

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

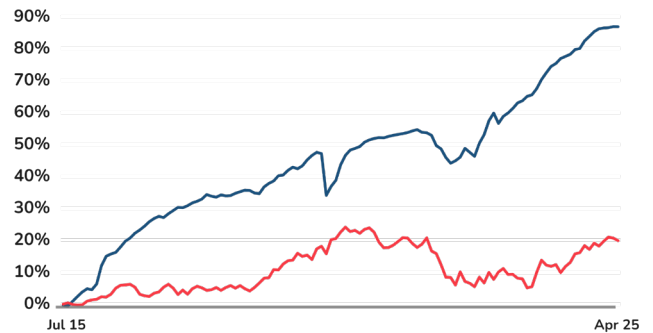


Uncorrelated

Compelling fixed-income alternative

Net Performance

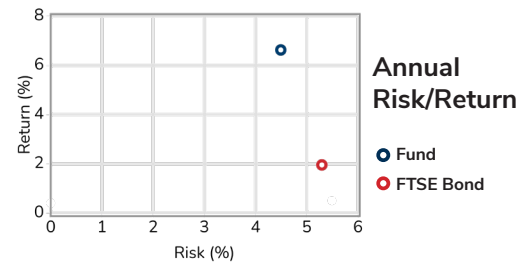
	1 month	1 year	3 year	5 year	S.I.
Fund	-0.01%	5.63%	8.60%	6.43%	6.62%
FTSE Bond	-0.65%	9.14%	3.41%	-0.04%	1.88%



Risk

LOW	MEDIUM	HIGH
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CR01 as a percent of NAV	0.046%	Months Positive	78%
Average Weighted Maturity	1.7 years	Best Month	5.33%
Modified Duration	0.26	Worst Month	-8.89%
Annualized Standard Deviation	4.5%	Maximum Drawdown	-9.18%
Sharpe Ratio	1.07	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

Canadian IG credit finished April 2 bps wider, a deceptively calm headline that belies one of the most volatile months in recent memory. Turbulence erupted after the Trump administration's "Liberation Day" tariff announcement, propelling risk assets sharply lower. Within a single five-day span VIX jumped to heights last associated with COVID and the GFC, West Texas crude briefly slid into the mid-US\$55 range, gold set fresh record highs, and the 10-year U.S. Treasury yield ricocheted between 3.86% and 4.59%. Canadian IG spreads were swept along, trading in an 11 bps range during the first week before markets steadied following a 90-day U.S. tariff reprieve and several product exemptions.

Primary issuance all but dried up with only C\$2.9 billion during the month. This is a record-low April since our data series began in 2008 - leaving year-to-date volume around C\$39 billion, 14% behind the same period last year. Equities were equally unsettled: the S&P 500 fell almost 13% before rebounding. Fund flows chased the equity rebound, producing the first monthly outflow from CAD credit funds in 62 weeks, although Canadian IG fixed income funds still managed net inflows.

The Bank of Canada kept its policy rate unchanged at 2.75%, a close decision reflecting uncertainty over how tariffs will filter through the economy. After a weaker-than-expected GDP print of - 0.2% m/m, strategists now anticipate three consecutive 25 bps cuts. Political risk also rose as the federal election produced another Liberal minority government together with a C\$129 billion, four-year spending program to be fleshed out in a late-spring budget.

Earnings season has begun to reveal sector-specific tariff damage. Auto and rail-transport companies, having pre-announced guidance cuts, have held up reasonably well, whereas margin pressure is likely to emerge in consumer-retail, and energy producers could face weaker results if commodity prices continue to erode through May. With only partial tariff relief in place, the second quarter should give a clearer view of where economic stress is building.

We entered April with very low risk approximately 50% of long-term average levels, and began cautiously adding some back at wider levels once it became clear the extreme left tail of Trump's policy proposals was off the table. While risk is about 40% higher than our month-end lows, the fact we are still below long-term average levels reflects our view of this slowing growth environment with heightened uncertainty.



Portfolio Managers



Seasoned

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



Accomplished

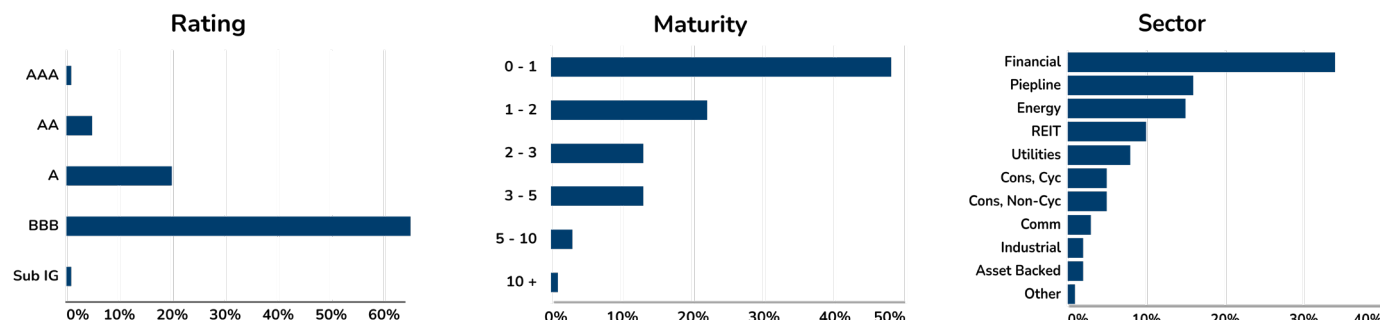
Head Corporate Trader and Director at major Canadian dealers responsible for billions of at-risk capital



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	-0.01									0.34
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.

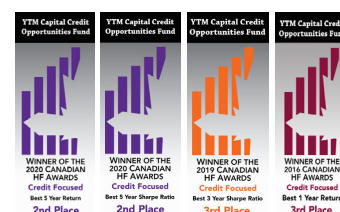
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As of APRIL 30, 2025. FTSE Bond = FTSE Canada Universe Bond Index. CR01 measures the impact on a Fund's value of a 1 basis point change in credit spreads. Sharpe Ratio is calculated using a 3 month GOC T-Bill as the risk free rate. Drawdown represents 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