FUND FACTS

Algonquin Fixed Income 2.0 Fund – Series A

September 29, 2025

This document contains key information you should know about Series A Units of the Algonquin Fixed Income 2.0 Fund (the "**Fund**"). You can find more detailed information in the Fund's simplified prospectus. Ask your representative for a copy, contact Algonquin Capital Corporation ("**Algonquin**") at 1-833-306-8404 or by email at info@algonquincap.com, or visit www.algonquincap.com.

Before you invest in any fund, consider how the fund would work with your other investments and your tolerance for risk.

This Fund is an alternative mutual fund. It invests in asset classes and/or uses investment strategies that are not permitted for conventional mutual funds. The specific strategies that differentiate this Fund from conventional mutual funds include increased use of derivatives for hedging and non-hedging purposes; increased ability to sell securities short; and the ability to borrow cash to use for investment purposes. While these strategies will be used in accordance with the Fund's investment objective and strategies, during certain market conditions they may accelerate the pace at which your investment decreases in value.

Quick Facts			
Fund code:	AGQ303	**Fund Manager:**	Algonquin Capital Corporation
Date Series started:	December 9, 2019	**Portfolio Manager:**	Algonquin Capital Corporation
Total value of the Fund on September 2, 2025:	$582,456,799	**Distributions:**	The Fund distributes any net income on or about each calendar quarter end (March, June, September and December) and any net capital gains annually in December. All distributions paid will be automatically reinvested in additional Series A Units.
Management expense ratio (MER):	1.74%	**Minimum investment:**	$1,000 initial $100 additional

What does the fund invest in?

The investment objective of the Fund is to generate positive total returns over the long term and to preserve capital. The Fund will primarily invest in debt and income producing instruments of governments, corporations and financial institutions in the developed world as well as derivative contracts for investment or hedging purposes.

The Fund will invest primarily in fixed income securities and will focus on corporate and government debt. The Fund may also invest in convertible debt securities, fixed income securities of government agencies or of supranational agencies, floating rate securities, trusts, corporate bonds and loans, exchange traded funds, limited partnerships, and preferred shares. The Fund may hold a portion of its net assets in securities of other investment funds, including ETFs, in accordance with its investment objectives. The types of underlying funds held by the Fund will be selected with consideration for the underlying fund's investment objectives and strategies, past performance and operational efficiencies.

The Fund has received an exemption that allows it to short sell up to 300% of the Fund's net asset value in "government securities". The maximum aggregate exposure to all sources of leverage (i.e., cash borrowing, short selling and derivatives) is 300% of the Fund's net asset value.

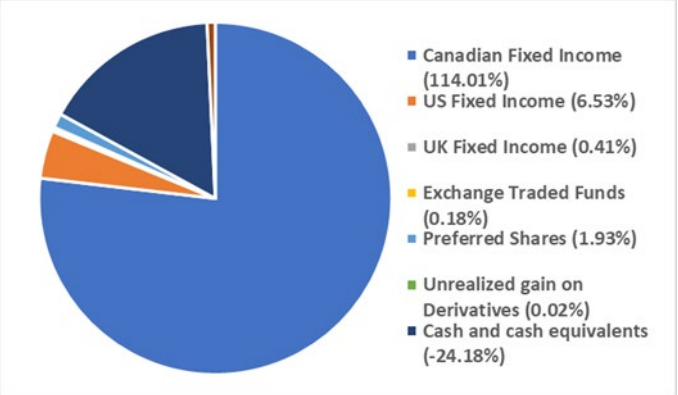
The charts below give a snapshot of the Fund's investments on September 2, 2025. The Fund's investments will change.

Top 10 investments (September 2, 2025)

Videotron Ltd 4.50% 15JAN2030	5.29%
National Bank of Canada 4.982% 18MAR2027	3.81%
Enbridge Inc. CP 06OCT2025	3.42%
Bruce Power LP 3.969% 23JUN2026	3.24%
Canadian Government Bond 3.50% 01SEP2029	- 9.38%
Canadian Government Bond 1.25% 01MAR2027	-8.30%
Canadian Government Bond 2.75% 01SEP2027	-7.34%
Canadian Government Bond 1.25% 01JUN2030	-5.24%
Canadian Government Bond 2.75% 01MAR2030	-4.35%
Canadian Government Bond 4% 01MAR2029	-2.93%

Total Percentage of Top 10 Investments: **-21.76%**
Total Number of Investments: **254**

Investment mix (September 2, 2025)



How risky is it?

The value of the Fund can go down as well as up. You could lose money.

One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility".

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

Risk Rating

Algonquin has rated the volatility of this Fund as low to medium.

Because this is a new fund, the risk rating is only an estimate by Algonquin. Generally, the rating is based on how much the Fund's returns have changed from year to year. It doesn't tell you how volatile the Fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.

For more information about the risk rating and specific risks that can affect the Fund's returns, see *What are the Risks of Investing in the Fund* section of the Fund's simplified prospectus.

