

YTM Capital Credit Opportunities Fund



Strategy

Long / short hedge fund delivering Canadian investment grade credit exposure



Target

Long-term net returns of 6% - 8% with low volatility



Portfolio

Short maturity investment grade credit with neutralized interest rate risk

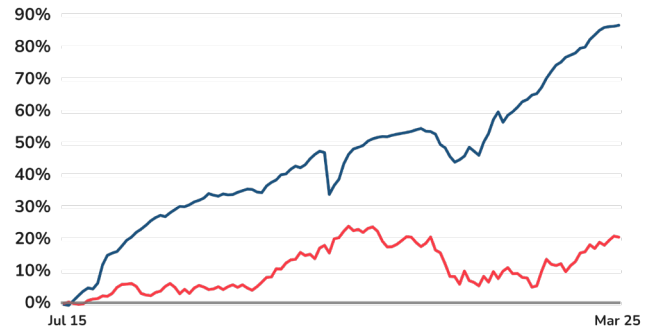


Uncorrelated

Compelling fixed-income alternative

Net Performance

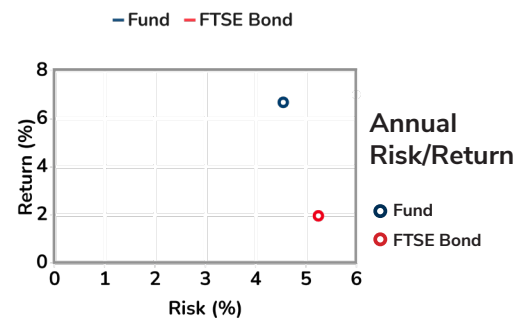
	1 month	1 year	3 year	5 year	S.I.
Fund	0.17%	6.58%	7.94%	6.87%	6.62%
FTSE Bond	-0.28%	7.38%	2.41%	0.83%	1.96%



Risk

LOW	MEDIUM	HIGH
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CR01 as a percent of NAV	0.035%	Months Positive	78%
Average Weighted Maturity	1.5 years	Best Month	5.33%
Modified Duration	0.28	Worst Month	-8.89%
Annualized Standard Deviation	4.6%	Maximum Drawdown	-9.18%
Sharpe Ratio	1.08	Upside Capture - FTSE Bond	58
Correlation to FTSE Bond	0.23	Downside Capture - FTSE Bond	-28



Portfolio Manager Commentary

Daniel Child CA, CPA, CFA

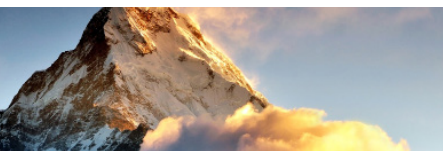
Edward Winiarz CFA

March was marked by a cautious shift in investor sentiment amid economic uncertainty. The sell-off in risk assets was not triggered by a single event but by a combination of factors, including underperforming economic reports, a cooling U.S. economy, and high policy uncertainty. The services sector contracted, and consumer confidence deteriorated, signaling slowing consumer demand. In Washington, renewed tariff threats and potential spending cuts added to market concerns. Despite the recent volatility, the U.S. economy entered 2025 with momentum, supported by strong consumer demand. However, uncertainties around immigration, tariffs, deregulation, and taxes blur the economic outlook. While deregulation and tax cuts could provide positive momentum, immigration restrictions and tariffs threaten the economy. The current business cycle expansion, now at 58 months, appears to have further to run, but the mix of policies debated during March and implemented at the start of April significantly impact future growth.

Against this backdrop, Canadian IG was 5 bps wider, outperforming US IG, which widened by 7 bps. Autos were the clear underperformer in March, widening by +15 bps, followed by NVCC and REITs each widening by +12 bps. On the other end of the spectrum, Telcos have recently gained favor among investors due to various leverage-improving measures, such as bond tenders, hybrid issuances, and asset monetization initiatives. Telcos tightened by -2 bps month-over-month, led by BCE and TELUS, with the long end outperforming (-8 bps), heavily influenced by BCE's repurchase of \$1.13 billion in long bonds and expectations of future LME debt management in the sector.

Gross issuance during the month amounted to \$11.7 billion, with nearly half concentrated in the 5-7 year bucket and 64% coming from the BBB category. Banks were the most represented at 27% of the total, followed by Utilities at 21%. The monthly volume fell 14% short of the 10-year average for March, and April typically sees \$8.6 billion in issuance. This brings the total year-to-date supply to roughly in line with the year-ago. Fund flows remain strong.

We continue to prioritize liquidity and quality over chasing beta compression. Overall credit risk continues to hover around our multi-year lows and while giving up spread carry is never ideal, we believe exercising caution and selectivity while waiting for more attractive opportunities will ultimately prove beneficial to long term, risk adjusted returns.



