

**COUNSEL | PORTFOLIO SERVICES**

# *Counsel North American High Yield Bond*

ANNUAL FINANCIAL STATEMENTS

For the year ended March 31, 2021

These Financial Statements do not contain the Management Report of Fund Performance ("MRFP") of the investment fund.

A copy of the Fund's current Simplified Prospectus, Annual Information Form, Management Report of Fund Performance, Fund Fact Sheets, quarterly portfolio disclosures and proxy voting policies and disclosures will be provided, without charge, by: calling toll-free 1-877-625-9885, writing to Counsel Portfolio Services Inc., 5015 Spectrum Way, Suite 300, Mississauga, ON, L4W 0E4, by visiting our website at [www.ipcportfolios.ca](http://www.ipcportfolios.ca) or by visiting [www.sedar.com](http://www.sedar.com).

## COUNSEL | PORTFOLIO SERVICES

# Management's Responsibility for Financial Reporting

To the securityholders of:

Counsel All Equity Portfolio  
Counsel Balanced Portfolio  
Counsel Canadian Core Fixed Income  
Counsel Canadian Dividend  
Counsel Canadian Growth  
Counsel Canadian Value  
Counsel Conservative Portfolio  
Counsel Defensive Global Equity  
Counsel Fixed Income  
Counsel Global Dividend  
Counsel Global Fixed Income  
Counsel Global Low Volatility Equity  
Counsel Global Real Estate  
Counsel Global Small Cap

Counsel Global Trend Strategy  
Counsel Growth Portfolio  
Counsel High Income Portfolio  
Counsel High Yield Fixed Income  
Counsel Income Trend Strategy  
(formerly Counsel Retirement Income Portfolio)  
Counsel International Growth  
Counsel International Value  
Counsel Money Market  
Counsel Monthly Income Portfolio  
Counsel North American High Yield Bond  
Counsel Retirement Accumulation Portfolio  
Counsel Retirement Foundation Portfolio  
Counsel Retirement Preservation Portfolio  
Counsel Short Term Bond

Counsel U.S. Growth  
Counsel U.S. Value  
IPC Multi-Factor Canadian Equity  
IPC Multi-Factor International Equity  
IPC Multi-Factor U.S. Equity  
IPC Private Wealth Visio Balanced Growth Pool  
IPC Private Wealth Visio Balanced Pool  
IPC Private Wealth Visio Core Fixed Income  
IPC Private Wealth Visio Growth Pool  
IPC Private Wealth Visio Income Pool  
IPC Private Wealth Visio North American Equity

(collectively, the "Funds")

The accompanying financial statements have been prepared by Counsel Portfolio Services Inc. ("Counsel"), as manager of the Funds. The statements have been approved by the Board of Directors of Counsel (the "Board"). Management is responsible for the information and representations contained in these financial statements.

Counsel maintains internal controls over the financial reporting process to ensure that relevant and reliable financial information is provided. The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. The significant accounting policies, which management believes are appropriate for the Funds, are described in note 3 to the financial statements.

The Board is responsible for reviewing and approving the financial statements and overseeing the Manager's performance of its financial reporting responsibilities. The Board is assisted in discharging this responsibility by an Audit Committee, which reviews the financial statements and recommends them for approval by the Board. The Audit Committee also meets regularly with the Manager, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

Deloitte LLP are the external auditors of the Funds. They are appointed by the Board. The external auditors have audited the financial statements in accordance with generally accepted auditing standards to enable them to express to securityholders their opinion on the financial statements.



**Chris Reynolds**  
Director  
June 8, 2021



**Paulette Jervis**  
Chief Financial Officer  
June 8, 2021

## Independent Auditor's Report

To the Securityholders of:

|  |  |
|--|--|
| Counsel All Equity Portfolio   | Counsel International Value                    |
| Counsel Balanced Portfolio   | Counsel Money Market                           |
| Counsel Canadian Core Fixed Income   | Counsel Monthly Income Portfolio               |
| Counsel Canadian Dividend  | Counsel North American High Yield Bond         |
| Counsel Canadian Growth  | Counsel Retirement Accumulation Portfolio      |
| Counsel Canadian Value   | Counsel Retirement Foundation Portfolio        |
| Counsel Conservative Portfolio   | Counsel Retirement Preservation Portfolio      |
| Counsel Defensive Global Equity  | Counsel Short Term Bond                        |
| Counsel Fixed Income   | Counsel U.S. Growth                            |
| Counsel Global Dividend  | Counsel U.S. Value                             |
| Counsel Global Fixed Income  | IPC Multi-Factor Canadian Equity               |
| Counsel Global Low Volatility Equity   | IPC Multi-Factor International Equity          |
| Counsel Global Real Estate   | IPC Multi-Factor U.S. Equity                   |
| Counsel Global Small Cap   | IPC Private Wealth Visio Balanced Growth Pool  |
| Counsel Global Trend Strategy  | IPC Private Wealth Visio Balanced Pool         |
| Counsel Growth Portfolio   | IPC Private Wealth Visio Core Fixed Income     |
| Counsel High Income Portfolio  | IPC Private Wealth Visio North American Equity |
| Counsel High Yield Fixed Income  | IPC Private Wealth Visio Growth Pool           |
| Counsel Income Trend Strategy (formerly,<br>Counsel Retirement Income Portfolio) | IPC Private Wealth Visio Income Pool           |
| Counsel International Growth   |  |

(the "Funds" and each individually, the "Fund")

### Opinion

We have audited the financial statements of the Fund, which comprise the statements of financial position as at March 31, 2021 and 2020, as applicable, and the statements of comprehensive income, changes in financial position and cash flows for the periods then ended, as indicated in Note 1, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2021 and 2020, as applicable, and its financial performance and its cash flows for the periods then ended, as indicated in Note 1, in accordance with International Financial Reporting Standards ("IFRS").

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Other Information**

Management is responsible for the other information. The other information comprises the Management Report of Fund Performance.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Management Report of Fund Performance prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

## **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Deloitte LLP*

Chartered Professional Accountants  
Licensed Public Accountants  
June 8, 2021

**STATEMENTS OF FINANCIAL POSITION**

at March 31, 2021 with comparative figures at March 31, 2020  
(in \$ 000 except per security amounts)

|   | 2021    | 2020   |
|---|---------|--------|
| <b>Assets</b>                                     |         |        |
| <b>Current assets:</b>                            |         |        |
| Investments at fair value                         | 103,550 | 82,249 |
| Cash and cash equivalents                         | 3,404   | 6,886  |
| Accrued interest receivable                       | 1,452   | 1,409  |
| Dividends receivable                              | 4       | 2      |
| Accounts receivable for investments sold          | 167     | 167    |
| Accounts receivable for securities issued         | 45      | 79     |
| Accounts receivable from the Manager              | –       | –      |
| Margin with broker                                | –       | –      |
| Derivative assets                                 | 216     | 551    |
| Other assets                                      | –       | –      |
|   | 108,838 | 91,343 |
| <b>Non-current assets:</b>                        |         |        |
| Taxes recoverable                                 | –       | –      |
| Other assets                                      | –       | –      |
|   | –       | –      |
| <b>Total assets</b>                               | 108,838 | 91,343 |
| <b>Liabilities</b>                                |         |        |
| <b>Current liabilities:</b>                       |         |        |
| Bank indebtedness                                 | –       | –      |
| Accounts payable for investments purchased        | 1,179   | 820    |
| Accounts payable for securities redeemed          | 132     | 10     |
| Distributions payable                             | –       | –      |
| Accrued expenses and miscellaneous payables       | –       | –      |
| Dividends payable on investments sold short       | –       | –      |
| Derivative liabilities                            | 376     | 3,111  |
| Taxes payable                                     | –       | –      |
| Other liabilities                                 | –       | –      |
| <b>Total liabilities</b>                          | 1,687   | 3,941  |
| <b>Net assets attributable to securityholders</b> | 107,151 | 87,402 |

**STATEMENTS OF COMPREHENSIVE INCOME**

for the periods ended March 31  
(in \$ 000 except per security amounts)

|   | 2021    | 2020    |
|---|---------|---------|
| <b>Income:</b>  |         |         |
| Dividends   | 60      | 24      |
| Interest and other income   | 5,297   | 4,787   |
| Net realized gain (loss)  | (1,524) | 222     |
| Net unrealized gain (loss)  | 5,464   | (8,365) |
| Income (loss) from derivatives  | –       | –       |
| Income (loss) from short selling  | –       | –       |
| Securities lending income   | 1       | –       |
| Trust income  | –       | –       |
| <b>Total income</b>   | 9,298   | (3,332) |
| <b>Expenses:</b>  |         |         |
| Management fees   | –       | –       |
| Management fee rebates  | –       | –       |
| Administration fees   | –       | –       |
| Commissions and other portfolio transaction costs   | 4       | 5       |
| Independent Review Committee costs  | –       | –       |
| Interest and other charges  | 1       | 5       |
| <b>Expenses before amounts absorbed by Manager</b>  | 5       | 10      |
| Expenses absorbed by Manager  | –       | –       |
| <b>Net expenses</b>   | 5       | 10      |
| <b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b> | 9,293   | (3,342) |
| Foreign withholding tax expense (recovery)  | 9       | –       |
| Foreign income tax expense (recovery)   | –       | –       |
| Income tax expense (recovery)   | –       | –       |
| <b>Increase (decrease) in net assets attributable to securityholders from operations</b>            | 9,284   | (3,342) |

|                       | Net assets attributable to securityholders |      |            |        |
|-----------------------|--|------|------------|--------|
|                       | per security                               |      | per series |        |
|                       | 2021                                       | 2020 | 2021       | 2020   |
| Series 0              | 9.43                                       | 9.05 | 107,150    | 87,402 |
| Series Private Wealth | 9.86                                       | n/a  | 1          | n/a    |
|                       |  |      | 107,151    | 87,402 |

|                       | Increase (decrease) in net assets attributable to securityholders from operations |        |            |         |
|-----------------------|---|--------|------------|---------|
|                       | per security  |        | per series |         |
|                       | 2021  | 2020   | 2021       | 2020    |
| Series 0              | 0.89  | (0.26) | 9,284      | (3,342) |
| Series Private Wealth | 0.07  | n/a    | –          | n/a     |
|                       |   |        | 9,284      | (3,342) |

**STATEMENTS OF CHANGES IN FINANCIAL POSITION**

for the periods ended March 31 (in \$ 000 except when stated)

|   | TOTAL    |          | SERIES O |          | SERIES PRIVATE WEALTH |      |
|---|----------|----------|----------|----------|-----------------------|------|
|   | 2021     | 2020     | 2021     | 2020     | 2021                  | 2020 |
| <b>Net assets attributable to securityholders, beginning of period</b>            | 87,402   | 81,315   | 87,402   | 81,315   | –                     | –    |
| Increase (decrease) in net assets attributable to securityholders resulting from: |          |          |          |          |                       |      |
| <b>Operations</b>   | 9,284    | (3,342)  | 9,284    | (3,342)  | –                     | –    |
| <b>Distributions:</b>   |          |          |          |          |                       |      |
| Income  | (5,392)  | (4,789)  | (5,392)  | (4,789)  | –                     | –    |
| Capital gains   | –        | –        | –        | –        | –                     | –    |
| Return of capital   | –        | –        | –        | –        | –                     | –    |
| Management fee rebates  | –        | –        | –        | –        | –                     | –    |
| <b>Total distributions</b>  | (5,392)  | (4,789)  | (5,392)  | (4,789)  | –                     | –    |
| <b>Security transactions:</b>   |          |          |          |          |                       |      |
| Proceeds from sale of securities  | 47,265   | 27,283   | 47,264   | 27,283   | 1                     | –    |
| Proceeds from securities issued on merger   | –        | –        | –        | –        | –                     | –    |
| Reinvested from distributions   | 5,392    | 4,789    | 5,392    | 4,789    | –                     | –    |
| Payment on redemption of securities   | (36,800) | (17,854) | (36,800) | (17,854) | –                     | –    |
| <b>Total security transactions</b>  | 15,857   | 14,218   | 15,856   | 14,218   | 1                     | –    |
| <b>Increase (decrease) in assets attributable to securityholders</b>              | 19,749   | 6,087    | 19,748   | 6,087    | 1                     | –    |
| <b>Net assets attributable to securityholders, end of period</b>                  | 107,151  | 87,402   | 107,150  | 87,402   | 1                     | –    |
| <b>Increase (decrease) in securities (in thousands):</b>                          |          |          |          |          |                       |      |
| <b>Securities outstanding, beginning of period</b>                                |          |          | 9,654    | 8,242    | –                     | –    |
| Add (deduct):   |          |          |          |          |                       |      |
| Securities sold   |          |          | 5,003    | 2,742    | –                     | –    |
| Securities issued on merger   |          |          | –        | –        | –                     | –    |
| Reinvested from distributions   |          |          | 568      | 489      | –                     | –    |
| Securities redeemed   |          |          | (3,858)  | (1,819)  | –                     | –    |
| <b>Securities outstanding, end of period</b>                                      |          |          | 11,367   | 9,654    | –                     | –    |

**STATEMENTS OF CASH FLOWS**

for the periods ended March 31 (in \$ 000)

|   | 2021            | 2020           |
|---|-----------------|----------------|
| <b>Cash flows from operating activities</b>                                       |                 |                |
| Increase (decrease) in net assets attributable to securityholders from operations | 9,284           | (3,342)        |
| <b>Less non-cash impact of:</b>   |                 |                |
| Net realized loss (gain) on investments   | 1,524           | (222)          |
| Change in net unrealized loss (gain) on investments                               | (5,464)         | 8,365          |
| Distributions received from Underlying Funds                                      | –               | –              |
| <b>Adjustments for:</b>   |                 |                |
| Proceeds from sale and maturity of investments                                    | 49,814          | 33,566         |
| Purchases of investments  | (69,158)        | (46,163)       |
| (Increase) decrease in accounts receivable and other assets                       | (45)            | (110)          |
| Increase (decrease) in accounts payable and other liabilities                     | –               | –              |
| <b>Net cash provided by (used in) operating activities</b>                        | <b>(14,045)</b> | <b>(7,906)</b> |
| <b>Cash flows from financing activities:</b>                                      |                 |                |
| Proceeds from securities issued   | 47,299          | 27,305         |
| Proceeds from securities issued on merger   | –               | –              |
| Payments on redemption of securities  | (36,678)        | (17,890)       |
| Distributions paid net of reinvestments   | –               | –              |
| <b>Net cash provided by (used in) financing activities</b>                        | <b>10,621</b>   | <b>9,415</b>   |
| <b>Increase (decrease) in cash and cash equivalents</b>                           | <b>(3,424)</b>  | <b>1,509</b>   |
| Cash and cash equivalents at beginning of period                                  | 6,886           | 5,320          |
| Effect of exchange rate fluctuations on cash and cash equivalents                 | (58)            | 57             |
| <b>Cash and cash equivalents, end of period</b>                                   | <b>3,404</b>    | <b>6,886</b>   |
| Cash  | 3,404           | 6,717          |
| Cash equivalents  | –               | 169            |
| Bank indebtedness   | –               | –              |
|   | 3,404           | 6,886          |
| <b>Supplementary disclosures on cash flow from operating activities:</b>          |                 |                |
| Dividends received net of withholding taxes                                       | 49              | 23             |
| Interest received net of withholding taxes  | 5,254           | 4,677          |
| Interest paid   | –               | 3              |
| Income taxes paid (recovered)   | –               | –              |



