

EQUITY MANAGEMENT

- Value bias
- Quality focus (strong Balance Sheet / full cycle profitability)
- Disciplined bottom up research process
- Management interviews
- Low turnover
- High conviction portfolios
- Minimum 7 industry sectors
- F Series 1.0% MER

SMALL CAP CANADIAN EQUITIES

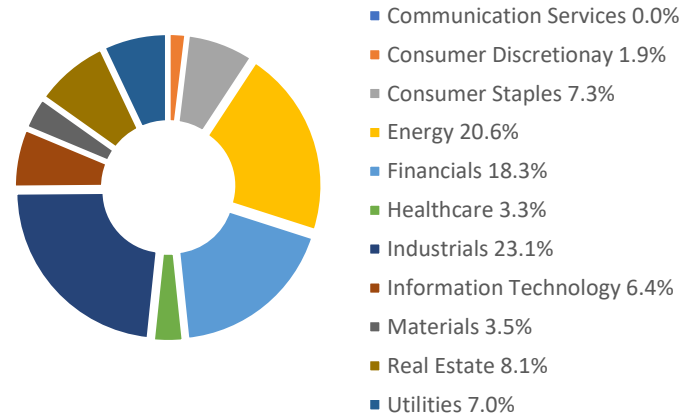
- 20 - 40 small cap Canadian stocks
- Average market cap at time of purchase <\$2bn, dividend yield >1%

Fund Code: BMI105	Min Investment: \$1,000 initial, \$200 subsequent	Fund Size: \$97.3M	CUSIP: 993565548
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Barrantagh Investment Management Inc. is a bottom-up, value driven investment manager with over 20 years history of offering investment services to both high net worth and institutional clients. Our investment philosophy is based on three key values. When we look for investment ideas we start with superior businesses with clear competitive advantages and the ability to sustain their profitability throughout the full cycle. Once identified, we look to interview management and ensure they are quality people with goals and targets that align with shareholders. This includes a proven track record of conservative and clear business strategy. The final tenet is our buy and sell discipline around attractive prices, based our independent valuation. We use our own cash flow analysis to establish both buy and sell targets in order to build our high conviction and focused portfolios.

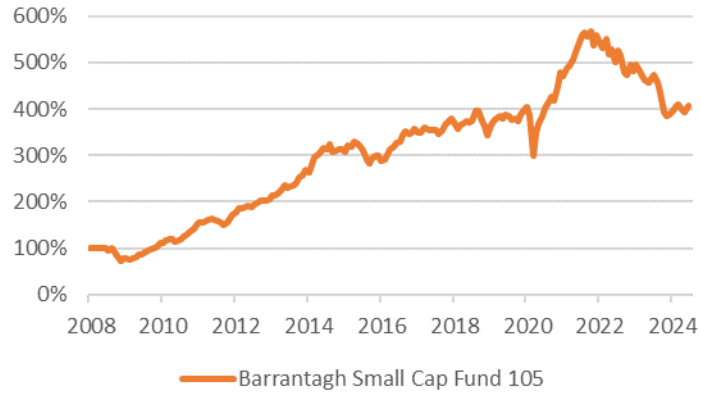
Current Portfolio – Equity Sectors

Portfolio Date : Jun 30, 2024



Investment Growth (CDN\$) *

Time Period: Jan 1 2008 to Jun 30, 2024

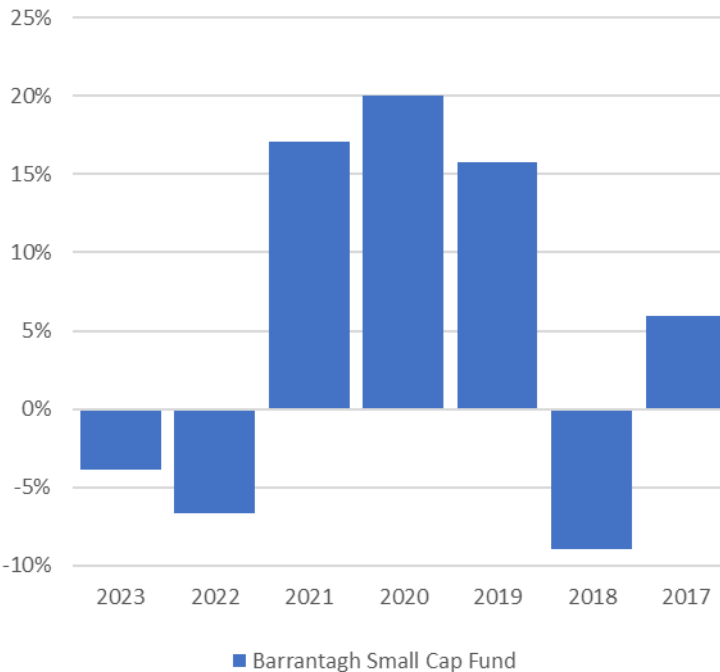


Trailing Returns *

As of Jun 30, 2024

	YTD	1 Year	3 Years	5 Years	10 Years
Barrantagh Small Cap Fund	4.7%	4.1%	-0.7%	6.3%	5.2%