Portfolio Managers



Seasoned

More than 41 combined years of portfolio management and fixed-income experience



Accomplished

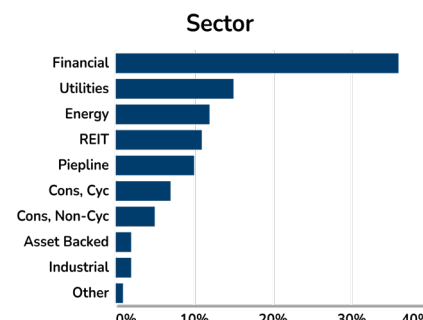
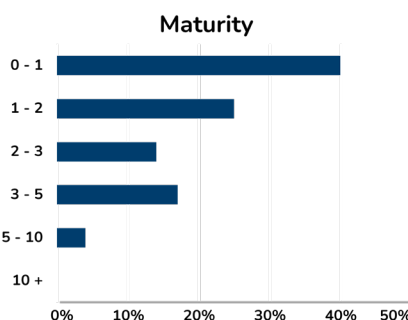
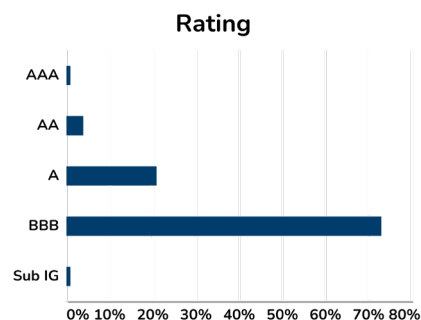
Head Corporate Trader and Director at major Canadian dealers responsible for billions of at-risk capital



Conservative

Focused on downside protection, putting capital preservation first while delivering strong risk-adjusted returns

Portfolio



Monthly Net Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2025	0.13	0.06	0.17										0.36
2024	1.25	1.15	0.52	0.89	0.37	0.38	0.83	0.19	1.31	0.79	0.80	0.49	9.34
2023	2.84	1.55	-2.03	1.41	0.67	0.89	1.07	0.41	0.85	0.28	1.19	1.68	11.28
2022	-0.54	-2.09	-0.68	-1.83	-1.22	0.52	0.78	1.91	-0.85	-0.85	2.80	1.79	-0.40
2021	0.30	0.18	-0.05	0.29	0.22	0.18	0.18	0.20	0.34	0.27	-0.55	-0.09	1.48
2020	0.69	-0.29	-8.89	2.07	1.43	3.47	2.08	1.14	0.36	0.38	0.92	0.47	3.33
2019	1.55	0.82	0.55	1.18	0.17	1.04	0.69	-0.36	0.66	0.42	0.87	0.95	8.86
2018	1.06	-0.37	-0.23	0.53	-0.16	0.07	0.47	0.38	0.39	-0.09	-0.58	-0.16	1.32
2017	1.14	0.84	0.52	-0.28	0.94	0.77	0.74	-0.09	0.44	0.73	0.41	0.46	6.82
2016	-0.30	1.74	5.33	2.66	0.64	0.38	1.50	1.54	0.84	1.25	0.79	0.94	18.62
2015							-0.43	-0.13	1.52	1.44	1.41	0.96	4.84

Fund Details

Transactions	Monthly	Distributions	Monthly (4%/yr target; TA,TF) Quarterly (A,F)
Redemptions	30 days notice	Reg Plans	Yes
Management fee	2.00% (A, TA) 1.50% (F, TF)	Fundserv	YTM500 (A) YTM530 (TA) YTM510 (F) YTM540 (TF)
Performance fee	15%, Highwater Mark		

YTM Capital

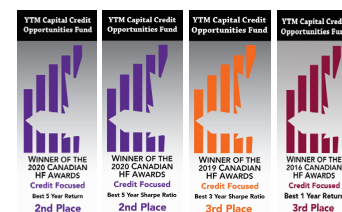
YTM is a credit fund manager established in 2010, based in Oakville, Ontario that focuses on providing better fixed income solutions.

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As of MARCH 31, 2025. FTSE Bond = FTSE Canada Universe Bond Index. CR01 measures the impact on a Fund's value of a 1 basis point change in credit spreads. Sharpe Ratio is calculated using a 3 month GOC T-Bill as the risk free rate. Drawdown represents the loss for the Fund from peak to trough. In risk/return chart, risk is represented by standard deviation since inception ("SI" = July 1, 2015) and returns are SI. The Canadian Hedge Fund Awards are administered by Alternative IQ. The awards are based on a quantitative measure of a fund's performance in the Credit Focused category. Of the 33 funds considered, the Fund had the 3rd highest return for the year ending June 30, 2016. Of the 27 funds considered, the Fund had the 3rd highest Sharpe ratio for the 3 years ending June 30, 2019. Of the 18 funds considered, the Fund had the 2nd highest Sharpe ratio and 2nd highest return for the 5 years ending June 30, 2020. This document is for information only and is not intended to solicit orders for the Fund. Investors should read the Offering Memorandum (OM), including the risk section before investing. You can obtain the OM from YTM Capital Asset Management Ltd. Fund data will change and past performance may not be repeated. There is no guarantee the Fund will provide returns similar to its target. Performance is net of fees and expenses, is for Class F, Initial Series, distributions reinvested, and the SI figure is annualized. Rating and maturity information exclude cash and GOC securities. YTM rates unrated securities by using third party data and judgment. Maturity and CR01 are calculated using the expected maturity date for securities with call features. www.ytmcapital.com