## SCHEDULE OF INVESTMENTS

as at March 31, 2021

|   | Country        | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ '000) | Fair<br>Value<br>(\$ '000) |
|---|----------------|------------|-----------|--|------------------------------|----------------------------|
| <b>BONDS</b>  |                |            |           |  |                              |                            |
| AAdvantage loyalty IP Ltd. 1ST Lien F/R 03-10-2028                                  | United Kingdom | Bank Loans | USD       | 75,000                                   | 94                           | 97                         |
| AG Issuer LLC 6.25% 03-01-2028 Callable 2023 144A                                   | United States  | Corporate  | USD       | 125,000                                  | 167                          | 165                        |
| Aker BP ASA 5.88% 03-31-2025 Callable 2021 144A                                     | Norway         | Corporate  | USD       | 300,000                                  | 408                          | 388                        |
| Albertsons Cos. Inc. 7.50% 03-15-2026 Callable 2022 144A                            | United States  | Corporate  | USD       | 90,000                                   | 120                          | 125                        |
| Albertsons Cos. Inc. 4.63% 01-15-2027 Callable 2023 144A                            | United States  | Corporate  | USD       | 235,000                                  | 307                          | 306                        |
| Albertsons Cos. Inc. 4.88% 02-15-2030 Callable 2025 144A                            | United States  | Corporate  | USD       | 105,000                                  | 139                          | 135                        |
| Allegheny Technologies Inc. F/R 08-15-2023 Callable 2023                            | United States  | Corporate  | USD       | 145,000                                  | 196                          | 198                        |
| Alliant Holdings Intermediate LLC 6.75% 10-15-2027                                  | United States  | Corporate  | USD       | 185,000                                  | 248                          | 249                        |
| Allison Transmission Inc. 4.75% 10-01-2027 Callable 2022 144A                       | United States  | Corporate  | USD       | 160,000                                  | 197                          | 214                        |
| Allison Transmission Inc. 3.75% 01-30-2031 144A                                     | United States  | Corporate  | USD       | 110,000                                  | 140                          | 135                        |
| Ally Financial Inc. 8.00% 11-01-2031  | United States  | Corporate  | USD       | 360,000                                  | 601                          | 630                        |
| Alpha 3 BV Term Loan B 1st Lien F/R 03-05-2028                                      | United Kingdom | Bank Loans | USD       | 90,000                                   | 113                          | 113                        |
| Altice France 5.50% 01-15-2028 Callable 2022 144A                                   | France         | Corporate  | USD       | 600,000                                  | 807                          | 771                        |
| Altice France 6.00% 02-06-2028 144A   | Luxembourg     | Corporate  | USD       | 200,000                                  | 254                          | 247                        |
| Alice International SARL 5.00% 01-15-2028 Callable 2023 144A                        | Luxembourg     | Corporate  | USD       | 200,000                                  | 269                          | 249                        |
| AMC Entertainment Holdings Inc. 10.50% 04-15-2025 144A                              | United States  | Corporate  | USD       | 90,000                                   | 119                          | 121                        |
| AMC Entertainment Holdings Inc. Term Loan B1 1st Lien F/R 04-22-2026                | United States  | Bank Loans | USD       | 70,000                                   | 75                           | 76                         |
| American Airlines Group Inc. 5.50% 04-20-2026 144A                                  | United States  | Corporate  | USD       | 165,000                                  | 208                          | 216                        |
| American Airlines Group Inc. 5.75% 04-20-2029 144A                                  | United States  | Corporate  | USD       | 165,000                                  | 208                          | 221                        |
| American Axle & Manufacturing Inc. 6.25% 04-01-2025                                 | United States  | Corporate  | USD       | 70,000                                   | 91                           | 91                         |
| American Axle & Manufacturing 6.88% 07-01-2028                                      | United States  | Corporate  | USD       | 180,000                                  | 242                          | 238                        |
| American Builders & Contractors Supply Co. Inc. 4.00% 01-15-2028                    | United States  | Corporate  | USD       | 175,000                                  | 224                          | 221                        |
| American International Group Inc. 8.18% 05-15-2058 (F/R @ 05-15-2038) Callable 2038 | United States  | Corporate  | USD       | 10,000                                   | 18                           | 18                         |
| Amsted Industries Inc. 5.63% 07-01-2027 Callable 2022 144A                          | United States  | Corporate  | USD       | 125,000                                  | 172                          | 167                        |
| Amsted Industries Inc. 4.63% 05-15-2030 Callable 2025 144A                          | United States  | Corporate  | USD       | 70,000                                   | 93                           | 90                         |
| Antero Midstream Partners LP 7.88% 05-15-2026 144A                                  | United States  | Corporate  | USD       | 60,000                                   | 83                           | 82                         |
| Antero Resources Corp. 8.38% 07-15-2026 144A  | United States  | Corporate  | USD       | 115,000                                  | 151                          | 159                        |
| Antero Resources Corp. 7.63% 02-01-2029 144A  | United States  | Corporate  | USD       | 170,000                                  | 220                          | 228                        |
| Apache Corp. 4.88% 11-15-2027 Callable 2027   | United States  | Corporate  | USD       | 45,000                                   | 60                           | 58                         |
| Apache Corp. 4.38% 10-15-2028 Callable 2028   | United States  | Corporate  | USD       | 205,000                                  | 235                          | 255                        |
| Apache Corp. 5.10% 09-01-2040 Callable 2040   | United States  | Corporate  | USD       | 115,000                                  | 121                          | 142                        |
| Apergy Corp. 6.38% 05-01-2026 Callable 2021   | United States  | Corporate  | USD       | 160,000                                  | 202                          | 211                        |
| ArcelorMittal SA 7.00% 10-15-2039   | Luxembourg     | Corporate  | USD       | 195,000                                  | 299                          | 335                        |
| Arches Buyer Inc. 4.25% 06-01-2028  | United States  | Corporate  | USD       | 140,000                                  | 179                          | 176                        |
| Arches Buyer Inc. 6.13% 12-01-2028  | United States  | Corporate  | USD       | 20,000                                   | 26                           | 26                         |
| Arches Buyer Inc. Term Loan 1st Lien F/R 12-06-2027                                 | United States  | Bank Loans | USD       | 194,513                                  | 250                          | 243                        |
| ARD Finance SA 6.50% 06-30-2027 Callable 2022 144A                                  | Luxembourg     | Corporate  | USD       | 200,000                                  | 265                          | 265                        |
| ARG IH LLC 7.00% 06-15-2025 144A  | United States  | Corporate  | USD       | 110,000                                  | 156                          | 150                        |
| Ascend Learning LLC 6.88% 08-01-2025 144A   | United States  | Corporate  | USD       | 204,000                                  | 266                          | 263                        |
| Ascent Resources Utica Holdings LLC 10.00% 04-01-2022 Callable 144A                 | United States  | Corporate  | USD       | 123,000                                  | 174                          | 162                        |
| ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 144A                              | United States  | Corporate  | USD       | 100,000                                  | 126                          | 119                        |
| Banff Merger Sub Inc. 9.75% 09-01-2026 Callable 2021 144A                           | United States  | Corporate  | USD       | 195,000                                  | 257                          | 261                        |
| Bank of America Corp. 6.10% 03-17-2025 Callable Series AA                           | United States  | Corporate  | USD       | 95,000                                   | 141                          | 133                        |
| Bank of America Corp. 6.50% 12-31-2049 Callable 2024                                | United States  | Corporate  | USD       | 20,000                                   | 29                           | 28                         |
| Bausch Health Cos. Inc. 8.50% 01-31-2027 Callable 2022 144A                         | United States  | Corporate  | USD       | 125,000                                  | 162                          | 174                        |
| Bausch Health Cos. Inc. 7.00% 01-15-2028 Callable 2023 144A                         | United States  | Corporate  | USD       | 115,000                                  | 162                          | 157                        |
| Bausch Health Cos. Inc. 5.00% 02-15-2029 144A                                       | United States  | Corporate  | USD       | 60,000                                   | 79                           | 75                         |
| Bausch Health Cos. Inc. 6.25% 02-15-2029 144A                                       | United States  | Corporate  | USD       | 330,000                                  | 454                          | 441                        |
| Bausch Health Cos. Inc. 7.25% 05-30-2029 Callable 2024 144A                         | United States  | Corporate  | USD       | 95,000                                   | 128                          | 133                        |
| Baytex Energy Corp. 5.63% 06-01-2024 Callable 2021 144A                             | Canada         | Corporate  | USD       | 80,000                                   | 92                           | 95                         |
| BCPE Ulysses Intermediate Inc. 7.75% 04-01-2027 144A                                | United States  | Corporate  | USD       | 95,000                                   | 119                          | 125                        |
| Beacon Escrow Corp. 4.88% 11-01-2025 Callable 2021 144A                             | United States  | Corporate  | USD       | 265,000                                  | 341                          | 341                        |
| Beacon Roofing Supply Inc. 4.50% 11-15-2026   | United States  | Corporate  | USD       | 35,000                                   | 46                           | 45                         |
| Beasley Mezzanine Holdings LLC 8.63% 02-01-2026 144A                                | United States  | Corporate  | USD       | 165,000                                  | 210                          | 209                        |
| Big River Steel LLC 6.63% 01-31-2029 144A   | United States  | Corporate  | USD       | 150,000                                  | 197                          | 203                        |
| Black Knight InfoServ LLC 3.63% 09-01-2028 Callable 2023 144A                       | United States  | Corporate  | USD       | 120,000                                  | 160                          | 149                        |
| Boise Cascade Co. 4.88% 07-01-2030  | United States  | Corporate  | USD       | 115,000                                  | 156                          | 152                        |
| Bombardier Inc. 8.75% 12-01-2021 144A   | Canada         | Corporate  | USD       | 25,000                                   | 31                           | 33                         |
| Bombardier Inc. 7.50% 12-01-2024 Callable 2021 144A                                 | Canada         | Corporate  | USD       | 115,000                                  | 146                          | 145                        |
| Bombardier Inc. 7.88% 04-15-2027 Callable 2022 144A                                 | Canada         | Corporate  | USD       | 135,000                                  | 178                          | 166                        |
| Boxer Parent Co. Inc. 7.13% 10-02-2025 144A   | United States  | Corporate  | USD       | 85,000                                   | 122                          | 115                        |
| Boxer Parent Co. Inc. 9.13% 03-01-2026 144A   | United States  | Corporate  | USD       | 150,000                                  | 211                          | 201                        |
| Boyd Gaming Corp. 8.63% 06-01-2025 144A   | United States  | Corporate  | USD       | 60,000                                   | 85                           | 84                         |
| Boyd Gaming Corp. 6.38% 04-01-2026 Callable 2021                                    | United States  | Corporate  | USD       | 190,000                                  | 252                          | 247                        |
| Boyd Gaming Corp. 6.00% 08-15-2026 Callable 2021                                    | United States  | Corporate  | USD       | 50,000                                   | 65                           | 65                         |
| Boyd Gaming Corp. 4.75% 12-01-2027 Callable 2022                                    | United States  | Corporate  | USD       | 50,000                                   | 66                           | 64                         |
| Brand Energy & Infrastructure Services Inc. Term Loan 1st Lien F/R 06-21-2024       | United States  | Bank Loans | USD       | 261,473                                  | 335                          | 324                        |
| Brand Energy & Infrastructure Services Inc. 8.50% 07-15-2025 Callable 144A          | United States  | Corporate  | USD       | 80,000                                   | 106                          | 101                        |
| Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A          | Canada         | Corporate  | USD       | 145,000                                  | 199                          | 191                        |
| Buckeye Partners LP 3.95% 12-01-2026 Callable 2026                                  | United States  | Corporate  | USD       | 70,000                                   | 88                           | 87                         |
| Buckeye Partners LP 4.50% 03-01-2028 Callable 2027 144A                             | United States  | Corporate  | USD       | 45,000                                   | 60                           | 57                         |
| Buckeye Partners LP 5.85% 11-15-2043 Callable 2043                                  | United States  | Corporate  | USD       | 85,000                                   | 101                          | 104                        |
| BWAY Corp. Term Loan B 1st Lien F/R 04-03-2024                                      | United States  | Bank Loans | USD       | 127,679                                  | 165                          | 157                        |
| BWAY Holding Co. 5.50% 04-15-2024 Callable 2021 144A                                | United States  | Corporate  | USD       | 75,000                                   | 99                           | 96                         |
| BWAY Holding Co. 7.25% 04-15-2025 144A  | United States  | Corporate  | USD       | 180,000                                  | 235                          | 226                        |

## SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2021

|   | Country       | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ 000) | Fair<br>Value<br>(\$ 000) |
|---|---------------|------------|-----------|--|-----------------------------|---------------------------|
| <b>BONDS (continued)</b>  |               |            |           |  |                             |                           |
| BY Crown Parent LLC 4.25% 01-31-2026 144A                                 | United States | Corporate  | USD       | 55,000                                   | 74                          | 72                        |
| Callon Petroleum Co. 9.00% 04-01-2025 144A                                | United States | Corporate  | USD       | 100,000                                  | 128                         | 128                       |
| Calpine Corp. 5.25% 06-01-2026 Callable 2021 144A                         | United States | Corporate  | USD       | 148,000                                  | 186                         | 192                       |
| Calpine Corp. 4.50% 02-15-2028 Callable 2023 144A                         | United States | Corporate  | USD       | 115,000                                  | 152                         | 145                       |
| Calpine Corp. 4.63% 02-01-2029 144A                                       | United States | Corporate  | USD       | 15,000                                   | 20                          | 18                        |
| Calpine Corp. 5.00% 02-01-2031 144A                                       | United States | Corporate  | USD       | 110,000                                  | 142                         | 135                       |
| Carnival Corp. 11.50% 04-01-2023 Callable 2023 144A                       | United States | Corporate  | USD       | 55,000                                   | 77                          | 79                        |
| Carriage Services Inc. 6.63% 06-01-2026 Callable 2021 144A                | United States | Corporate  | USD       | 150,000                                  | 197                         | 198                       |
| Carrizo Oil & Gas Inc. 6.25% 04-15-2023 Callable                          | United States | Corporate  | USD       | 235,000                                  | 233                         | 263                       |
| CCO Holdings LLC 5.00% 02-01-2028 Callable 2022 144A                      | United States | Corporate  | USD       | 85,000                                   | 118                         | 113                       |
| CCO Holdings LLC 5.38% 06-01-2029 Callable 2024 144A                      | United States | Corporate  | USD       | 1,045,000                                | 1,462                       | 1,412                     |
| CCO Holdings LLC 4.75% 03-01-2030 Callable 2024 144A                      | United States | Corporate  | USD       | 115,000                                  | 166                         | 149                       |
| CCO Holdings LLC 4.50% 08-15-2030 Callable 2025 144A                      | United States | Corporate  | USD       | 60,000                                   | 82                          | 77                        |
| CCO Holdings LLC 4.50% 05-01-2032   | United States | Corporate  | USD       | 210,000                                  | 275                         | 268                       |
| CD&R Waterworks Merger Sub LLC 6.13% 08-15-2025 Callable 2021 144A        | United States | Corporate  | USD       | 30,000                                   | 41                          | 39                        |
| CDW LLC 3.25% 02-15-2029  | United States | Corporate  | USD       | 150,000                                  | 188                         | 187                       |
| Cengage Learning Inc. 9.50% 06-15-2024 Callable 144A                      | United States | Corporate  | USD       | 215,000                                  | 274                         | 276                       |
| Cenovus Energy Inc. 6.75% 11-15-2039 Callable                             | Canada        | Corporate  | USD       | 85,000                                   | 120                         | 133                       |
| Centene Corp. 5.38% 08-15-2026  | United States | Corporate  | USD       | 190,000                                  | 260                         | 252                       |
| Centene Corp. 4.63% 12-15-2029 Callable 2024                              | United States | Corporate  | USD       | 225,000                                  | 299                         | 305                       |
| Centene Corp. 3.00% 10-15-2030  | United States | Corporate  | USD       | 65,000                                   | 87                          | 81                        |
| Centene Escrow I Corp. 5.38% 06-01-2026 Callable 2021 144A                | United States | Corporate  | USD       | 215,000                                  | 295                         | 283                       |
| Centennial Resource Development 8.00% 06-01-2025 144A                     | United States | Corporate  | USD       | 70,000                                   | 88                          | 99                        |
| Centennial Resource Production LLC 5.38% 01-15-2026 Callable 2021 144A    | United States | Corporate  | USD       | 170,000                                  | 188                         | 188                       |
| Centennial Resource Production LLC 6.88% 04-01-2027 Callable 2022 144A    | United States | Corporate  | USD       | 100,000                                  | 112                         | 112                       |
| CF Industries Inc. 4.95% 06-01-2043                                       | United States | Corporate  | USD       | 230,000                                  | 292                         | 332                       |
| ChampionX Holding Inc. Term Loan B 1st Lien F/R 06-01-2027                | United States | Bank Loans | USD       | 209,876                                  | 275                         | 269                       |
| Charles River Laboratories Int 3.75% 03-15-2029 144A                      | United States | Corporate  | USD       | 75,000                                   | 95                          | 95                        |
| Charles River Laboratories Int 4.00% 03-15-2031 144A                      | United States | Corporate  | USD       | 80,000                                   | 101                         | 103                       |
| Cheniere Energy Partners LP 4.00% 03-01-2031 144A                         | United States | Corporate  | USD       | 115,000                                  | 145                         | 148                       |
| Chesapeake Escrow Issuer LLC 5.50% 02-01-2026 144A                        | United States | Corporate  | USD       | 15,000                                   | 19                          | 20                        |
| Chesapeake Escrow Issuer LLC 5.88% 02-01-2029 144A                        | United States | Corporate  | USD       | 5,000                                    | 6                           | 7                         |
| CHS/Community Health Systems Inc. 8.13% 06-30-2024 Callable 144A          | United States | Corporate  | USD       | 155,000                                  | 197                         | 204                       |
| CHS/Community Health Systems Inc. 8.00% 03-15-2026 Callable 2022 144A     | United States | Corporate  | USD       | 50,000                                   | 63                          | 68                        |
| Cinemark USA Inc. 4.88% 06-01-2023 Callable 2021                          | United States | Corporate  | USD       | 110,000                                  | 145                         | 138                       |
| Cinemark USA Inc. 8.75% 05-01-2025 Callable 2022 144A                     | United States | Corporate  | USD       | 25,000                                   | 35                          | 34                        |
| CIT Group Inc. 5.25% 03-07-2025 Callable 2024                             | United States | Corporate  | USD       | 220,000                                  | 309                         | 312                       |
| Clarios Global LP 6.75% 05-15-2025 Callable 2022 144A                     | United States | Corporate  | USD       | 135,000                                  | 191                         | 182                       |
| Clean Harbors Inc. 4.88% 07-15-2027 Callable 2022 144A                    | United States | Corporate  | USD       | 70,000                                   | 94                          | 93                        |
| Clean Harbors Inc. 5.13% 07-15-2029 Callable 2024 144A                    | United States | Corporate  | USD       | 160,000                                  | 224                         | 214                       |
| Clear Channel Outdoor Holdings Inc. Term Loan B 1st Lien F/R 08-09-2026   | United States | Bank Loans | USD       | 123,125                                  | 163                         | 149                       |
| Clear Channel Outdoor Holdings Inc. 7.75% 04-15-2028 144A                 | United States | Corporate  | USD       | 145,000                                  | 185                         | 181                       |
| Clear Channel Worldwide Holdings Inc. 9.25% 02-15-2024 Callable 2021      | United States | Corporate  | USD       | 31,000                                   | 41                          | 41                        |
| Clear Channel Worldwide Holdings Inc. 5.13% 08-15-2027 Callable 2022 144A | United States | Corporate  | USD       | 235,000                                  | 318                         | 298                       |
| CNO Financial Group Inc. 5.25% 05-30-2029 Callable 2029                   | United States | Corporate  | USD       | 95,000                                   | 129                         | 138                       |
| Coeur Mining Inc. 5.13% 02-15-2029 144A                                   | United States | Corporate  | USD       | 135,000                                  | 170                         | 163                       |
| Colt Merger Sub Inc. 6.25% 07-01-2025                                     | United States | Corporate  | USD       | 280,000                                  | 377                         | 375                       |
| CommScope Technologies LLC 6.00% 06-15-2025 Callable 2021 144A            | United States | Corporate  | USD       | 60,000                                   | 79                          | 77                        |
| CommScope Technologies Finance LLC 6.00% 03-01-2026 Callable 2022 144A    | United States | Corporate  | USD       | 75,000                                   | 106                         | 100                       |
| CommScope Technologies Finance LLC 8.25% 03-01-2027 Callable 2022 144A    | United States | Corporate  | USD       | 170,000                                  | 233                         | 229                       |
| Community Health Systems Inc. 6.63% 02-15-2025 Callable 2022 144A         | United States | Corporate  | USD       | 100,000                                  | 131                         | 133                       |
| Community Health Systems Inc. 5.63% 03-15-2027 144A                       | United States | Corporate  | USD       | 55,000                                   | 70                          | 73                        |
| Community Health Systems Inc. 6.88% 04-01-2028 Callable 2023 144A         | United States | Corporate  | USD       | 95,000                                   | 109                         | 109                       |
| Community Health Systems Inc. 6.00% 01-15-2029 144A                       | United States | Corporate  | USD       | 15,000                                   | 19                          | 20                        |
| Community Health Systems Inc. 6.88% 04-15-2029 144A                       | United States | Corporate  | USD       | 300,000                                  | 386                         | 396                       |
| Compass Minerals International Inc. 4.88% 07-15-2024 Callable 2024 144A   | United States | Corporate  | USD       | 105,000                                  | 139                         | 137                       |
| Compass Minerals International Inc. 6.75% 12-01-2027 Callable 2022 144A   | United States | Corporate  | USD       | 185,000                                  | 249                         | 253                       |
| Comstock Escrow Corp. 9.75% 08-15-2026 Callable 2021                      | United States | Corporate  | USD       | 45,000                                   | 57                          | 62                        |
| Comstock Resources Inc. 9.75% 08-15-2026                                  | United States | Corporate  | USD       | 85,000                                   | 108                         | 111                       |
| Comstock Resources Inc. 6.75% 03-01-2029 144A                             | United States | Corporate  | USD       | 255,000                                  | 332                         | 337                       |
| Constellation Merger Sub Inc. 8.50% 09-15-2025 Callable 144A              | United States | Corporate  | USD       | 165,000                                  | 206                         | 196                       |
| Constellation SE 3.75% 04-15-2029   | United States | Corporate  | USD       | 250,000                                  | 315                         | 301                       |
| Continental Resources Inc. 4.50% 04-15-2023 Callable 2023                 | United States | Corporate  | USD       | 180,000                                  | 226                         | 234                       |
| Continental Resources Inc. 4.38% 01-15-2028 Callable 2027                 | United States | Corporate  | USD       | 160,000                                  | 196                         | 213                       |
| Continental Resources Inc. 5.75% 01-15-2031 144A                          | United States | Corporate  | USD       | 160,000                                  | 221                         | 227                       |
| Continental Resources Inc. 4.90% 06-01-2044 Callable 2043                 | United States | Corporate  | USD       | 40,000                                   | 52                          | 50                        |
| Covey Park Energy LLC 7.50% 05-15-2025 Callable 144A                      | United States | Corporate  | USD       | 28,000                                   | 36                          | 37                        |
| CP Atlas Buyer Inc. Term Loan B1 1st Lien F/R 12-27-2027                  | United States | Bank Loans | USD       | 225,000                                  | 292                         | 281                       |
| CP Atlas Buyer Inc. 7.00% 12-01-2028 144A                                 | United States | Corporate  | USD       | 135,000                                  | 179                         | 177                       |
| CPG International Inc. Term Loan 1st Lien F/R 05-05-2024                  | United States | Bank Loans | USD       | 118,264                                  | 155                         | 149                       |
| CRC Escrow Issuer LLC 5.25% 10-15-2025 Callable 2021 144A                 | United States | Corporate  | USD       | 330,000                                  | 415                         | 419                       |
| Credit Suisse Group AG 6.25% 12-29-2049 Callable 2024 144A                | Switzerland   | Corporate  | USD       | 200,000                                  | 260                         | 268                       |
| Crowdstrike Holdings Inc. 3.00% 02-15-2029                                | United States | Corporate  | USD       | 110,000                                  | 138                         | 135                       |
| Crown Cork & Seal Co. Inc. 7.38% 12-15-2026                               | United States | Corporate  | USD       | 185,000                                  | 288                         | 281                       |
| CSC Holdings LLC 5.25% 06-01-2024   | United States | Corporate  | USD       | 240,000                                  | 309                         | 326                       |

## SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2021

|  | Country        | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ '000) | Fair<br>Value<br>(\$ '000) |
|--|----------------|------------|-----------|--|------------------------------|----------------------------|
| <b>BONDS (continued)</b>   |                |            |           |  |                              |                            |
| CSC Holdings LLC 7.50% 04-01-2028 Callable 2023 144A               | United States  | Corporate  | USD       | 200,000                                  | 280                          | 277                        |
| CSC Holdings LLC 5.75% 01-15-2030                                  | United States  | Corporate  | USD       | 400,000                                  | 573                          | 531                        |
| DCP Midstream LP 5.63% 07-15-2027                                  | United States  | Corporate  | USD       | 120,000                                  | 164                          | 164                        |
| DCP Midstream Operating LP 6.75% 09-15-2037                        | United States  | Corporate  | USD       | 190,000                                  | 266                          | 268                        |
| Delta Air Lines Inc. 4.75% 10-20-2028 144A                         | United States  | Corporate  | USD       | 225,000                                  | 296                          | 306                        |
| Devon Energy Corp. 7.95% 04-15-2032                                | United States  | Corporate  | USD       | 175,000                                  | 266                          | 297                        |
| Devon Energy Corp. 5.60% 07-15-2041 Callable 2041                  | United States  | Corporate  | USD       | 50,000                                   | 55                           | 73                         |
| Devon Financing Co. LLC 7.88% 09-30-2031                           | United States  | Corporate  | USD       | 65,000                                   | 95                           | 110                        |
| Diamond (BC) BV Term Loan 1st Lien F/R 09-06-2024                  | United States  | Bank Loans | USD       | 103,897                                  | 133                          | 130                        |
| Diamond 1 Finance Corp. 6.02% 06-15-2026 Callable 2026 144A        | United States  | Corporate  | USD       | 190,000                                  | 265                          | 283                        |
| Diamond Sports Group LLC 5.38% 08-15-2026 Callable 2022 144A       | United States  | Corporate  | USD       | 405,000                                  | 468                          | 367                        |
| Diamond Sports Group LLC 6.63% 08-15-2027 Callable 2022 144A       | United States  | Corporate  | USD       | 215,000                                  | 289                          | 143                        |
| Diebold Inc. 8.50% 04-15-2024 Series WI                            | United States  | Corporate  | USD       | 185,000                                  | 240                          | 238                        |
| Diebold Nixdorf Inc. 9.38% 07-15-2025 144A                         | United States  | Corporate  | USD       | 65,000                                   | 93                           | 91                         |
| DISH DBS Corp. 5.88% 11-15-2024                                    | United States  | Corporate  | USD       | 325,000                                  | 395                          | 428                        |
| DISH DBS Corp. 7.75% 07-01-2026                                    | United States  | Corporate  | USD       | 195,000                                  | 270                          | 270                        |
| DISH Network Corp. 3.38% 08-15-2026 Conv.                          | United States  | Corporate  | USD       | 87,000                                   | 114                          | 106                        |
| Diversified Healthcare Trust 9.75% 06-15-2025                      | United States  | Corporate  | USD       | 345,000                                  | 479                          | 491                        |
| Double Eagle III Midco 7.75% 12-15-2025 144A                       | United States  | Corporate  | USD       | 200,000                                  | 264                          | 268                        |
| The Dun & Bradstreet Corp. Term Loan B 1st Lien F/R 02-08-2026     | United States  | Bank Loans | USD       | 49,501                                   | 64                           | 62                         |
| ECP Controlco LLC 5.50% 04-15-2029 144A                            | United States  | Corporate  | USD       | 120,000                                  | 149                          | 155                        |
| eG Global Finance PLC 6.75% 02-07-2025 Callable 2021 144A          | United Kingdom | Corporate  | USD       | 200,000                                  | 273                          | 258                        |
| Elanco Animal Health Inc. 4.90% 08-28-2028 Callable 2028           | United States  | Corporate  | USD       | 280,000                                  | 426                          | 399                        |
| Empire Communities Corp. 7.00% 12-15-2025 144A                     | Canada         | Corporate  | USD       | 50,000                                   | 64                           | 66                         |
| Endeavor Energy Resources LP 6.63% 07-15-2025 144A                 | United States  | Corporate  | USD       | 190,000                                  | 256                          | 255                        |
| Endeavor Energy Resources LP 5.75% 01-30-2028 Callable 2023 144A   | United States  | Corporate  | USD       | 300,000                                  | 399                          | 399                        |
| Endo Finance LLC 9.50% 07-31-2027                                  | United States  | Corporate  | USD       | 68,000                                   | 116                          | 93                         |
| Endo Finance LLC 6.00% 06-30-2028                                  | United States  | Corporate  | USD       | 105,000                                  | 112                          | 108                        |
| Endo International PLC 6.13% 04-01-2029 144A                       | United States  | Corporate  | USD       | 65,000                                   | 81                           | 83                         |
| Energy Transfer Partners LP F/R 02-15-2166 Perpetual Callable 2028 | United States  | Corporate  | USD       | 325,000                                  | 410                          | 361                        |
| EnLink Midstream LLC 5.63% 01-15-2028 144A                         | United States  | Corporate  | USD       | 155,000                                  | 200                          | 189                        |
| Entercom Communications Corp. 6.50% 05-01-2027 Callable 2022 144A  | United States  | Corporate  | USD       | 125,000                                  | 168                          | 163                        |
| Entercom Media Corp. 6.75% 03-31-2029 144A                         | United States  | Corporate  | USD       | 160,000                                  | 201                          | 210                        |
| Epicor Software Corp. Term Loan B 1st Lien F/R 07-30-2027          | United States  | Bank Loans | USD       | 119,400                                  | 157                          | 150                        |
| Epicor Software Corp. Term Loan 2nd Lien F/R 07-31-2028            | United States  | Bank Loans | USD       | 80,000                                   | 106                          | 104                        |
| EQT Corp. 5.00% 01-15-2029   | United States  | Corporate  | USD       | 40,000                                   | 54                           | 54                         |
| EQT Corp. 7.00% 02-01-2030 Callable 2029                           | United States  | Corporate  | USD       | 75,000                                   | 118                          | 120                        |
| ESH Hospitality Inc. 5.25% 05-01-2025 Callable 2021 144A           | United States  | Corporate  | USD       | 90,000                                   | 116                          | 115                        |
| Filtration Group Corp. Term Loan B 1st Lien F/R 03-29-2025         | United States  | Bank Loans | USD       | 79,600                                   | 104                          | 100                        |
| First Quantum Minerals Ltd. 7.50% 04-01-2025 Callable 2021 144A    | Zambia         | Corporate  | USD       | 200,000                                  | 271                          | 260                        |
| First Quantum Minerals Ltd. 6.88% 03-01-2026 Callable 2021 144A    | Zambia         | Corporate  | USD       | 255,000                                  | 337                          | 333                        |
| Ford Motor Co. 9.00% 04-22-2025 Callable 2025                      | United States  | Corporate  | USD       | 175,000                                  | 243                          | 267                        |
| Ford Motor Credit Co. LLC 4.27% 01-09-2027                         | United States  | Corporate  | USD       | 270,000                                  | 345                          | 353                        |
| Ford Motor Credit Co. LLC 4.00% 11-13-2030                         | United States  | Corporate  | USD       | 505,000                                  | 663                          | 630                        |
| Fortescue Metals Group Ltd. 4.38% 04-01-2031 144A                  | Australia      | Corporate  | USD       | 165,000                                  | 207                          | 211                        |
| Freedom Mortgage Corp. 8.13% 11-15-2024 Callable 144A              | United States  | Corporate  | USD       | 90,000                                   | 116                          | 118                        |
| Freedom Mortgage Corp. 8.25% 04-15-2025 Callable 2021 144A         | United States  | Corporate  | USD       | 165,000                                  | 214                          | 216                        |
| Freeport-McMoRan Inc. 4.38% 08-01-2028                             | United States  | Corporate  | USD       | 75,000                                   | 102                          | 100                        |
| Freeport-McMoRan Inc. 4.63% 08-01-2030                             | United States  | Corporate  | USD       | 75,000                                   | 102                          | 103                        |
| Freeport-McMoRan Inc. 5.45% 03-15-2043 Callable 2042               | United States  | Corporate  | USD       | 115,000                                  | 148                          | 174                        |
| The Fresh Market Inc. 9.75% 05-01-2023 Callable 144A               | United States  | Corporate  | USD       | 325,000                                  | 379                          | 421                        |
| Front Range BidCo Inc. Term Loan 1st Lien F/R 02-21-2027           | United States  | Bank Loans | USD       | 57,901                                   | 77                           | 72                         |
| Front Range BidCo Inc. 4.00% 03-01-2027 Callable 2021 144A         | United States  | Corporate  | USD       | 135,000                                  | 180                          | 167                        |
| Front Range BidCo Inc. 6.13% 03-01-2028 Callable 2023 144A         | United States  | Corporate  | USD       | 55,000                                   | 73                           | 71                         |
| Frontier Communications Corp. 10.50% 09-15-2022 Callable 2022      | United States  | Corporate  | USD       | 295,000                                  | 180                          | 253                        |
| Frontier Communications Corp. 5.88% 10-15-2027 144A                | United States  | Corporate  | USD       | 70,000                                   | 93                           | 94                         |
| Frontier Communications Corp. 6.75% 05-01-2029 144A                | United States  | Corporate  | USD       | 270,000                                  | 359                          | 359                        |
| Full House Resorts Inc. 8.25% 02-15-2028 144A                      | United States  | Corporate  | USD       | 125,000                                  | 164                          | 168                        |
| The Gap Inc. 8.63% 05-15-2025 Callable 2022 144A                   | United States  | Corporate  | USD       | 50,000                                   | 70                           | 70                         |
| Garda World Security Corp. Term Loan B 1st Lien F/R 10-23-2026     | Canada         | Bank Loans | USD       | 96,189                                   | 124                          | 121                        |
| Gartner Inc. 4.50% 07-01-2028                                      | United States  | Corporate  | USD       | 30,000                                   | 41                           | 39                         |
| Gartner Inc. 3.75% 10-01-2030 Callable 2025 144A                   | United States  | Corporate  | USD       | 60,000                                   | 79                           | 75                         |
| GCP Applied Technologies Inc. 5.50% 04-15-2026 Callable 2021 144A  | United States  | Corporate  | USD       | 135,000                                  | 173                          | 175                        |
| GFL Environmental Inc. Term Loan B 1st Lien F/R 05-31-2025         | Canada         | Bank Loans | USD       | 88,504                                   | 116                          | 111                        |
| GFL Environmental Inc. 5.13% 12-15-2026 Callable 2022 144A         | Canada         | Corporate  | USD       | 105,000                                  | 139                          | 139                        |
| GFL Environmental Inc. 8.50% 05-01-2027 Callable 2022 144A         | Canada         | Corporate  | USD       | 75,000                                   | 101                          | 104                        |
| GFL Environmental Inc. 4.00% 08-01-2028 144A                       | Canada         | Corporate  | USD       | 55,000                                   | 71                           | 67                         |
| GFL Environmental Inc. 3.50% 09-01-2028 144A                       | Canada         | Corporate  | USD       | 130,000                                  | 166                          | 159                        |
| Global Medical Response Inc. Term Loan B 1st Lien F/R 09-24-2025   | United States  | Bank Loans | USD       | 290,000                                  | 380                          | 364                        |
| Global Medical Response Inc. 6.50% 10-01-2025 144A                 | United States  | Corporate  | USD       | 150,000                                  | 198                          | 196                        |
| Global Partners LP 6.88% 01-15-2029                                | United States  | Corporate  | USD       | 20,000                                   | 27                           | 27                         |
| GLP Capital LP/GLP Financing II Inc. 5.25% 06-01-2025              | United States  | Corporate  | USD       | 40,000                                   | 52                           | 56                         |
| goeasy Ltd. 5.38% 12-01-2024 Callable 2021 144A                    | Canada         | Corporate  | USD       | 105,000                                  | 139                          | 138                        |
| Golden Nugget Inc. 6.75% 10-15-2024 Callable 2021 144A             | United States  | Corporate  | USD       | 305,000                                  | 392                          | 387                        |
| Golden Nugget Inc. 8.75% 10-01-2025 Callable 144A                  | United States  | Corporate  | USD       | 130,000                                  | 171                          | 173                        |

## SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2021

|   | Country        | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ '000) | Fair<br>Value<br>(\$ '000) |
|---|----------------|------------|-----------|--|------------------------------|----------------------------|
| <b>BONDS (continued)</b>  |                |            |           |  |                              |                            |
| GrafTech Holdings Inc. 4.63% 12-15-2028 144A                                | United States  | Corporate  | USD       | 35,000                                   | 45                           | 44                         |
| Granite US Holdings Corp. 11.00% 10-01-2027 144A                            | United States  | Corporate  | USD       | 160,000                                  | 230                          | 227                        |
| Graphic Packaging International LLC 3.50% 03-15-2028 144A                   | United States  | Corporate  | USD       | 145,000                                  | 196                          | 182                        |
| Gray Escrow Inc. 7.00% 05-15-2027 Callable 2022 144A                        | United States  | Corporate  | USD       | 65,000                                   | 89                           | 89                         |
| Gray Television Inc. 4.75% 10-15-2030 144A                                  | United States  | Corporate  | USD       | 110,000                                  | 143                          | 138                        |
| Greeneden US Holdings II LLC Term Loan B 1st Lien F/R 10-08-2027            | United Kingdom | Bank Loans | USD       | 110,000                                  | 144                          | 138                        |
| Greif Inc. 6.50% 03-01-2027 Callable 2022 144A                              | United States  | Corporate  | USD       | 195,000                                  | 263                          | 259                        |
| GW B-CR Security Corp. 9.50% 11-01-2027                                     | Canada         | Corporate  | USD       | 79,000                                   | 108                          | 110                        |
| Hanesbrands Inc. 4.63% 05-15-2024 Callable 2024 144A                        | United States  | Corporate  | USD       | 110,000                                  | 143                          | 147                        |
| Hanesbrands Inc. 5.38% 05-15-2025 Callable 2022 144A                        | United States  | Corporate  | USD       | 175,000                                  | 247                          | 233                        |
| HCA Healthcare Inc. 5.38% 09-01-2026 Callable 2026                          | United States  | Corporate  | USD       | 350,000                                  | 520                          | 499                        |
| HCA Healthcare Inc. 3.50% 09-01-2030 Callable 2030                          | United States  | Corporate  | USD       | 100,000                                  | 131                          | 127                        |
| Hess Midstream Operation LP 5.63% 02-15-2026 Callable 2021 144A             | United States  | Corporate  | USD       | 180,000                                  | 234                          | 234                        |
| Hess Midstream Partners LP 5.13% 06-15-2028 Callable 2023 144A              | United States  | Corporate  | USD       | 260,000                                  | 348                          | 331                        |
| Hilcorp Finance Co. 5.75% 02-01-2029 144A                                   | United States  | Corporate  | USD       | 35,000                                   | 44                           | 44                         |
| Hilcorp Finance Co. 6.00% 02-01-2031 144A                                   | United States  | Corporate  | USD       | 35,000                                   | 44                           | 45                         |
| Hilton Worldwide Finance LLC 4.88% 04-01-2027 Callable 2022                 | United States  | Corporate  | USD       | 160,000                                  | 217                          | 210                        |
| Holly Energy Partners LP 5.00% 02-01-2028 Callable 2023 144A                | United States  | Corporate  | USD       | 170,000                                  | 218                          | 217                        |
| Home Point Capital Inc. 5.00% 02-01-2026 144A                               | United States  | Corporate  | USD       | 65,000                                   | 83                           | 81                         |
| HUB International LLC Term Loan B 1st Lien F/R 04-25-2025                   | United States  | Bank Loans | USD       | 59,400                                   | 76                           | 75                         |
| HUB International Ltd. 7.00% 05-01-2026 Callable 2021 144A                  | United States  | Corporate  | USD       | 170,000                                  | 223                          | 222                        |
| Hudbay Minerals Inc. 4.50% 04-01-2026 144A                                  | Peru           | Corporate  | USD       | 55,000                                   | 69                           | 71                         |
| Hudbay Minerals Inc. 6.13% 04-01-2029 144A                                  | Peru           | Corporate  | USD       | 40,000                                   | 53                           | 54                         |
| Husky III Holding Ltd. 13.00% 02-15-2025 Callable 2021 144A                 | Canada         | Corporate  | USD       | 150,000                                  | 195                          | 206                        |
| Icahn Enterprises LP 6.75% 02-01-2024 Callable 2021                         | United States  | Corporate  | USD       | 105,000                                  | 139                          | 135                        |
| Icahn Enterprises LP 6.25% 05-15-2026 Callable 2022                         | United States  | Corporate  | USD       | 210,000                                  | 289                          | 278                        |
| Icahn Enterprises LP 5.25% 05-15-2027 Callable 2026                         | United States  | Corporate  | USD       | 60,000                                   | 79                           | 78                         |
| Icahn Enterprises LP 4.38% 02-01-2029 144A                                  | United States  | Corporate  | USD       | 70,000                                   | 89                           | 86                         |
| iHeartCommunications Inc. Term Loan B 1st Lien F/R 05-01-2026               | United States  | Bank Loans | USD       | 44,438                                   | 59                           | 55                         |
| iHeartCommunications Inc. Term Loan B 1st Lien F/R 05-01-2026               | United States  | Bank Loans | USD       | 109,175                                  | 141                          | 138                        |
| iHeartCommunications Inc. 6.38% 05-01-2026                                  | United States  | Corporate  | USD       | 201,760                                  | 292                          | 269                        |
| iHeartCommunications Inc. 8.38% 05-01-2027                                  | United States  | Corporate  | USD       | 286,316                                  | 410                          | 387                        |
| IHS Markit Ltd. 4.00% 03-01-2026 Callable 2025 144A                         | United States  | Corporate  | USD       | 20,000                                   | 26                           | 28                         |
| Indigo Natural Resources LLC 5.38% 02-01-2029 144A                          | United States  | Corporate  | USD       | 270,000                                  | 342                          | 335                        |
| Ingevity Corp. 3.88% 11-01-2028 144A  | United States  | Corporate  | USD       | 130,000                                  | 170                          | 160                        |
| Intelligent Packaging Ltd. Finco Inc. 6.00% 09-15-2028 144A                 | Canada         | Corporate  | USD       | 165,000                                  | 218                          | 214                        |
| Intelsat Jackson Holdings SA 9.75% 07-15-2025 Callable 2021 144A            | Luxembourg     | Corporate  | USD       | 355,000                                  | 457                          | 280                        |
| IPL Plastics PLC 9.00% 01-15-2026 144A                                      | Ireland        | Corporate  | USD       | 105,000                                  | 134                          | 135                        |
| IRB Holding Corp. Term Loan B 1st Lien F/R 11-19-2027                       | United States  | Bank Loans | USD       | 50,000                                   | 65                           | 63                         |
| Iron Mountain Inc. 5.25% 03-15-2028 Callable 2022 144A                      | United States  | Corporate  | USD       | 295,000                                  | 397                          | 386                        |
| iStar Inc. 4.75% 10-01-2024   | United States  | Corporate  | USD       | 75,000                                   | 98                           | 98                         |
| iStar Inc. 4.25% 08-01-2025 Callable 2025                                   | United States  | Corporate  | USD       | 225,000                                  | 294                          | 285                        |
| iStar Inc. 5.50% 02-15-2026   | United States  | Corporate  | USD       | 245,000                                  | 320                          | 317                        |
| James Hardie International Finance Ltd. 5.00% 01-15-2028 Callable 2023 144A | Ireland        | Corporate  | USD       | 200,000                                  | 256                          | 267                        |
| Jeld-Wen Inc. 4.63% 12-15-2025 Callable 2021 144A                           | United States  | Corporate  | USD       | 40,000                                   | 51                           | 51                         |
| Jeld-Wen Inc. 4.88% 12-15-2027 Callable 2022 144A                           | United States  | Corporate  | USD       | 130,000                                  | 167                          | 169                        |
| KFC Holding Co. 5.25% 06-01-2026 Callable 2021 144A                         | United States  | Corporate  | USD       | 165,000                                  | 218                          | 214                        |
| Klockner Pentaplast of America Inc. Term Loan 1st Lien F/R 02-04-2026       | United States  | Bank Loans | USD       | 50,000                                   | 64                           | 63                         |
| The Kraft Heinz Co. 3.88% 05-15-2027  | United States  | Corporate  | USD       | 20,000                                   | 28                           | 27                         |
| The Kraft Heinz Co. 5.00% 07-15-2035 Callable 2035                          | United States  | Corporate  | USD       | 210,000                                  | 307                          | 304                        |
| Kraft Heinz Foods Co. 3.00% 06-01-2026 Callable 2026                        | United States  | Corporate  | USD       | 324,000                                  | 433                          | 429                        |
| Kraton Polymers LLC 4.25% 12-15-2025 144A                                   | United States  | Corporate  | USD       | 170,000                                  | 218                          | 216                        |
| L Brands Inc. 6.88% 07-01-2025 144A   | United States  | Corporate  | USD       | 35,000                                   | 47                           | 49                         |
| L Brands Inc. 9.38% 07-01-2025 144A   | United States  | Corporate  | USD       | 30,000                                   | 41                           | 47                         |
| L Brands Inc. 7.50% 06-15-2029 Callable 2024                                | United States  | Corporate  | USD       | 145,000                                  | 206                          | 208                        |
| L Brands Inc. 6.63% 10-01-1930  | United States  | Corporate  | USD       | 70,000                                   | 92                           | 100                        |
| L Brands Inc. 6.75% 07-01-2036 Callable                                     | United States  | Corporate  | USD       | 140,000                                  | 214                          | 208                        |
| Ladder Capital Finance Holding 5.25% 10-01-2025 Callable 2021 144A          | United States  | Corporate  | USD       | 140,000                                  | 176                          | 178                        |
| Ladder Capital Finance Holding 4.25% 02-01-2027 Callable 2023 144A          | United States  | Corporate  | USD       | 140,000                                  | 171                          | 175                        |
| Lamb Weston Holdings Inc. 4.88% 11-01-2026 Callable 2021 144A               | United States  | Corporate  | USD       | 185,000                                  | 248                          | 241                        |
| Lamb Weston Holdings Inc. 4.88% 05-15-2028 144A                             | United States  | Corporate  | USD       | 175,000                                  | 250                          | 237                        |
| Landry's Finance Acquisition Co. Term Loan 1st Lien F/R 10-04-2023          | United States  | Bank Loans | USD       | 35,000                                   | 47                           | 50                         |
| LBM Acquisition LLC 6.25% 01-15-2029 144A                                   | United States  | Corporate  | USD       | 40,000                                   | 51                           | 52                         |
| Level 3 Financing Inc. 4.63% 09-15-2027 Callable 2022 144A                  | United States  | Corporate  | USD       | 170,000                                  | 231                          | 220                        |
| Level 3 Parent LLC 4.25% 07-01-2028   | United States  | Corporate  | USD       | 105,000                                  | 140                          | 134                        |
| Level 3 Parent LLC 3.63% 01-15-2029 144A                                    | United States  | Corporate  | USD       | 75,000                                   | 100                          | 92                         |
| Levi Strauss & Co. 3.50% 03-01-2031 144A                                    | United States  | Corporate  | USD       | 65,000                                   | 83                           | 79                         |
| LG FinanceCo Corp. 5.88% 11-01-2024 Callable 2021 144A                      | United States  | Corporate  | USD       | 185,000                                  | 249                          | 239                        |
| Lions Gate Capital Holdings LLC 6.38% 02-01-2024 Callable 2021 144A         | United States  | Corporate  | USD       | 100,000                                  | 134                          | 130                        |
| Lions Gate Entertainment Inc. 5.50% 04-15-2029 144A                         | United States  | Corporate  | USD       | 235,000                                  | 296                          | 295                        |
| Live Nation Entertainment Inc. 4.88% 11-01-2024 Callable 144A               | United States  | Corporate  | USD       | 35,000                                   | 46                           | 45                         |
| Live Nation Entertainment Inc. 5.63% 03-15-2026 Callable 2021 144A          | United States  | Corporate  | USD       | 70,000                                   | 92                           | 91                         |
| Live Nation Entertainment Inc. 6.50% 05-15-2027 144A                        | United States  | Corporate  | USD       | 145,000                                  | 206                          | 203                        |
| Lloyds Banking Group PLC Perpetual 4.50% 06-27-2024                         | United Kingdom | Corporate  | USD       | 200,000                                  | 261                          | 281                        |
| Louisiana-Pacific Corp. 3.63% 03-15-2029 144A                               | United States  | Corporate  | USD       | 200,000                                  | 252                          | 245                        |

## SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2021

|   | Country       | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ 000) | Fair<br>Value<br>(\$ 000) |
|---|---------------|------------|-----------|--|-----------------------------|---------------------------|
| <b>BONDS (continued)</b>  |               |            |           |  |                             |                           |
| LPL Holdings Inc. 4.63% 11-15-2027 Callable 2022 144A                     | United States | Corporate  | USD       | 75,000                                   | 97                          | 99                        |
| Mallinckrodt International Finance SA 10.00% 04-15-2025                   | United States | Corporate  | USD       | 98,000                                   | 160                         | 122                       |
| Masonite International Corp. 5.38% 02-01-2028 Callable 2023 144A          | United States | Corporate  | USD       | 65,000                                   | 86                          | 87                        |
| MasTec Inc. 4.50% 08-15-2028 144A   | United States | Corporate  | USD       | 65,000                                   | 87                          | 85                        |
| Match Group Inc. 5.00% 12-15-2027 Callable 2022 144A                      | United States | Corporate  | USD       | 41,000                                   | 53                          | 54                        |
| Match Group Inc. 4.63% 06-01-2028 Callable 2023 144A                      | United States | Corporate  | USD       | 205,000                                  | 289                         | 264                       |
| Match Group Inc. 5.63% 02-15-2029   | United States | Corporate  | USD       | 90,000                                   | 129                         | 121                       |
| Match Group Inc. 4.13% 08-01-2030 Callable 2025 144A                      | United States | Corporate  | USD       | 35,000                                   | 47                          | 44                        |
| Mattamy Group Corp. 5.25% 12-15-2027 Callable 2022 144A                   | Canada        | Corporate  | USD       | 175,000                                  | 235                         | 232                       |
| Mattamy Group Corp. 4.63% 03-01-2030 Callable 2025 144A                   | Canada        | Corporate  | USD       | 230,000                                  | 303                         | 288                       |
| Mattel Inc. 3.38% 04-01-2026 144A   | United States | Corporate  | USD       | 35,000                                   | 44                          | 45                        |
| Mattel Inc. 5.88% 12-15-2027 Callable 2022 144A                           | United States | Corporate  | USD       | 100,000                                  | 138                         | 138                       |
| Mattel Inc. 3.75% 04-01-2029 144A   | United States | Corporate  | USD       | 125,000                                  | 158                         | 159                       |
| Mauser Packaging Solutions 8.50% 04-15-2024 144A                          | United States | Corporate  | USD       | 45,000                                   | 63                          | 59                        |
| MEG Energy Corp. 6.50% 01-15-2025 Callable 2022 144A                      | Canada        | Corporate  | USD       | 185,000                                  | 241                         | 240                       |
| MEG Energy Corp. 5.88% 02-01-2029 144A                                    | Canada        | Corporate  | USD       | 55,000                                   | 71                          | 69                        |
| Mercer International Inc. 5.13% 02-01-2029 144A                           | Germany       | Corporate  | USD       | 80,000                                   | 101                         | 104                       |
| Meredith Corp. 6.50% 07-01-2025 144A                                      | United States | Corporate  | USD       | 145,000                                  | 197                         | 196                       |
| Meredith Corp. 6.88% 02-01-2026 Callable 2021                             | United States | Corporate  | USD       | 330,000                                  | 421                         | 425                       |
| Microchip Technology Inc. 4.25% 09-01-2025 144A                           | United States | Corporate  | USD       | 185,000                                  | 252                         | 244                       |
| Microchip Technology Inc. 1.63% 02-15-2027 Conv.                          | United States | Corporate  | USD       | 80,000                                   | 125                         | 229                       |
| MPH Acquisition Holdings LLC 5.75% 11-01-2028                             | United States | Corporate  | USD       | 70,000                                   | 92                          | 86                        |
| Mr. Cooper Group Inc. 6.00% 01-15-2027 Callable 2023                      | United States | Corporate  | USD       | 120,000                                  | 162                         | 157                       |
| Mr. Cooper Group Inc. 5.13% 12-15-2030 144A                               | United States | Corporate  | USD       | 40,000                                   | 52                          | 50                        |
| Nabors Industries Inc. 5.75% 02-01-2025 Callable 2024                     | United States | Corporate  | USD       | 95,000                                   | 94                          | 89                        |
| Nabors Industries Inc. 9.00% 02-01-2025                                   | United States | Corporate  | USD       | 38,000                                   | 103                         | 49                        |
| Nabors Industries Ltd. 0.75% 01-15-2024 Conv.                             | United States | Corporate  | USD       | 120,000                                  | 92                          | 118                       |
| Nationstar Mortgage Holdings Inc. 5.50% 08-15-2028 Callable 2023 144A     | United States | Corporate  | USD       | 120,000                                  | 161                         | 152                       |
| Navistar Inc. Term Loan B 1st Lien F/R 11-06-2024                         | United States | Bank Loans | USD       | 217,181                                  | 284                         | 273                       |
| Navistar International Corp. 6.63% 11-01-2025 Callable 2021 144A          | United States | Corporate  | USD       | 150,000                                  | 194                         | 196                       |
| Netflix Inc. 5.88% 11-15-2028   | United States | Corporate  | USD       | 365,000                                  | 537                         | 556                       |
| Netflix Inc. 6.38% 05-15-2029 144A  | United States | Corporate  | USD       | 50,000                                   | 65                          | 78                        |
| Netflix Inc. 5.38% 11-15-2029 144A  | United States | Corporate  | USD       | 260,000                                  | 384                         | 387                       |
| Netflix Inc. 4.88% 06-15-2030   | United States | Corporate  | USD       | 70,000                                   | 96                          | 101                       |
| New Red Finance Inc. 4.25% 05-15-2024 Callable 2021 144A                  | Canada        | Corporate  | USD       | 39,000                                   | 55                          | 50                        |
| New Red Finance Inc. 3.88% 01-15-2028 Callable 2022 144A                  | Canada        | Corporate  | USD       | 95,000                                   | 126                         | 121                       |
| New Red Finance Inc. 4.38% 01-15-2028 Callable 2022 144A                  | Canada        | Corporate  | USD       | 105,000                                  | 140                         | 133                       |
| New Red Finance Inc. 4.00% 10-15-2030                                     | Canada        | Corporate  | USD       | 180,000                                  | 231                         | 218                       |
| Newell Brands Inc. 4.88% 06-01-2025                                       | United States | Corporate  | USD       | 120,000                                  | 169                         | 167                       |
| Newell Brands Inc. 4.20% 04-01-2026 Callable 2026                         | United States | Corporate  | USD       | 225,000                                  | 303                         | 313                       |
| Newfield Exploration Co. 5.63% 07-01-2024                                 | United States | Corporate  | USD       | 60,000                                   | 77                          | 83                        |
| Nexstar Broadcasting Inc. 4.75% 11-01-2028 Callable 2023 144A             | United States | Corporate  | USD       | 75,000                                   | 99                          | 96                        |
| Nexstar Escrow Inc. 5.63% 07-15-2027 Callable 2022 144A                   | United States | Corporate  | USD       | 160,000                                  | 220                         | 212                       |
| The Nielsen Co. (Luxembourg) S.a.r.l. 5.00% 02-01-2025 Callable 2021 144A | United States | Corporate  | USD       | 165,000                                  | 216                         | 213                       |
| Nielsen Finance LLC 5.63% 10-01-2028                                      | United States | Corporate  | USD       | 105,000                                  | 138                         | 139                       |
| Nielsen Finance LLC/Nielsen Finance Co. 5.00% 04-15-2022 Callable 144A    | United States | Corporate  | USD       | 101,000                                  | 135                         | 127                       |
| NMG Holding Co. Inc. 7.13% 04-01-2026 144A                                | United States | Corporate  | USD       | 75,000                                   | 94                          | 96                        |
| Nordstrom Inc. 8.75% 05-15-2025 Callable 2022 144A                        | United States | Corporate  | USD       | 200,000                                  | 292                         | 285                       |
| Northriver Midstream Finance Ltd. 5.63% 02-15-2026                        | Canada        | Corporate  | USD       | 80,000                                   | 104                         | 105                       |
| Nouryon USA LLC Term Loan B 1st Lien F/R 10-01-2025                       | Netherlands   | Bank Loans | USD       | 88,099                                   | 115                         | 109                       |
| Novelis Corp. 5.88% 09-30-2026 Callable 2022 144A                         | United States | Corporate  | USD       | 300,000                                  | 399                         | 395                       |
| Novelis Inc. 4.75% 01-30-2030 Callable 2025 144A                          | United States | Corporate  | USD       | 105,000                                  | 139                         | 136                       |
| Numericable-SFR 7.38% 05-01-2026 Callable 2021 144A                       | France        | Corporate  | USD       | 200,000                                  | 271                         | 262                       |
| Occidental Petroleum Corp. 6.63% 09-01-2030                               | United States | Corporate  | USD       | 105,000                                  | 139                         | 149                       |
| Occidental Petroleum Corp. 6.13% 01-01-2031                               | United States | Corporate  | USD       | 110,000                                  | 152                         | 153                       |
| Occidental Petroleum Corp. 6.45% 09-15-2036                               | United States | Corporate  | USD       | 240,000                                  | 297                         | 335                       |
| Occidental Petroleum Corp. 6.20% 03-15-2040                               | United States | Corporate  | USD       | 180,000                                  | 244                         | 232                       |
| Ocwen Financial Corp. 7.88% 03-15-2026 144A                               | United States | Corporate  | USD       | 275,000                                  | 352                         | 353                       |
| ON Semiconductor Corp. 1.63% 10-15-2023 Conv. 144A                        | United States | Corporate  | USD       | 75,000                                   | 114                         | 196                       |
| OneMain Holdings Inc. 8.88% 06-01-2025                                    | United States | Corporate  | USD       | 35,000                                   | 49                          | 49                        |
| OneMain Holdings Inc. 7.13% 03-15-2026                                    | United States | Corporate  | USD       | 110,000                                  | 158                         | 159                       |
| OneMain Holdings Inc. 5.38% 11-15-2029 Callable 2029                      | United States | Corporate  | USD       | 310,000                                  | 408                         | 417                       |
| OneMain Holdings Inc. 4.00% 09-15-2030                                    | United States | Corporate  | USD       | 70,000                                   | 90                          | 85                        |
| Ortho-Clinical Diagnostics Inc. Term Loan B 1st Lien F/R 06-01-2025       | United States | Bank Loans | USD       | 153,989                                  | 199                         | 193                       |
| Ortho-Clinical Diagnostics Inc. 7.38% 06-01-2025                          | United States | Corporate  | USD       | 65,000                                   | 89                          | 88                        |
| Outfront Media Capital LLC 6.25% 06-15-2025 144A                          | United States | Corporate  | USD       | 70,000                                   | 99                          | 94                        |
| Outfront Media Capital LLC 4.63% 03-15-2030 Callable 2025 144A            | United States | Corporate  | USD       | 125,000                                  | 166                         | 152                       |
| Ovintiv Inc. 8.13% 09-15-2030   | United States | Corporate  | USD       | 55,000                                   | 92                          | 90                        |
| Ovintiv Inc. 7.38% 11-01-2031   | United States | Corporate  | USD       | 115,000                                  | 181                         | 184                       |
| Ovintiv Inc. 6.50% 08-15-2034   | United States | Corporate  | USD       | 30,000                                   | 42                          | 46                        |
| Ovintiv Inc. 6.63% 08-15-2037   | United States | Corporate  | USD       | 45,000                                   | 68                          | 68                        |
| Owens & Minor Inc. 4.50% 03-31-2029 144A                                  | United States | Corporate  | USD       | 75,000                                   | 95                          | 95                        |
| Owens-Brockway Glass Container Inc. 6.63% 05-13-2027 Callable 2023 144A   | United States | Corporate  | USD       | 55,000                                   | 78                          | 75                        |
| Pacific Gas and Electric Co. 2.95% 03-01-2026                             | United States | Corporate  | USD       | 140,000                                  | 205                         | 184                       |
| Pacific Gas and Electric Co. 3.30% 03-15-2027 Callable 2026               | United States | Corporate  | USD       | 40,000                                   | 54                          | 53                        |

## SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2021

|  | Country       | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ '000) | Fair<br>Value<br>(\$ '000) |
|--|---------------|------------|-----------|--|------------------------------|----------------------------|
| <b>BONDS (continued)</b>   |               |            |           |  |                              |                            |
| Panther BF Aggregator 2 LP 6.25% 05-15-2026 144A                         | United States | Corporate  | USD       | 75,000                                   | 105                          | 100                        |
| Panther BF Aggregator 2 LP 8.50% 05-15-2027 Callable 2022 144A           | United States | Corporate  | USD       | 215,000                                  | 299                          | 291                        |
| Park-Ohio Industries Inc. 6.63% 04-15-2027 Callable 2022                 | United States | Corporate  | USD       | 260,000                                  | 347                          | 331                        |
| Penn National Gaming Inc. 5.63% 01-15-2027 Callable 2022 144A            | United States | Corporate  | USD       | 210,000                                  | 283                          | 275                        |
| PennyMac Financial Services Inc. 5.38% 10-15-2025 144A                   | United States | Corporate  | USD       | 135,000                                  | 181                          | 176                        |
| PennyMac Financial Services Inc. 4.25% 02-15-2029 144A                   | United States | Corporate  | USD       | 80,000                                   | 101                          | 97                         |
| PetSmart Inc. 7.75% 02-15-2029 144A                                      | United States | Corporate  | USD       | 250,000                                  | 334                          | 341                        |
| Pisces Midco Inc. 8.00% 04-15-2026 Callable 2021 144A                    | United States | Corporate  | USD       | 83,000                                   | 108                          | 109                        |
| Pisces Midco Inc. Term Loan B 1st Lien F/R 03-29-2025                    | United States | Bank Loans | USD       | 54,102                                   | 69                           | 68                         |
| Plantronics Inc. 4.75% 03-01-2029 144A                                   | United States | Corporate  | USD       | 200,000                                  | 251                          | 247                        |
| Plantronics Inc. 5.50% 05-31-2023 Callable 144A                          | United States | Corporate  | USD       | 335,000                                  | 430                          | 423                        |
| PM General Purchaser LLC 9.50% 10-01-2028 Callable 2023 144A             | United States | Corporate  | USD       | 225,000                                  | 299                          | 304                        |
| PolyOne Corp. 5.75% 05-15-2025 Callable 2022 144A                        | United States | Corporate  | USD       | 40,000                                   | 56                           | 54                         |
| Precision Drilling Corp. 5.25% 11-15-2024 Callable                       | Canada        | Corporate  | USD       | 145,000                                  | 172                          | 169                        |
| Precision Drilling Corp. 7.13% 01-15-2026 Callable 144A                  | Canada        | Corporate  | USD       | 145,000                                  | 195                          | 177                        |
| Prestige Brands Inc. 3.75% 04-01-2031 144A                               | United States | Corporate  | USD       | 50,000                                   | 64                           | 60                         |
| Prime Security Services Borrower LLC 3.38% 08-31-2027 Callable 2026 144A | United States | Corporate  | USD       | 75,000                                   | 100                          | 91                         |
| Prime Security Services Borrower LLC 6.25% 01-15-2028 Callable 2023 144A | United States | Corporate  | USD       | 170,000                                  | 222                          | 223                        |
| Provident Funding Associates LP 6.38% 06-15-2025 Callable 144A           | United States | Corporate  | USD       | 150,000                                  | 199                          | 189                        |
| PulteGroup Inc. 7.88% 06-15-2032   | United States | Corporate  | USD       | 140,000                                  | 220                          | 247                        |
| Qorvo Inc. 3.38% 04-01-2031 Callable 2026 144A                           | United States | Corporate  | USD       | 155,000                                  | 201                          | 191                        |
| Quebecor Media Inc. 5.75% 01-15-2023 Callable                            | Canada        | Corporate  | USD       | 65,000                                   | 88                           | 87                         |
| Quorum Health Corp. Term Loan EXIT 1st Lien F/R 04-29-2025               | United States | Bank Loans | USD       | 189,362                                  | 239                          | 244                        |
| Rattler Midstream LP 5.63% 07-15-2025 144A                               | United States | Corporate  | USD       | 105,000                                  | 143                          | 137                        |
| Rayonier AM Products Inc. 7.63% 01-15-2026 144A                          | United States | Corporate  | USD       | 15,000                                   | 19                           | 20                         |
| RBS Global Inc. 4.88% 12-15-2025 Callable 144A                           | United States | Corporate  | USD       | 120,000                                  | 153                          | 155                        |
| Realogy Group LLC 5.75% 01-15-2029 144A                                  | United States | Corporate  | USD       | 165,000                                  | 210                          | 205                        |
| Rite Aid Corp. 7.50% 07-01-2025 Callable 2022                            | United States | Corporate  | USD       | 113,000                                  | 150                          | 148                        |
| Rite Aid Corp. 8.00% 11-15-2026 Callable 2023 144A                       | United States | Corporate  | USD       | 246,000                                  | 347                          | 325                        |
| Robertshaw US Holding Corp. Term Loan 1st Lien F/R 02-15-2025            | United States | Bank Loans | USD       | 87,965                                   | 108                          | 104                        |
| Robertshaw US Holding Corp. Term Loan 2nd Lien F/R 02-15-2026            | United States | Bank Loans | USD       | 75,000                                   | 93                           | 82                         |
| Rocket Software Inc. 6.50% 02-15-2029 144A                               | United States | Corporate  | USD       | 220,000                                  | 281                          | 279                        |
| Royal Caribbean Cruises Ltd. 9.13% 06-15-2023 Callable 2023 144A         | United States | Corporate  | USD       | 30,000                                   | 41                           | 41                         |
| Sabre GBLB Inc. 9.25% 04-15-2025 Callable 2025 144A                      | United States | Corporate  | USD       | 210,000                                  | 304                          | 316                        |
| Scientific Games Corp. 7.00% 05-15-2028 Callable 2023 144A               | United States | Corporate  | USD       | 85,000                                   | 113                          | 114                        |
| Scientific Games Corp. 7.25% 11-15-2029 Callable 2024 144A               | United States | Corporate  | USD       | 275,000                                  | 372                          | 376                        |
| Scotts Miracle-Gro Co. 4.50% 10-15-2029                                  | United States | Corporate  | USD       | 325,000                                  | 441                          | 425                        |
| Scripps Escrow II Inc. 3.88% 01-15-2029 144A                             | United States | Corporate  | USD       | 75,000                                   | 95                           | 93                         |
| Scripps Escrow II Inc. 5.38% 01-15-2031 144A                             | United States | Corporate  | USD       | 120,000                                  | 155                          | 150                        |
| Sensata Technologies BV 4.00% 04-15-2029 144A                            | United States | Corporate  | USD       | 165,000                                  | 206                          | 212                        |
| Service Corp. International 5.13% 06-01-2029 Callable 2024               | United States | Corporate  | USD       | 210,000                                  | 286                          | 284                        |
| Service Corp. International 3.38% 08-15-2030 Callable 2025               | United States | Corporate  | USD       | 100,000                                  | 129                          | 123                        |
| Service Properties Trust 7.50% 09-15-2025                                | United States | Corporate  | USD       | 55,000                                   | 75                           | 79                         |
| Shift4 Payments LLC 4.63% 11-01-2026 144A                                | United States | Corporate  | USD       | 185,000                                  | 248                          | 243                        |
| Sinclair Television Group Inc. 5.50% 03-01-2030 Callable 2024 144A       | United States | Corporate  | USD       | 145,000                                  | 191                          | 178                        |
| Sinclair Television Group Inc. 4.13% 12-01-2030 144A                     | United States | Corporate  | USD       | 70,000                                   | 91                           | 85                         |
| Sirius XM Radio Inc. 5.00% 08-01-2027 Callable 2022 144A                 | United States | Corporate  | USD       | 135,000                                  | 176                          | 178                        |
| Sirius XM Radio Inc. 5.50% 07-01-2029 Callable 2024 144A                 | United States | Corporate  | USD       | 115,000                                  | 168                          | 157                        |
| Six Flags Entertainment Corp. 7.00% 07-01-2025 Callable 2022 144A        | United States | Corporate  | USD       | 185,000                                  | 263                          | 252                        |
| Six Flags Entertainment Corp. 5.50% 04-15-2027 Callable 2022 144A        | United States | Corporate  | USD       | 125,000                                  | 164                          | 163                        |
| SM Energy Co. 6.13% 11-15-2022   | United States | Corporate  | USD       | 45,000                                   | 39                           | 56                         |
| SM Energy Co. 5.00% 01-15-2024 Callable                                  | United States | Corporate  | USD       | 70,000                                   | 71                           | 83                         |
| SM Energy Co. 10.00% 01-15-2025  | United States | Corporate  | USD       | 60,000                                   | 80                           | 85                         |
| SM Energy Co. 6.75% 09-15-2026 Callable 2021                             | United States | Corporate  | USD       | 125,000                                  | 159                          | 145                        |
| SM Energy Co. 6.63% 01-15-2027 Callable 2022                             | United States | Corporate  | USD       | 80,000                                   | 99                           | 93                         |
| Solenis International LP Term Loan 1st Lien F/R 06-26-2025               | United States | Bank Loans | USD       | 240,667                                  | 312                          | 302                        |
| Solenis International LLC Term Loan B 2nd Lien F/R 06-26-2026            | United States | Bank Loans | USD       | 65,000                                   | 81                           | 82                         |
| Solera Finance Inc. 10.50% 03-01-2024 Callable 2021 144A                 | United States | Corporate  | USD       | 160,000                                  | 231                          | 208                        |
| Spectrum Brands Holdings Inc. 3.88% 03-15-2031 144A                      | United States | Corporate  | USD       | 165,000                                  | 208                          | 203                        |
| Spectrum Brands Inc. 5.00% 10-01-2029 Callable 2024 144A                 | United States | Corporate  | USD       | 85,000                                   | 115                          | 113                        |
| Splunk Inc. 1.13% 09-15-2025   | United States | Corporate  | USD       | 55,000                                   | 89                           | 82                         |
| Splunk Inc. 1.13% 06-15-2027 144A  | United States | Corporate  | USD       | 57,000                                   | 77                           | 68                         |
| Springleaf Finance Corp. 6.88% 03-15-2025                                | United States | Corporate  | USD       | 35,000                                   | 50                           | 50                         |
| Springleaf Finance Corp. 6.63% 01-15-2028 Callable 2027                  | United States | Corporate  | USD       | 55,000                                   | 74                           | 78                         |
| Sprint Capital Corp. 6.88% 11-15-2028                                    | United States | Corporate  | USD       | 320,000                                  | 417                          | 507                        |
| Sprint Corp. 7.88% 09-15-2023  | United States | Corporate  | USD       | 370,000                                  | 486                          | 532                        |
| Sprint Corp. 7.13% 06-15-2024  | United States | Corporate  | USD       | 135,000                                  | 209                          | 196                        |
| Sprint Corp. 7.63% 03-01-2026 Callable 2025                              | United States | Corporate  | USD       | 385,000                                  | 567                          | 593                        |
| SS&C Technologies Inc. 5.50% 09-30-2027 Callable 2022 144A               | United States | Corporate  | USD       | 325,000                                  | 447                          | 435                        |
| Standard Industries Inc. 5.00% 02-15-2027 Callable 2022 144A             | United States | Corporate  | USD       | 55,000                                   | 72                           | 72                         |
| Standard Industries Inc. 4.75% 01-15-2028 Callable 2023 144A             | United States | Corporate  | USD       | 195,000                                  | 253                          | 254                        |
| Standard Industries Inc. 3.38% 01-15-2031 144A                           | United States | Corporate  | USD       | 125,000                                  | 167                          | 148                        |
| Staples Inc. 7.50% 04-15-2026 Callable 2022 144A                         | United States | Corporate  | USD       | 450,000                                  | 580                          | 597                        |
| Starfruit US Holdco LLC 8.00% 10-01-2026 Callable 2021 144A              | Netherlands   | Corporate  | USD       | 200,000                                  | 255                          | 268                        |
| Starwood Property Trust Inc. 5.00% 12-15-2021 Callable 2021              | United States | Corporate  | USD       | 30,000                                   | 39                           | 38                         |

