund is generally required to pay HST (and other applicable taxes, if any) at the applicable rate on most expenses that it pays.

8. Expenses (continued):

Each Series is responsible for the operating expenses that relate to that particular Series and for its proportionate share of the operating expenses that are applicable to all the Series of the applicable Fund. These specific expenses, unique to each Series, are payable from the assets attributed to that Series of the Fund. If the Fund cannot pay the expenses of one series using that series' share of assets, the Fund will have to pay the additional expenses out of other series' share of assets.

The members of the independent review committee may from time to time pay for reasonable expenses incurred in the performance of their duties and be reimbursed for such expenses by the Fund. These expenses may include insurance premiums, travel expenses and reasonable out-of-pocket expenses.

For the year ended December 31, 2025, the expenses reimbursed by the Manager were $291,721 (2024 - $81,414), of which $59,192 (2024 - $28,984) was receivable as of December 31, 2025.

For the year ended December 31, 2025, fees paid or payable to Goodman & Associates LLP for the audit of the financial statements of the Fund were $22,600 (2024 – paid to KPMG LLP $47,335). Fees for other services were $nil (2024 - $nil).

(Expressed in Canadian dollars)

9. Increase in net assets attributable to holders of redeemable units per unit:

The increase in net assets attributable to holders of redeemable units per unit for the years ended December 31, 2025 and 2024, is calculated as follows:

	Increase (decrease) in net assets attributable to holders of redeemable units per series	Weighted average of redeemable units outstanding during the year	Increase (decrease) in net assets attributable to holders of redeemable units per unit
December 31, 2025			
Series E	$ (50,941)	242,373	$ (0.21)
Series F	287,317	1,708,499	0.18
Series N	327,403	1,279,243	0.25
December 31, 2024			
Series F	$ 194,365	423,687	$ 0.46
Series N	1,342,352	909,067	1.48

10. Income taxes:

The Fund qualifies as a Mutual Fund trust under the provisions of the Income Tax Act (Canada), and accordingly, is not subject to tax on its net taxable income, including net realized capital gains, that is paid or payable to its Unitholders as at the end of the taxation year. However, such part of the Fund's net income and net realized capital gains as is not so paid or payable is subject to income tax. It is the intention of the Fund to distribute all of its income and sufficient net realized capital gains so that the Fund will not be subject to income tax under Part I of the Income Tax Act (Canada). As a result, the Fund does not record income taxes.

The Fund is subject to withholding taxes on foreign income at the applicable foreign tax rates on investment income and capital gains. Income that is subject to withholding taxes is recorded gross of withholding taxes, and the related withholding taxes are shown as a separate expense in the statement of comprehensive income.

Non-capital losses are available to be carried forward for twenty years and applied against future taxable income. Capital losses for income tax purposes may be carried forward indefinitely and applied against future capital gains and regular income.

As at December 31, 2025, the Fund had $1,866,882 (2024 - $1,151,193) non-capital losses and $nil (2024 - $nil) capital losses carrying forward.

11. Investment in unconsolidated structured entities:

The Fund does not consolidate investments in exchange-traded funds because the Fund does not have an ability to influence the activities of these funds or the returns it receives from investing in these funds.

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. The Manager of the Fund has determined that its investments made into other investment funds are considered to be unconsolidated structured entities. Please refer to the Schedule of Investment Portfolio for investments in structured entities.

During the applicable years ended December 31, 2025 and 2024, the Funds did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support.

12. Comparative figures:

The comparative figures in these financial statements have been reclassified, where necessary, to conform to the current year's presentation. The financial statements for the year ended December 31, 2024, were audited by another auditor who expressed an unmodified opinion on those statements on February 18, 2025.