Investment Annual Performance Chart *

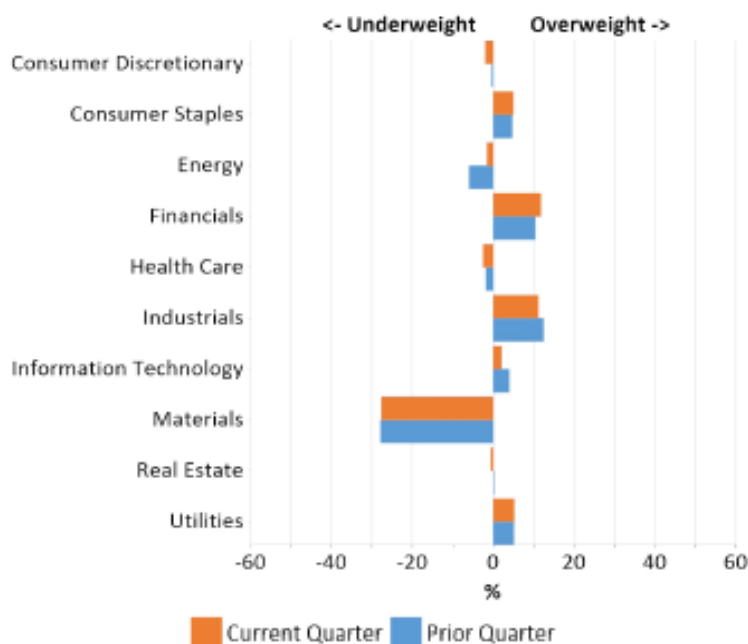


* Barrantagh Small Cap Canadian Equity Composite performance is used to reflect periods prior to Fund inception. Investment returns shown are provided for informational purposes only and are calculated net of management fees, trading and operating expenses. Returns are annualized for periods greater than 1 year and calculated on a total return basis which includes changes in net asset value, income and capital gains (losses). Returns do not include the impact of any sales, redemption, optional charges, or any income taxes payable by the unitholder. Past performance is no guarantee of future performance and future performance will fluctuate with future market outcomes.

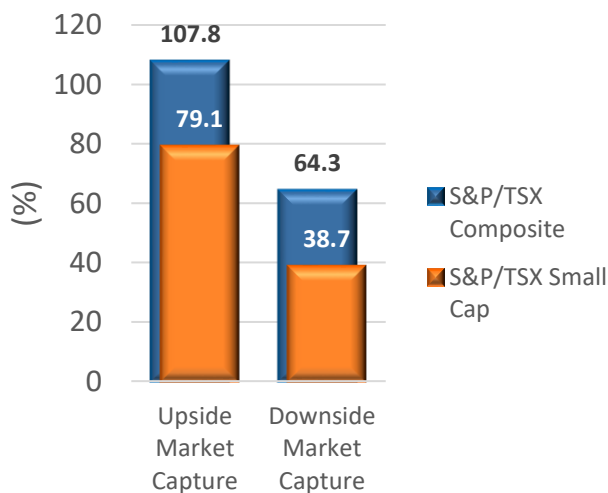
Top 10 Holdings

As at June 30, 2024	Portfolio Weighting %
Definity Financial Corp.	5.1
Trisura Group Ltd.	5.1
Boyd Group Services Inc.	5.0
EQB Inc.	4.3
Cargojet Inc.	4.3
Borallex Inc.	4.2
Headwater Exploration Inc.	4.2
Gibson Energy Inc.	3.8
Savaria Corp.	3.8
Softchoice Corp.	3.7

Industry Distribution vs. Benchmark (June 30, 2024)



Barrantagh Small Cap Canadian Equity



Risk Measures – Barrantagh Small Cap Composite Jan 1, 2008 to June 30, 2024

	Barrantagh Small Cap Cdn	TSX Small Cap	Median
Annualized Return	11.1%	3.2%	7.3%
Standard Deviation	13.6%	20.5%	16.1%
Sharpe Ratio	0.7	0.1	0.34

Second Quarter Commentary

The second quarter provided choppy performance for equities in increasingly narrow lead markets. Globally, AI-enthusiasm drove larger-cap tech winners to all-time highs with respect to share prices and market concentration. Positive economic data points in the U.S. pushed out interest rate cut expectations and small caps lagged top-heavy large-cap benchmarks. Canadian equities also lagged during the period, outside of commodity names which were an area of strength. On both sides of the border, stock price performance was wildly differentiated depending on where you aligned on the prevailing market narratives.

Taking a step back, this current “peak rate” environment has been largely supportive for Canadian small caps and Portfolio returns. Since markets bottomed last October, the Portfolio is up almost 18%, trailing the benchmark marginally over this eight-month period. This largely overcame a large relative headwind from materials, which contributed 40% of the market returns. During one three-month period (Mar-May) small cap mining stocks (which make up ~28% of the benchmark) were up 40%. The Portfolio currently has zero exposure to mining and our “commodity-light” approach has been a significant headwind to relative performance in the short run. The Portfolio has made sizeable gains elsewhere though (Financials, Industrials, Technology, Staples), offsetting almost all of this drag. In the long run we believe focusing on quality value names with less cyclical exposure provides stronger risk-adjusted returns over the economic cycle.

Halfway through 2024, we believe there are multiple levers for small caps to outperform. Interest rates are a big one – in a steady/declining interest rate environment earnings and cash flows rise (lower debt service burden) and valuations lift (time-value of money). Most importantly, sentiment can shift, which we saw late in 2023 and once again in June, as market participants start to look outside the crowding in small pockets that have been driving overall market returns. Market sentiment can be summed up in valuation and, not surprisingly, valuation opportunity differentials between large caps and small caps is stark. Looking at the benchmark, outside of mining/energy, all nine sectors are trading at double-digit discounts to five-year average trading multiples (avg: -17%). This margin of safety offers downside protection and optimism for future mean reversion higher. This compares to the TSX-60 (as a proxy for large caps), where there are just two sectors trading at a large discount (rate-sensitive telcos and REITs), with the remaining eight sectors trading at just a 1% discount to five-year average multiples. Markets move in cycles and the current setup looks quite attractive for smaller cap names going forward.