## SCHEDULE OF INVESTMENTS (continued)

as at March 31, 2021

|   | Country        | Sector     | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ '000) | Fair<br>Value<br>(\$ '000) |
|---|----------------|------------|-----------|--|------------------------------|----------------------------|
| <b>BONDS (continued)</b>  |                |            |           |  |                              |                            |
| Starwood Property Trust Inc. 4.75% 03-15-2025 Callable 2024                   | United States  | Corporate  | USD       | 155,000                                  | 198                          | 203                        |
| Station Holdco LLC 4.50% 02-15-2028 Callable 2023 144A                        | United States  | Corporate  | USD       | 100,000                                  | 131                          | 125                        |
| Stevens Holding Co. Inc. 6.13% 10-01-2026 Callable 2023 144A                  | United States  | Corporate  | USD       | 120,000                                  | 159                          | 162                        |
| Sugarhouse HSP Gaming Prop Mezz LP 5.88% 05-15-2025 Callable 144A             | United States  | Corporate  | USD       | 70,000                                   | 95                           | 86                         |
| Tallgrass Energy Partners LP 7.50% 10-01-2025 Callable 2022 144A              | United States  | Corporate  | USD       | 40,000                                   | 53                           | 54                         |
| Tallgrass Energy Partners LP 5.50% 01-15-2028 Callable 2023 144A              | United States  | Corporate  | USD       | 135,000                                  | 176                          | 166                        |
| Tallgrass Energy Partners LP 6.00% 12-31-2030 144A                            | United States  | Corporate  | USD       | 205,000                                  | 260                          | 256                        |
| Targa Resources Partners LP 6.50% 07-15-2027 Callable 2022 144A               | United States  | Corporate  | USD       | 110,000                                  | 153                          | 150                        |
| Targa Resources Partners LP 5.00% 01-15-2028                                  | United States  | Corporate  | USD       | 10,000                                   | 13                           | 13                         |
| Targa Resources Partners LP 6.88% 01-15-2029 144A                             | United States  | Corporate  | USD       | 35,000                                   | 46                           | 48                         |
| Targa Resources Partners LP 5.50% 03-01-2030                                  | United States  | Corporate  | USD       | 100,000                                  | 135                          | 132                        |
| Taseko Mines Ltd. 7.00% 02-15-2026 144A                                       | Canada         | Corporate  | USD       | 145,000                                  | 187                          | 187                        |
| Taylor Morrison Communities Inc. 5.75% 01-15-2028 Callable 2027 144A          | United States  | Corporate  | USD       | 50,000                                   | 65                           | 69                         |
| Taylor Morrison Holdings Inc. 5.13% 08-01-2030 144A                           | United States  | Corporate  | USD       | 65,000                                   | 89                           | 87                         |
| Tempo Acquisition LLC 6.75% 06-01-2025 Callable 144A                          | United States  | Corporate  | USD       | 140,000                                  | 185                          | 180                        |
| Tenet Healthcare Corp. 4.63% 07-15-2024 Callable                              | United States  | Corporate  | USD       | 65,000                                   | 84                           | 83                         |
| Tenet Healthcare Corp. 7.50% 04-01-2025 Callable 2022 144A                    | United States  | Corporate  | USD       | 35,000                                   | 50                           | 48                         |
| Tenet Healthcare Corp. 4.88% 01-01-2026 Callable 2022 144A                    | United States  | Corporate  | USD       | 560,000                                  | 761                          | 734                        |
| Tenet Healthcare Corp. 5.13% 11-01-2027 Callable 2022 144A                    | United States  | Corporate  | USD       | 290,000                                  | 385                          | 382                        |
| Tenneco Inc. 7.88% 01-15-2029 144A  | United States  | Corporate  | USD       | 15,000                                   | 20                           | 21                         |
| Tenneco Inc. 5.13% 04-15-2029 144A  | United States  | Corporate  | USD       | 115,000                                  | 145                          | 143                        |
| Terex Corp. 5.00% 05-15-2029 144A   | United States  | Corporate  | USD       | 80,000                                   | 100                          | 104                        |
| Terrier Media Buyer Inc. Term Loan B 1st Lien F/R 12-17-2026                  | United States  | Bank Loans | USD       | 88,877                                   | 117                          | 111                        |
| Terrier Media Buyer Inc. 8.88% 12-15-2027 Callable 2022 144A                  | United States  | Corporate  | USD       | 380,000                                  | 518                          | 517                        |
| Teva Pharmaceutical Finance Netherlands IV BV 3.65 % 11-10-2021               | Israel         | Corporate  | USD       | 25,000                                   | 34                           | 32                         |
| Teva Pharmaceutical Finance Netherlands III BV 6.00% 04-15-2024               | Israel         | Corporate  | USD       | 200,000                                  | 258                          | 268                        |
| Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026               | Israel         | Corporate  | USD       | 240,000                                  | 278                          | 289                        |
| Teva Pharmaceutical Finance Netherlands III BV 6.75% 03-01-2028 Callable 2027 | Israel         | Corporate  | USD       | 200,000                                  | 284                          | 283                        |
| Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025                      | United Kingdom | Bank Loans | USD       | 170,730                                  | 221                          | 211                        |
| Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021 144A                    | United Kingdom | Corporate  | USD       | 152,000                                  | 198                          | 199                        |
| T-Mobile US Inc. 4.75% 02-01-2028 Callable 2023                               | United States  | Corporate  | USD       | 335,000                                  | 462                          | 450                        |
| T-Mobile US Inc. 2.63% 02-15-2029   | United States  | Corporate  | USD       | 65,000                                   | 83                           | 80                         |
| T-Mobile US Inc. 3.88% 04-15-2030 Callable 2030 144A                          | United States  | Corporate  | USD       | 55,000                                   | 77                           | 75                         |
| T-Mobile US Inc. 2.88% 02-15-2031   | United States  | Corporate  | USD       | 315,000                                  | 391                          | 384                        |
| TMS International Corp/DE Term Loan B 1st Lien F/R 08-14-2024                 | United States  | Bank Loans | USD       | 40,000                                   | 50                           | 50                         |
| TMS International Corp. 7.25% 08-15-2025 Callable 2025 144A                   | United States  | Corporate  | USD       | 170,000                                  | 222                          | 218                        |
| Townsquare Media Inc. 6.88% 02-01-2026 144A                                   | United States  | Corporate  | USD       | 295,000                                  | 381                          | 396                        |
| TransDigm Group Inc. 6.25% 03-15-2026 Callable 2022 144A                      | United States  | Corporate  | USD       | 315,000                                  | 436                          | 420                        |
| TransDigm Group Inc. 6.38% 06-15-2026 Callable                                | United States  | Corporate  | USD       | 140,000                                  | 183                          | 182                        |
| TransDigm Inc. 5.50% 11-15-2027   | United States  | Corporate  | USD       | 250,000                                  | 330                          | 326                        |
| TransDigm Inc. 4.63% 01-15-2029 144A  | United States  | Corporate  | USD       | 95,000                                   | 120                          | 118                        |
| Transocean Inc. 11.50% 01-30-2027   | United States  | Corporate  | USD       | 95,000                                   | 104                          | 101                        |
| Transocean Pontus Ltd. 6.13% 08-01-2025 Callable 2021 144A                    | United States  | Corporate  | USD       | 50,750                                   | 65                           | 61                         |
| Transocean Poseidon Ltd. 6.88% 02-01-2027 Callable 2022 144A                  | United States  | Corporate  | USD       | 155,000                                  | 204                          | 180                        |
| TRI Pointe Group Inc. 5.70% 06-15-2028  | United States  | Corporate  | USD       | 75,000                                   | 101                          | 104                        |
| Trinseo Materials Operating SC 5.13% 04-01-2029 144A                          | United States  | Corporate  | USD       | 165,000                                  | 205                          | 214                        |
| TripAdvisor Inc. 7.00% 07-15-2025   | United States  | Corporate  | USD       | 180,000                                  | 248                          | 245                        |
| Tronox Finance PLC 5.75% 10-01-2025 Callable 144A                             | United States  | Corporate  | USD       | 100,000                                  | 133                          | 131                        |
| Tronox Inc. 6.50% 05-01-2025 Callable 2022 144A                               | United States  | Corporate  | USD       | 20,000                                   | 28                           | 27                         |
| Tronox US Holdings Inc. 4.63% 03-15-2029 144A                                 | United States  | Corporate  | USD       | 110,000                                  | 139                          | 139                        |
| TTM Technologies Inc. 4.00% 03-01-2029 144A                                   | United States  | Corporate  | USD       | 100,000                                  | 125                          | 125                        |
| Twilio Inc. 3.63% 03-15-2029  | United States  | Corporate  | USD       | 150,000                                  | 191                          | 192                        |
| Twilio Inc. 3.88% 03-15-2031  | United States  | Corporate  | USD       | 80,000                                   | 102                          | 103                        |
| UKG Inc. Term Loan 1st Lien F/R 05-03-2026                                    | United States  | Bank Loans | USD       | 154,226                                  | 207                          | 194                        |
| Ultimate Software Group Inc. Term Loan 2nd Lien F/R 05-03-2027                | United States  | Bank Loans | USD       | 50,000                                   | 67                           | 65                         |
| United States Steel Corp. 6.88% 03-01-2029                                    | United States  | Corporate  | USD       | 135,000                                  | 172                          | 174                        |
| Univar Solutions Inc. 5.13% 12-01-2027 Callable 2022 144A                     | United States  | Corporate  | USD       | 255,000                                  | 345                          | 335                        |
| Univision Communications Inc. 5.13% 02-15-2025 Callable 2021 144A             | United States  | Corporate  | USD       | 5,000                                    | 7                            | 6                          |
| Univision Communications Inc. 9.50% 05-01-2025 Callable 2022 144A             | United States  | Corporate  | USD       | 70,000                                   | 99                           | 97                         |
| Univision Communications Inc. 6.63% 06-01-2027 Callable 2023 144A             | United States  | Corporate  | USD       | 265,000                                  | 355                          | 357                        |
| Urban One Inc. 7.38% 02-01-2028 144A  | United States  | Corporate  | USD       | 140,000                                  | 179                          | 183                        |
| US Concrete Inc. 5.13% 03-01-2029 144A  | United States  | Corporate  | USD       | 60,000                                   | 79                           | 78                         |
| USA Compression Partners LP 6.88% 04-01-2026 Callable 2021                    | United States  | Corporate  | USD       | 170,000                                  | 217                          | 219                        |
| USA Compression Partners LP 6.88% 09-01-2027                                  | United States  | Corporate  | USD       | 70,000                                   | 87                           | 91                         |
| USIS Merger Sub Inc. 6.88% 05-01-2025 Callable 144A                           | United States  | Corporate  | USD       | 200,000                                  | 269                          | 256                        |
| Valvoline Inc. 4.25% 02-15-2030 Callable 2025 144A                            | United States  | Corporate  | USD       | 110,000                                  | 149                          | 141                        |
| Vertical US Newco Inc. 5.25% 07-15-2027 144A                                  | United States  | Corporate  | USD       | 200,000                                  | 271                          | 264                        |
| Vertiv Group Corp. Term Loan B 1st Lien F/R 03-02-2027                        | United States  | Bank Loans | USD       | 162,894                                  | 215                          | 203                        |
| Videotron Ltd./Videotron Ltée. 5.13% 04-15-2027 Callable 2022 144A            | Canada         | Corporate  | USD       | 170,000                                  | 225                          | 226                        |
| Viper Energy Partners LP 5.38% 11-01-2027                                     | United States  | Corporate  | USD       | 130,000                                  | 179                          | 171                        |
| VM Consolidated Inc. 5.50% 04-15-229 144A                                     | United States  | Corporate  | USD       | 170,000                                  | 213                          | 219                        |
| VRX Escrow Corp. 6.13% 04-15-2025 Callable 2021 144A                          | United States  | Corporate  | USD       | 300,000                                  | 342                          | 387                        |
| W.R. Grace & Co.-Conn. 5.63% 10-01-2024 144A                                  | United States  | Corporate  | USD       | 205,000                                  | 288                          | 285                        |
| Waste Pro USA Inc. 5.50% 02-15-2026 Callable 2021 144A                        | United States  | Corporate  | USD       | 270,000                                  | 365                          | 348                        |
| Watco Cos LLC 6.50% 06-15-2027 144A   | United States  | Corporate  | USD       | 460,000                                  | 625                          | 613                        |

