

Algonquin Debt Strategies Fund

The Algonquin Debt Strategies Fund is based on a simple, age-old idea: ‘robbing banks’. In that, we have taken the strategies we executed for decades in the banks to create a product for Canadian investors.

The fund is designed for people that want more from their fixed income without having to sacrifice quality or transparency. Our focus is investment grade bonds, where we hedge the interest rate risk and isolate the credit component.

We believe that the credit spreads of strong, large-cap companies offer attractive yields and return potential with the security of high-quality, liquid, and understandable exposures.

For corporate accounts, the combination of our unique structure and strategies also generates tax-efficient business income.

Our fund.

1. **Yield without duration through high-quality credit.**
Isolate and lever the credit exposure in corporate bonds. Thus, earning attractive yields without the interest rate risk.
2. **Active credit selection.**
Target performance and relative value in specific issuers and sectors.
3. **Institutional trading strategies.**
Leverage our market experience, insights, and relationships to capitalize on inefficiencies within bond markets.

Our objectives.

- Target absolute returns of 6 - 9%.
- Emphasis on capital preservation.
- Diversification from traditional investments.

Management Team



Brian D'Costa CFA MBA
Founding Partner.
President.



Greg Jeffs CFA
Founding Partner.
Chief Investment Officer.



Raj Tandon MA
Founding Partner.
Business Development.



Alexander Schwiersch CFA
Partner.
Portfolio Manager.



Algonquin Debt Strategies Fund All data as at October 31, 2022



Returns

| | 1 mo | 3 mo | 6 mo | YTD | 1 yr | 3 yr | 5 yr | S.I. |
|---------|--------|--------|--------|--------|--------|-------|-------|-------|
| X Class | -0.35% | -0.09% | -0.66% | -4.76% | -5.16% | 1.46% | 2.59% | 7.42% |
| F Class | -0.40% | -0.23% | -0.94% | -5.21% | -5.66% | 0.77% | 1.87% | n/a |

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|--|--------|--------|-------|--------|-------|-------|-------|
| | 15.86% | 23.15% | 8.46% | -0.13% | 9.99% | 4.44% | 2.99% |

| Positive Months | Volatility | Max Drawdown | Sharpe Ratio | Sortino Ratio |
|-----------------|------------|--------------|--------------|---------------|
| 76.3% | 7.5% | -16.3% | 0.9 | 1.2 |

Portfolio Metrics

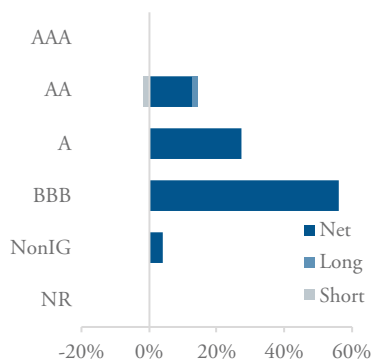
| CR01 | Average Weighted Maturity | Interest Rate Duration | Net Credit Leverage (5yr) | Total Long Exposure |
|---------|---------------------------|------------------------|---------------------------|---------------------|
| 9.10bps | 2.17yrs | 0.85yrs | 1.82x | 4.48x |

Fund Details

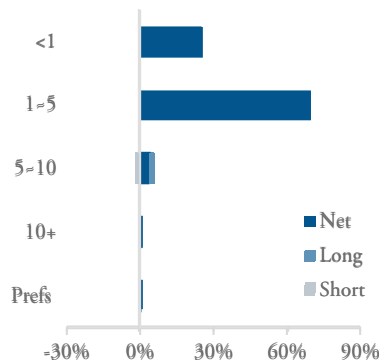
| | |
|---------------------|-----------------------------|
| Fund AUM | \$312 million |
| Firm AUM | \$407 million |
| Fundserv (Trust) | CAD: AGQ200 USD: AGQ200U |
| Fundserv (LP) | CAD: AGQ100 USD: AGQ100U |
| Management fee | 1.5% |
| Performance fee | 15% (high watermark) |
| Liquidity | Monthly (25 days notice) |
| RSP eligible | Yes |
| Prime brokers | TD, CIBC, BMO |
| Cleared derivatives | Goldman Sachs, RBC |
| Inception date | Feb 2, 2015 |

Has there been a significant change in connection with the Fund in October 2022? No.

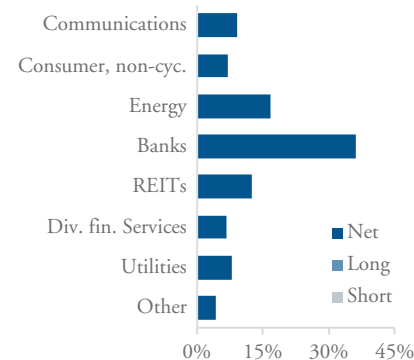
Ratings



Term



Sector



*For the purposes of this notice, a *Significant Change* is any change in the business, operations, or affairs of the Fund that is likely to affect a reasonable investor's decision to purchase or continue to hold units of the Fund.

Monthly returns are shown in Canadian dollars, net of all fees and expenses. Class X is closed to new investors. Past performance is not indicative of future results. There can be no assurance that the results achieved for past investments will be achieved by the fund in the future. The Sharpe and Sortino ratios are calculated using the Bank of Canada Target Overnight Rate and 0% respectively. Please note the Fund does not have performance benchmarks and statistics are for correlations and comparative purposes only. All indices are total return and S&P data is reported in United States dollars. CR01 represents the estimated impact on the Net Asset Value expressed in basis points for a one basis point change in credit spreads across all credit positions. Total Exposure/Leverage is calculated as the total market value of all positions that are not hedges divided by the Net Asset Value. Net Credit Leverage is calculated by converting the credit exposure into a 5y duration equivalent notional which is then divided by the Net Asset Value. For a more detailed explanation, visit <https://www.algonquincap.com/funds/fund-performance-and-metrics/>