No guarantees

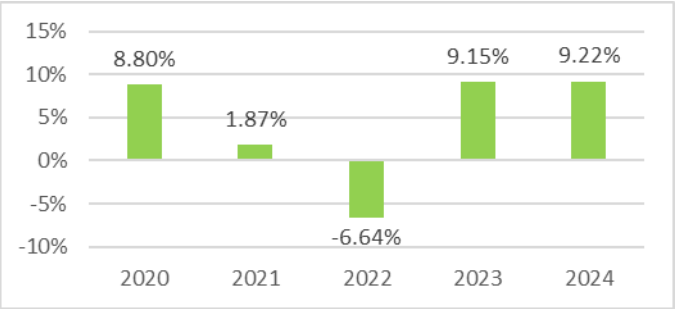
Like most mutual funds, this Fund doesn't have any guarantees. You may not get back the money you invest.

How has the Fund performed?

This section tells you how Series A Units of the Fund have performed since its inception. Returns are after expenses have been deducted. These expenses reduce the Fund's returns.

Year-by-year returns

This chart shows how the Series A Units of the Fund have performed over the past five calendar years. The range of returns and change from year to year can help you assess how risky the Fund has been in the past. It does not tell you how the Fund will perform in the future.



Best and worst 3-month returns

This table shows the best and worst returns for Series A Units of the Fund in a 3-month period over the past five calendar years. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invested $1,000 at the beginning of the period
Best Return	7.16%	December 31, 2023	Your investment would rise to $1,071.61.
Worst Return	-4.84%	March 31, 2022	Your investment would drop to $951.65.

Average returns

A person who invested $1,000 in Series A Units of the Fund since its inception now has $1,276.51. This works out to an annual compound return of 4.26%.

Who is this Fund for?

Investors who:

- want to gain exposure to a diversified portfolio of primarily investment grade fixed-income investments;
- want to gain exposure to alternative investment strategies to diversify the fixed income portion of their investment portfolio;
- plan to invest for the medium term or longer; and
- are comfortable with a low to medium risk level.

A word about tax

In general, you'll have to pay income tax on any money you make on a fund. How much you pay depends on the tax laws where you live and whether or not you hold the Fund in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your fund outside a registered plan, fund distributions are included in your income for tax purposes, whether you get them in cash or have them reinvested. If you hold your fund inside a registered plan, you will include fund distributions and other amounts you withdraw from your registered plan in your income for tax purposes. Different rules apply for Tax-Free Savings Accounts.

How much does it cost?

The following table shows the fees and expenses you could pay to buy, own and sell Series A Units of the Fund.

The fees and expenses – including any commissions – can vary among series of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

Sales charges

You may have to pay a sales charge when you buy Series A Units of the Fund.

Sales Charge	What you pay		How it works
	In percent (%)	in dollars ($)	
Initial sales change	0 – 5% of the amount you buy	$0 – $50 for every $1,000 you buy	• You and your representative decide on the rate. • The initial sales charge is deducted from the amount you buy. • It goes to your representative's firm as a commission.

Fund expenses

You don't pay these expenses directly. They affect you because they reduce the Fund's returns.

The Fund's expenses are made up of the management fee, operating expenses and trading costs. The Fund's Series A annual management fee is 1.45% of the net asset value of the Series A Units.

As of June 30, 2025, the Fund's expenses were 2.06% of its value. This equals $20.60 for every $1,000 invested.

Annual Rate (as a % of the Fund's Value)	
Management expense ratio (MER) This is the total of the Series A Units' management fee and Series A Units' share of the Fund's operating expenses. Algonquin waived some of the Fund's expenses. If it had not done so, the MER would have been higher.	1.74%
Trading expense ratio (TER) These are the Fund's trading costs.	0.32%
Fund expenses This is the aggregate of the MER and TER	2.06%

More about the trailing commission

The trailing commission is an ongoing commission. It is paid for as long as you own the Fund. It is for the services and advice that your representative and their firm provide to you.

Algonquin pays the trailing commission to your representative's firm. The trailing commission is paid on a quarterly basis and is based on the value of your investment. In respect of Series A Units of the Fund, the trailing commission payable is up to 0.50% of the value of your investment each year, which equals up to $5.00 each year on every $1,000 invested.

Other fees

You may have to pay other fees when you buy, hold, sell or redesignate Series A Units of the Fund.

Fee	What you pay
Short-Term Trading Fee	2% of the value of Series A Units you sell within 30 days of buying them. This fee goes to the Fund.
Redesignation Fee	Up to 2% of the value of the Serie A Units you redesignate. This fee goes to your representative.

What if I change my mind?

Under securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual funds within two (2) business days after you receive a simplified prospectus or Fund Facts document, or
- cancel your purchase order within forty-eight (48) hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, Fund Facts document or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

For more information

Contact Algonquin or your representative for a copy of the Fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the Fund's legal documents.

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To learn more about investing in mutual funds, see the brochure **Understanding mutual funds**, which is available on the website of the Canadian Securities Administrators at www.securities-administrators.ca.