**SCHEDULE OF INVESTMENTS (continued)**

as at March 31, 2021

|   | Country       | Sector                 | Currency* | No. of Units,<br>Shares,<br>or Par Value | Average<br>Cost<br>(\$ 000) | Fair<br>Value<br>(\$ 000) |
|---|---------------|------------------------|-----------|--|-----------------------------|---------------------------|
| <b>BONDS (continued)</b>  |               |                        |           |  |                             |                           |
| Weekley Homes LLC 4.88% 09-15-2028 144A                         | United States | Corporate              | USD       | 30,000                                   | 39                          | 39                        |
| Werner FinCo LP 8.75% 07-15-2025 Callable 144A                  | United States | Corporate              | USD       | 140,000                                  | 184                         | 184                       |
| Werner FinCo LP Term Loan 1st Lien F/R 06-23-2024               | United States | Bank Loans             | USD       | 174,355                                  | 222                         | 218                       |
| WESCO International Inc. 7.13% 06-15-2025 Callable 2022 144A    | United States | Corporate              | USD       | 65,000                                   | 90                          | 89                        |
| WESCO International Inc. 7.25% 06-15-2028 144A                  | United States | Corporate              | USD       | 170,000                                  | 234                         | 239                       |
| Western Digital Corp. 4.75% 02-15-2026 Callable 2025            | United States | Corporate              | USD       | 65,000                                   | 82                          | 90                        |
| White Cap Buyer LLC Term loan B 1st Lien F/R 10-19-2027         | United States | Bank Loans             | USD       | 29,304                                   | 38                          | 37                        |
| White Cap Buyer LLC Term Loan B 1st Lien F/R 10-19-2027         | United States | Bank Loans             | USD       | 200,408                                  | 262                         | 252                       |
| White Cap Parent LLC 6.88% 10-15-2028 144A                      | United States | Corporate              | USD       | 105,000                                  | 139                         | 141                       |
| WMG Acquisition Corp. 3.00% 02-15-2031 Callable 2026 144A       | United States | Corporate              | USD       | 90,000                                   | 117                         | 108                       |
| Wolverine World Wide Inc. 6.38% 05-15-2025                      | United States | Corporate              | USD       | 155,000                                  | 221                         | 208                       |
| Wolverine World Wide Inc. 5.00% 09-01-2026 Callable 2021 144A   | United States | Corporate              | USD       | 70,000                                   | 91                          | 90                        |
| WPX Energy Inc. 5.75% 06-01-2026 Callable 2021                  | United States | Corporate              | USD       | 30,000                                   | 39                          | 40                        |
| WPX Energy Inc. 5.25% 10-15-2027 Callable 2022                  | United States | Corporate              | USD       | 95,000                                   | 125                         | 128                       |
| WPX Energy Inc. 5.88% 06-15-2028                                | United States | Corporate              | USD       | 72,000                                   | 97                          | 100                       |
| WPX Energy Inc. 4.50% 01-15-2030 Callable 2025                  | United States | Corporate              | USD       | 121,000                                  | 158                         | 164                       |
| WR Grace & Co. 4.88% 06-15-2027                                 | United States | Corporate              | USD       | 105,000                                  | 143                         | 137                       |
| Wynn Las Vegas LLC 5.25% 05-15-2027 Callable 2027 144A          | United States | Corporate              | USD       | 125,000                                  | 161                         | 165                       |
| Wynn Resorts Finance LLC 7.75% 04-15-2025                       | United States | Corporate              | USD       | 65,000                                   | 92                          | 89                        |
| Wynn Resorts Finance LLC 5.13% 10-01-2029                       | United States | Corporate              | USD       | 290,000                                  | 390                         | 373                       |
| Yum! Brands Inc. 7.75% 04-01-2025 Callable 2022 144A            | United States | Corporate              | USD       | 60,000                                   | 89                          | 83                        |
| Yum! Brands Inc. 4.75% 01-15-2030 144A                          | United States | Corporate              | USD       | 160,000                                  | 214                         | 213                       |
| Yum! Brands Inc. 3.63% 03-15-2031                               | United States | Corporate              | USD       | 75,000                                   | 99                          | 91                        |
| Ziggo Bond Co. BV 6.00% 01-15-2027 Callable 2022 144A           | Netherlands   | Corporate              | USD       | 200,000                                  | 284                         | 263                       |
| ZoomInfo LLC 3.88% 02-01-2029 144A                              | United States | Corporate              | USD       | 235,000                                  | 298                         | 289                       |
|   |               |                        |           |  | 102,182                     | 101,161                   |
| <b>EQUITIES</b>   |               |                        |           |  |                             |                           |
| 2020 Cash Exchange Trust Pfd. Conv.                             | United States | Communication Services | USD       | 156                                      | 212                         | 222                       |
| Advanz Pharma Corp. Ltd.  | Jersey        | Health Care            | USD       | 340                                      | 6                           | 7                         |
| Allice USA Inc. Class A   | United States | Communication Services | USD       | 3,155                                    | 135                         | 129                       |
| Aptiv PLC Pfd. Series A   | United States | Consumer Discretionary | USD       | 405                                      | 90                          | 80                        |
| Broadcom Inc. 3.03% Pfd. Conv.                                  | United States | Information Technology | USD       | 110                                      | 165                         | 204                       |
| Crown Castle International Corp.                                | United States | Real Estate            | USD       | 783                                      | 117                         | 169                       |
| Danaher Corp. Pfd. Conv.  | United States | Health Care            | USD       | 105                                      | 174                         | 202                       |
| General Motors Co.  | United States | Consumer Discretionary | USD       | 1,385                                    | 90                          | 100                       |
| iHeartMedia Inc. Class A  | United States | Communication Services | USD       | 2,080                                    | 8                           | 47                        |
| KKR & Co. Inc. Conv. Pfd.                                       | United States | Financials             | USD       | 2,412                                    | 160                         | 202                       |
| Nine Point Energy Holdings Inc.                                 | United States | Energy                 | USD       | 1,408                                    | 25                          | —                         |
| Nine Point Energy Holdings Inc. Pfd.                            | United States | Energy                 | USD       | 29                                       | 38                          | —                         |
| Oasis Petroleum Inc.  | United States | Energy                 | USD       | 1,849                                    | 66                          | 138                       |
| Ortho Clinical Diagnostics Holdings PLC                         | United States | Health Care            | USD       | 7,140                                    | 150                         | 173                       |
| PG&E Corp. Pfd.   | United States | Utilities              | USD       | 1,190                                    | 195                         | 171                       |
| PPL Corp.   | United States | Utilities              | USD       | 4,440                                    | 158                         | 161                       |
| PulteGroup Inc.   | United States | Consumer Discretionary | USD       | 3,085                                    | 186                         | 203                       |
| Sirius XM Holdings Inc.   | United States | Communication Services | USD       | 19,965                                   | 156                         | 153                       |
| Stearns Holdings Class B  | United States | Financials             | USD       | 9,472                                    | 21                          | 28                        |
|   |               |                        |           |  | 2,152                       | 2,389                     |
|   |               |                        |           |  | (4)                         | —                         |
| <b>COMMISSIONS AND OTHER PORTFOLIO TRANSACTION COSTS</b>        |               |                        |           |  |                             |                           |
| <b>TOTAL INVESTMENTS</b>  |               |                        |           |  | 104,330                     | 103,550                   |
| <b>Net Assets:</b>  |               |                        |           |  |                             |                           |
| Total investments   |               |                        |           |  |                             | 103,550                   |
| Cash and cash equivalents                                       |               |                        |           |  |                             | 3,404                     |
| Derivative assets (see schedule of derivative instruments)      |               |                        |           |  |                             | 216                       |
| Derivative liabilities (see schedule of derivative instruments) |               |                        |           |  |                             | (376)                     |
| Other net assets (liabilities)                                  |               |                        |           |  |                             | 357                       |
|   |               |                        |           |  |                             | 107,151                   |

\* Par value of bonds is stated in Canadian dollars unless otherwise noted.



**Schedule of Asset Composition**

The effective allocation shows the regional or sector exposure of the Fund calculated by including the Fund's proportionate share of its holdings in index participation units and derivatives.

at March 31, 2021

|                           | % of net assets |
|---------------------------|-----------------|
| <b>BY ASSET TYPE</b>      |                 |
| Corporate Bonds           | 88.4            |
| Bank Loans                | 6.0             |
| Equities                  | 2.2             |
| Cash and cash equivalents | 3.2             |
| Other                     | 0.2             |
| <b>Total</b>              | <b>100.0</b>    |

**BY REGION**

|                           |              |
|---------------------------|--------------|
| United States             | 85.6         |
| Canada                    | 4.4          |
| Europe ex U.K.            | 4.0          |
| Middle East and Africa    | 1.3          |
| United Kingdom            | 1.2          |
| Pacific ex Japan          | 0.2          |
| Latin America             | 0.1          |
| Cash and cash equivalents | 3.2          |
| <b>Total</b>              | <b>100.0</b> |

at March 31, 2020

|                           | % of net assets |
|---------------------------|-----------------|
| <b>BY ASSET TYPE</b>      |                 |
| Corporate Bonds           | 87.5            |
| Bank Loans                | 5.7             |
| Equities                  | 0.9             |
| Cash and cash equivalents | 7.9             |
| Other                     | (2.0)           |
| <b>Total</b>              | <b>100.0</b>    |

**BY REGION**

|                           |              |
|---------------------------|--------------|
| United States             | 80.2         |
| Europe ex U.K.            | 5.5          |
| Canada                    | 2.5          |
| United Kingdom            | 2.4          |
| Middle East and Africa    | 1.1          |
| Latin America             | 0.4          |
| Cash and cash equivalents | 7.9          |
| <b>Total</b>              | <b>100.0</b> |

**Schedule of Derivative Instruments**

as at March 31, 2021

**Schedule of Forward Currency Contracts**

| Counterparty<br>credit rating       | Settlement<br>date | Currency to<br>be received<br>(000) | Contract<br>cost<br>(CAD\$ 000) | Currency to<br>be delivered<br>(000) | Current<br>fair value<br>(CAD\$ 000) | Unrealized<br>gains<br>(CAD\$ 000) | Unrealized<br>losses<br>(CAD\$ 000) |
|-------------------------------------|--------------------|-------------------------------------|---------------------------------|--------------------------------------|--------------------------------------|------------------------------------|-------------------------------------|
| A                                   | 04-21-2021         | 1,392 CAD                           | 1,392                           | 1,096 USD                            | 1,377                                | 15                                 | –                                   |
| A                                   | 04-21-2021         | 1,230 CAD                           | 1,230                           | 972 USD                              | 1,222                                | 9                                  | –                                   |
| AA                                  | 04-21-2021         | 1,033 CAD                           | 1,033                           | 815 USD                              | 1,024                                | 9                                  | –                                   |
| A                                   | 04-21-2021         | 1,086 CAD                           | 1,086                           | 864 USD                              | 1,085                                | 1                                  | –                                   |
| A                                   | 04-21-2021         | 2,558 CAD                           | 2,558                           | 2,019 USD                            | 2,537                                | 21                                 | –                                   |
| A                                   | 04-21-2021         | 1,046 CAD                           | 1,046                           | 832 USD                              | 1,045                                | 1                                  | –                                   |
| AA                                  | 04-21-2021         | 1,258 CAD                           | 1,258                           | 993 USD                              | 1,247                                | 11                                 | –                                   |
| AA                                  | 04-21-2021         | 1,298 CAD                           | 1,298                           | 1,036 USD                            | 1,302                                | –                                  | (4)                                 |
| AA                                  | 04-21-2021         | 1,196 CAD                           | 1,196                           | 951 USD                              | 1,195                                | 1                                  | –                                   |
| AA                                  | 04-21-2021         | 927 CAD                             | 927                             | 731 USD                              | 919                                  | 8                                  | –                                   |
| AA                                  | 04-21-2021         | 5,790 CAD                           | 5,790                           | 4,570 USD                            | 5,743                                | 48                                 | –                                   |
| AA                                  | 04-21-2021         | 8,015 CAD                           | 8,015                           | 6,325 USD                            | 7,948                                | 68                                 | –                                   |
| AA                                  | 06-18-2021         | 13,170 CAD                          | 13,170                          | 10,558 USD                           | 13,266                               | –                                  | (96)                                |
| AA                                  | 06-18-2021         | 13,175 CAD                          | 13,175                          | 10,558 USD                           | 13,266                               | –                                  | (92)                                |
| AA                                  | 06-18-2021         | 13,491 CAD                          | 13,491                          | 10,749 USD                           | 13,506                               | –                                  | (15)                                |
| A                                   | 04-21-2021         | 259 USD                             | 328                             | 328 CAD                              | 325                                  | –                                  | (3)                                 |
| A                                   | 04-21-2021         | 807 USD                             | 1,023                           | 1,023 CAD                            | 1,014                                | –                                  | (9)                                 |
| A                                   | 04-21-2021         | 1,940 USD                           | 2,459                           | 2,459 CAD                            | 2,437                                | –                                  | (21)                                |
| AA                                  | 04-21-2021         | 7,192 USD                           | 9,103                           | 9,103 CAD                            | 9,037                                | –                                  | (66)                                |
| AA                                  | 04-21-2021         | 4,000 USD                           | 5,002                           | 5,002 CAD                            | 5,026                                | 24                                 | –                                   |
| AA                                  | 04-21-2021         | 6,309 USD                           | 7,998                           | 7,998 CAD                            | 7,928                                | –                                  | (70)                                |
|                                     |                    |                                     |                                 |                                      |                                      | 216                                | (376)                               |
| <b>TOTAL DERIVATIVE ASSETS</b>      |                    |                                     |                                 |                                      |                                      |                                    | 216                                 |
| <b>TOTAL DERIVATIVE LIABILITIES</b> |                    |                                     |                                 |                                      |                                      |                                    | (376)                               |

**Note:**

The following abbreviations have been used:

CAD – Canadian dollars

USD – United States dollars

**NOTES TO ANNUAL FINANCIAL STATEMENTS****1. FISCAL PERIODS AND GENERAL INFORMATION**

The information provided in these financial statements and notes thereto is for the year ended or as at March 31, 2021 and 2020 (as applicable). In the year a series is established, 'period' represents the period from inception to the period end of that fiscal period. Refer to Note 9 (a) for series inception dates.

The Fund is organized as an open-ended unit trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust as amended and restated from time to time. The address of the Fund's registered office is 5015 Spectrum Way, Suite 300, Mississauga, Ontario, Canada. The Fund is authorized to issue an unlimited number of units (referred to as "security" or "securities") of multiple series. Series of the Fund are available for sale under Simplified Prospectus and/or exempt distribution options.

Counsel Portfolio Services Inc. (the "Manager" or "Counsel") acts as the Fund's manager and trustee.

**2. BASIS OF PREPARATION AND PRESENTATION**

These annual financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"). A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional currency, and are rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial assets and liabilities that have been measured at fair value.

These financial statements were authorized for issue by Counsel's Board of Directors on June 8, 2021.

**3. SIGNIFICANT ACCOUNTING POLICIES****(a) Financial Instruments**

Financial instruments include financial assets and liabilities such as debt and equity securities, investment funds, and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9 *Financial Instruments*. Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial instruments are recognized in the Statements of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date.

Financial instruments are designated on initial recognition as FVTPL with changes in fair value recognized in the Statement of Comprehensive Income – Net unrealized gain (loss).

Realized and unrealized gains and losses on investments are calculated based on average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income – Commissions and other portfolio transaction costs.

Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise.

The Fund accounts for its investments at FVTPL. Counsel has concluded that the investment funds in which the Fund invests, do not meet the definition of structured entities.

The Fund's redeemable securities entitle securityholders the right to redeem their interest in the Fund for cash equal to their proportionate share of the net asset value of the Fund, amongst other contractual rights. The Fund's redeemable securities meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

IAS 7, *Statement of Cash Flows*, requires disclosures related to changes in liabilities and assets, such as the securities of the Fund, arising from financing activities. Changes in securities of the Fund, including both changes from cash flows and non-cash changes, are included in the Statement of Changes in Financial Position. Any changes in the securities not settled in cash as at the end of the period are presented as either Accounts receivable for securities issued or Accounts payable for securities redeemed in the Statement of Financial Position. These accounts receivable and accounts payable amounts typically settle shortly after period-end.

**(b) Fair Value Measurement**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Investments listed on a public securities exchange, including exchange traded funds ("ETFs"), or traded on an over-the-counter market are valued on the basis of the last traded market price or close price recorded by the security exchange on which the security is principally traded, where this price falls within the quoted bid-ask spread for the investment. In circumstances where this price is not within the bid-ask spread, Counsel determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. Unlisted or non-exchange traded investments, or investments where a last sale or close price is unavailable or investments for which market quotations are, in Counsel's opinion, inaccurate, unreliable, or not reflective of all available material information, are valued at their fair value as determined by Counsel using appropriate and accepted industry valuation techniques including valuation models. The fair value determined using valuation models requires the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices. In limited circumstances, the fair value may be determined using valuation techniques that are not supported by observable market data.

Cash and cash equivalents which includes cash on deposit with financial institutions and short-term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value and are used by the Fund in the management of short-term commitments. Cash and cash equivalents are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity. Bank overdraft positions are presented under current liabilities as bank indebtedness in the Statement of Financial Position.

The Fund may use derivatives (such as written options, futures, forward contracts, swaps or customized derivatives) to hedge against losses caused by changes in securities prices, interest rates or exchange rates. The Fund may also use derivatives for non-hedging purposes in order to invest indirectly in securities or financial markets, to gain exposure to other currencies, to seek to generate additional income, and/or for any other purpose considered appropriate by Counsel or the Fund's sub-advisor(s), provided that the use of the derivative is consistent with the Fund's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the Fund, as applicable. Refer to "Exemptions from National Instrument 81-102" in the Annual Information Form of the Fund for further details, including the complete conditions of these exemptions, as applicable.

Valuations of derivative instruments are carried out daily, using normal exchange reporting sources for exchange-traded derivatives and specific broker enquiry for over-the-counter derivatives.

The value of forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out. The change in value of forward contracts is included in the Statements of Comprehensive Income -- Net unrealized gain (loss).

The value of futures contracts or swaps fluctuates daily, and cash settlements made daily, where applicable, by the Fund are equal to the change in unrealized gains or losses that are best determined at the settlement price. These unrealized gains or losses are recorded and reported as such until the Fund closes out the contract or the contract expires. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable in the Statement of Financial Position – Margin on derivatives. Any change in the variation margin requirement is settled daily.

The Fund categorizes the fair value of its assets and liabilities into three categories, which are differentiated based on the observable nature of the inputs and extent of estimation required.

**Level 1** – Unadjusted quoted prices in active markets for identical assets or liabilities;

**Level 2** – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly. Examples of Level 2 valuations include quoted prices for similar securities, quoted prices on inactive markets and from recognized investment dealers, and the application of factors derived from observable data to non-North American quoted prices in order to estimate the impact of differences in market closing times.

Financial instruments classified as Level 2 investments are valued based on the prices provided by an independent reputable pricing services company who prices the securities based on recent transactions and quotes received from market participants and through incorporating observable market data and using standard market convention practices. The estimated fair values for these securities may be different from the values that would have been used had a ready market for the investment existed; and

**Level 3** – Inputs that are not based on observable market data.

The inputs are considered observable if they are developed using market data, such as publicly available information about actual events or transactions, and that reflect the assumption that market participants would use when pricing the asset or liability.

See Note 9 (e) for the fair value classifications of the Fund.

**NOTES TO ANNUAL FINANCIAL STATEMENTS****3. SIGNIFICANT ACCOUNTING POLICIES (continued)****(c) Income recognition**

Interest income from interest bearing investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Realized gains or losses on the sale of investments, including foreign exchange gains or losses on such investments, are calculated on an average cost basis.

Income, realized gains (losses), and unrealized gains (losses) are allocated daily among the series on a pro-rata basis.

**(d) Commissions and other portfolio transaction costs**

Commissions and other portfolio transaction costs are costs incurred to acquire, issue or dispose of financial assets or liabilities. They include fees and commissions paid to agents, exchanges, brokers, dealers and other intermediaries. The total brokerage commissions incurred by the Fund in connection with portfolio transactions for the periods, together with other transaction charges, is disclosed in the Statements of Comprehensive Income. Brokerage business is allocated to brokers based on the best net result for the Fund. Subject to this criteria, commissions may be paid to brokerage firms which provide (or pay for) certain services, other than order execution, which may include investment research, analysis and reports, and databases or software in support of these services. Where applicable and ascertainable, the value of third-party services that were paid for by brokers during the periods is disclosed in Note 9. The value of certain proprietary services provided by brokers cannot be reasonably estimated.

**(e) Securities lending, repurchase and reverse repurchase transactions**

The Fund is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date.

Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the Statements of Comprehensive Income and recognized when earned. Securities lending transactions are administered by the Canadian Imperial Bank of Commerce (the "Securities Lending Agent"). The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased.

Note 9 summarizes the details of securities loaned and collateral received, as well as a reconciliation of securities lending income, if applicable. Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments, and financial institutions.

**(f) Foreign currency**

The functional and presentation currency of the Fund is Canadian dollars. Foreign currency purchases and sales of investments and foreign currency dividend and interest income and expenses are translated to Canadian dollars at the rate of exchange prevailing at the time of the transactions.

Foreign exchange gains (losses) on purchases and sales of foreign currencies are included in the Statements of Comprehensive Income – Net realized gain (loss).

The fair value of investments and other assets and liabilities, denominated in foreign currencies, are translated to Canadian dollars at the rate of exchange prevailing on each business day.

**(g) Offsetting**

The Fund only offsets financial assets and liabilities in the Statement of Financial Position when there is a legally enforceable right to set-off the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. Note 9 summarizes the details of such offsetting, if applicable, subject to master netting arrangements or other similar agreements and the net impact to the Statements of Financial Position if all such rights were exercised.

Income and expenses are not offset in the statement of comprehensive income unless required or permitted to by an accounting standard, as specifically disclosed in the IFRS policies of the Fund.

**(h) Net assets attributable to securityholders per security**

Net assets attributable to securityholders per security is computed by dividing the net assets attributable to securityholders of a series of securities on a business day by the total number of securities of the series outstanding on that day.

**(i) Net asset value per security**

Net asset value per security is determined for the purchase and redemption of securities in accordance with the methods disclosed in the Fund's Simplified Prospectus and Annual Information Form. These methods may vary from valuation principles under IFRS. As at March 31, 2021 and March 31, 2020, there were no such differences.

**(j) Increase (decrease) in net assets attributable to securityholders from operations per security**

Increase (decrease) in net assets attributable to securityholders from operations per security in the Statements of Comprehensive Income represents the sums of the increase (decrease) in net assets attributable to securityholders from operations for each month, divided by the weighted average number of securities outstanding during each month.

**(k) Future Accounting Changes**

Counsel has determined there are no material implications to the Fund's financial statements arising from IFRS issued but not yet effective.

**4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of these financial statements requires management to make estimates and assumptions that primarily affect the valuation of investments. Estimates and assumptions are reviewed on an ongoing basis. Actual results may differ from these estimates.

Governments worldwide have enacted various measures in seeking to combat the spread of the COVID-19 virus. These measures have led to significant volatility in equity markets and material disruption to businesses globally, resulting in an economic slowdown.

Ongoing uncertainty regarding the duration and long-term impact of the pandemic and the implementation of vaccination programs, as well as the efficacy of government and central bank monetary and fiscal interventions, may continue to affect the Fund's performance in future periods.

**Use of Estimates***Fair value of securities not quoted in an active market*

The Fund holds financial instruments that are not quoted in active markets and are valued using valuation techniques that make use of observable data, to the extent practicable. Various valuation techniques are utilized, depending on a number of factors, including comparison with similar instruments for which observable market prices exist and recent arm's length market transactions. Key inputs and assumptions used are company specific and may include estimated discount rates and expected price volatilities. Changes in key inputs, could affect the reported fair value of these financial instruments held by the Fund.

**Use of Judgments***Classification and measurement of investments and application of the fair value option*

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. The Manager has considered the Fund's business model, commitments to securityholders, and the manner in which investments are managed and evaluated as a group and has determined that irrevocable designation of financial instruments as financial assets or financial liabilities at fair value through profit or loss provides the most appropriate measurement and presentation of the Fund's investments and financial instruments.

*Functional Currency*

The Fund's functional and presentation currency is the Canadian dollar, which is the currency considered to best represent the economic effects of the Fund's underlying transactions, events and conditions taking into consideration the manner in which securities are issued and redeemed and how returns and performance by the Fund are measured.

**5. INCOME TAXES**

The Fund qualifies as a unit trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income including net realized capital gains in the taxation year, which is not paid or payable to its securityholders as at the end of the taxation year. It is the intention of the Fund to distribute all of its net income and sufficient net realized capital gains so that the Fund will not be subject to income taxes other than foreign withholding taxes, if applicable. The Fund's taxation year end is December 31.

Losses of the Fund cannot be allocated to securityholders and are retained in the Fund for use in future years. Non-capital losses incurred may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Net capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 9 (d) for a summary of the Fund's loss carryforwards.

**NOTES TO ANNUAL FINANCIAL STATEMENTS****6. MANAGEMENT FEES AND OPERATING EXPENSES**

No management fee is charged to investors in the fund by Counsel.

Series Private Wealth is charged a fixed rate annual administration fee ("Administration Fee"), as applicable, and in return, Counsel bears all of the operating expenses of the Fund, other than certain specified fund costs.

Other fund costs include taxes (including, but not limited to GST/HST and income tax), interest and borrowing costs, all fees and expenses of the Counsel Funds' Independent Review Committee (IRC), fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the Funds, new fees related to external services that were not commonly charged in the Canadian mutual fund industry and introduced after the date of the most recently filed Counsel Funds' simplified prospectus, and the costs of complying with any new regulatory requirements, including, without limitation, any new fees introduced after the date of the most recently filed Counsel Funds' simplified prospectus.

Counsel may waive or absorb Administration Fees at its discretion and stop waiving or absorbing such fees at any time without notice. Refer to Note 9 (a) for the Administration Fee rates charged to each series of securities.

**7. FUND'S CAPITAL**

The capital of the Fund is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at March 31, 2021 and March 31, 2020 and securities issued, reinvested and redeemed for the period are presented in the Statements of Changes in Financial Position. Counsel manages the capital of the Fund in accordance with the investment objectives and strategies as discussed in Note 8 (a).

**8. FINANCIAL INSTRUMENTS RISK****(a) Risk exposure and management**

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, grouped by asset type, with geographic and sector information.

The Manager seeks to minimize potential adverse effects of financial risks on the Fund's performance by employing professional, experienced portfolio advisors, by monitoring the Fund's positions and market events daily, by diversifying the investment portfolio within the constraints of the Fund's investment objectives and strategies, as disclosed in Note 9 (b), and where applicable, by using derivatives to hedge certain risk exposures. To assist in managing risks, Counsel also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines, and securities regulations.

**(b) Liquidity risk**

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against pre-determined minimum liquidity percentages, established for different time periods. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions. In order to comply with securities regulations, the Fund must maintain at least 85% of its assets in liquid investments (i.e. investments that can be readily sold).

Other investment funds managed by Counsel ("Top Funds") may invest in Series O securities offered by the Fund on a prospectus-exempt basis in accordance with the investment objectives of those funds.

From time to time, these holdings may be rebalanced by either reducing an allocation to the Fund or eliminating such investments in the Fund entirely. In either case, depending on the size of the investment by a large investor, this could cause a significant redemption from the Fund. Meeting such a redemption may require the Fund to sell portfolio holdings. This could result in the Fund selling a particular holding before it has achieved the valuation sought by the Manager thus affecting Fund returns. This could also result in the Fund realizing capital gains on its holdings earlier than planned, which could result in capital gains distributed to investors in the Fund (which could result in income tax payable by the investor) that might not have occurred or might have occurred at a later date.

For the amounts held by and the changes thereto during the period pertaining to Series O, please refer to the amounts disclosed in the Statement of Financial Position and Statement of Changes in Financial Position.

**(c) Credit Risk**

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment into which it has entered with the Fund. Note 9 (c) summarizes the Fund's exposure, if applicable and significant, to credit risk through fixed income instruments. Where presented, credit ratings and rating categories are based on ratings issued by a designated rating organization.

All transactions in listed securities are executed with approved brokers.

To minimize the possibility of settlement default, securities are exchanged for payment simultaneously, where market practices permit, through the facilities of a central depository and/or clearing agency where customary.

The carrying amount of investments and other assets represents the maximum credit risk exposure as at the dates of the Statements of Financial Position. The Fund may enter into securities lending transactions with counterparties and it may also be exposed to credit risk from the counterparties to the derivative instruments it may use. Credit risk associated with these transactions is considered minimal as all counterparties have an approved credit rating equivalent to a Standard & Poor's credit rating of not less than A-1 (low) on their short-term debt and of A on their long-term debt, as applicable.

**(d) Currency risk**

Currency risk is the risk that financial instruments which are denominated or exchanged in a currency other than the Canadian dollar, which is the Fund's functional currency, will fluctuate due to changes in exchange rates. Generally, foreign denominated investments increase in value when the value of the Canadian dollar (relative to foreign currencies) falls. Conversely, when the value of the Canadian dollar rises relative to foreign currencies, the values of foreign denominated investments fall.

Note 9 (c) indicates the foreign currencies, if applicable, to which the Fund had significant exposure, in Canadian dollar terms, to the Fund's net assets had the Canadian dollar strengthened or weakened by 5% relative to all foreign currencies, all other variables held constant. In practice, the actual trading results may differ and the difference could be material. Other financial assets and liabilities (including dividends and interest receivable, and receivables/payables for investments sold/purchased) that are denominated in foreign currencies do not generally expose the Fund to significant currency risk.

**(e) Interest rate risk**

Interest rate risk arises on interest-bearing financial instruments. The Fund is exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. Generally, these securities increase in value when interest rates fall and decrease in value when interest rates rise.

If significant, Note 9 (c) summarizes the Fund's bonds by remaining term to maturity and illustrates the potential impact to the Fund's net assets had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

Cash and cash equivalents are short term in nature and are not generally subject to significant amounts of interest rate risk.

**(f) Other price risk**

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. This risk is managed through a careful selection of investments and other financial instruments within the parameters of the investment strategy.

Other price risk typically arises from exposure to equity securities. Note 9 (c) illustrates the potential increase or decrease in the Fund's net assets had the prices on the respective exchanges for these securities increased or decreased by 10%, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

**NOTES TO ANNUAL FINANCIAL STATEMENTS**

All figures stated in \$000s of Canadian dollars, except for Note 9(a), unless otherwise noted

**9. FUND SPECIFIC INFORMATION****(a) Series information**

| Series                             | Date of Inception | Minimum Investment (\$) | Management Fee (%) | Administration Fee <sup>3</sup> (%) |
|------------------------------------|-------------------|-------------------------|--------------------|-------------------------------------|
| Series O <sup>1</sup>              | October 29, 2015  | –                       | –                  | –                                   |
| Series Private Wealth <sup>2</sup> | October 19, 2020  | –                       | –                  | 0.15                                |

<sup>1</sup> There are no management or administration fees for this series since these securities are designed to facilitate fund-of-fund investing where duplication of management fees is prohibited.

<sup>2</sup> There are no management fees for Series Private Wealth. An investor must enter into an agreement to participate in the IPC One Program offered by IPC Securities and agree to pay certain asset-based fees.

<sup>3</sup> Counsel may, at its discretion, waive or lower the administration fee payable by investors.

**(b) Investment Objectives and Strategies**

The Fund seeks to achieve a high level of income with the potential for long-term capital growth. The Fund invests primarily in Canadian and U.S. fixed-income securities. The Fund's investments are generally expected to have a weighted average credit rating of "BB-" or higher, as rated by S&P or an equivalent rating from another recognized credit rating organization. The sub-advisor may vary the weighted average credit quality. The Fund seeks to diversify the investment portfolio by industry sector, size of issuer and credit rating.

The Fund is not available to retail investors and is only available to other Counsel Funds.

**(c) Risks Associated with Financial Instruments****i. Currency Risk**

| Currency                                   | March 31, 2021 |                           |                        |               | Impact on net assets |       |                |     |
|--|----------------|---------------------------|------------------------|---------------|----------------------|-------|----------------|-----|
|  | Investments    | Cash and cash equivalents | Derivative instruments | Net exposure  | Strengthened by 5%   |       | Weakened by 5% |     |
|  |                |                           |                        |               | (\$)                 | (%)   | (\$)           | (%) |
| United Kingdom pounds                      | 7              | –                         | –                      | 7             |                      |       |                |     |
| United States dollars                      | 103,543        | 4,139                     | (40,915)               | 66,767        |                      |       |                |     |
| <b>Total</b>                               | <b>103,550</b> | <b>4,139</b>              | <b>(40,915)</b>        | <b>66,774</b> |                      |       |                |     |
| As percent of net assets (%)               |                |                           |                        | 62.3          |                      |       |                |     |
| Total sensitivity to currency rate changes |                |                           |                        |               | (3,339)              | (3.1) | 3,339          | 3.1 |

  

| Currency                                   | March 31, 2020 |                           |                        |               | Impact on net assets |       |                |     |
|--|----------------|---------------------------|------------------------|---------------|----------------------|-------|----------------|-----|
|  | Investments    | Cash and cash equivalents | Derivative instruments | Net exposure  | Strengthened by 5%   |       | Weakened by 5% |     |
|  |                |                           |                        |               | (\$)                 | (%)   | (\$)           | (%) |
| Euro                                       | 150            | –                         | –                      | 150           |                      |       |                |     |
| United Kingdom pounds                      | 2              | –                         | –                      | 2             |                      |       |                |     |
| United States dollars                      | 82,096         | 4,103                     | 2,506                  | 88,705        |                      |       |                |     |
| <b>Total</b>                               | <b>82,096</b>  | <b>4,103</b>              | <b>2,506</b>           | <b>88,705</b> |                      |       |                |     |
| As percent of net assets (%)               |                |                           |                        | 101.7         |                      |       |                |     |
| Total sensitivity to currency rate changes |                |                           |                        |               | (4,443)              | (5.1) | 4,443          | 5.1 |

The Fund's sub-advisor purchases forward contracts to hedge the Fund's non-USD holdings back to the USD. Additionally, Counsel, as fund manager, overlays a dynamic hedging strategy where it targets a hedge against the USD based on the Counsel's expectation of future exchange rates at that time. As at March 31, 2021, Counsel was targeting a hedge of 37.5% (March 31, 2020 – 0%).

**ii. Interest Rate Risk**

| March 31, 2021                            | Bond holdings  | Impact on net assets |              |                |            |
|---|----------------|----------------------|--------------|----------------|------------|
|   |                | Increase by 1%       |              | Decrease by 1% |            |
|   |                | (\$)                 | (%)          | (\$)           | (%)        |
| Less than 1 year                          | 103            |                      |              |                |            |
| 1-5 years                                 | 33,247         |                      |              |                |            |
| 5-10 years                                | 62,134         |                      |              |                |            |
| Greater than 10 years                     | 5,677          |                      |              |                |            |
| <b>Total sensitivity to interest rate</b> | <b>101,161</b> | <b>(4,937)</b>       | <b>(4.6)</b> | <b>4,937</b>   | <b>4.6</b> |

  

| March 31, 2020                            | Bond holdings | Impact on net assets |              |                |            |
|---|---------------|----------------------|--------------|----------------|------------|
|   |               | Increase by 1%       |              | Decrease by 1% |            |
|   |               | (\$)                 | (%)          | (\$)           | (%)        |
| Less than 1 year                          | –             |                      |              |                |            |
| 1-5 years                                 | 21,437        |                      |              |                |            |
| 5-10 years                                | 55,775        |                      |              |                |            |
| Greater than 10 years                     | 4,249         |                      |              |                |            |
| <b>Total sensitivity to interest rate</b> | <b>81,461</b> | <b>(4,087)</b>       | <b>(4.7)</b> | <b>4,087</b>   | <b>4.7</b> |

**NOTES TO ANNUAL FINANCIAL STATEMENTS**

All figures stated in \$000s of Canadian dollars, except for Note 9(a), unless otherwise noted

**9. FUND SPECIFIC INFORMATION (continued)****(c) Risks Associated with Financial Instruments (continued)**

## iii. Other Price Risk

| Impact on net assets | Increase by 10% |     | Decrease by 10% |       |
|----------------------|-----------------|-----|-----------------|-------|
|                      | (\$)            | (%) | (\$)            | (%)   |
| March 31, 2021       | 239             | 0.2 | (239)           | (0.2) |
| March 31, 2020       | 79              | 0.1 | (79)            | (0.1) |

## iv. Credit Risk

| Bond Rating   | March 31, 2021  | March 31, 2021  |
|---------------|-----------------|-----------------|
|               | % of Net Assets | % of Net Assets |
| AA            | 0.2             | 0.5             |
| A             | –               | 0.2             |
| BBB           | 5.7             | 8.0             |
| BB            | 37.7            | 42.1            |
| B             | 34.2            | 32.1            |
| CCC           | 13.9            | 8.1             |
| Less than CCC | –               | 0.2             |
| Unrated       | 2.9             | 2.7             |
| Total         | 94.6            | 93.9            |

*Credit ratings are based on DBRS, Standard & Poor's or Moody's ratings.*

As at March 31, 2021, the maximum exposure to any one debt issuer was 1.9% of the net assets of the Fund (March 31, 2020 – 2.7%).

**(d) Loss Carryforwards**

| Non-Capital Losses<br>carryforward | Net Capital Losses<br>carryforward |
|------------------------------------|------------------------------------|
| \$Nil                              | \$2,723                            |

**(e) Fair Value Classification**

The tables below summarize the fair value of the Fund's investments using the fair value categories described in Note 3.

| as at March 31, 2021   | Level 1 | Level 2 | Level 3 | Total   |
|------------------------|---------|---------|---------|---------|
| Fixed income           | –       | 101,161 | –       | 101,161 |
| Equities               | 2,389   | –       | –       | 2,389   |
| Cash equivalents       | –       | –       | –       | –       |
| Derivative assets      | –       | 216     | –       | 216     |
| Derivative liabilities | –       | (376)   | –       | (376)   |
| Total                  | 2,389   | 101,001 | –       | 103,390 |

  

| as at March 31, 2020   | Level 1 | Level 2 | Level 3 | Total   |
|------------------------|---------|---------|---------|---------|
| Fixed income           | –       | 81,461  | –       | 81,461  |
| Equities               | 764     | 22      | 2       | 788     |
| Cash equivalents       | –       | 169     | –       | 169     |
| Derivative assets      | –       | 551     | –       | 551     |
| Derivative liabilities | –       | (3,111) | –       | (3,111) |
| Total                  | 764     | 79,092  | 2       | 79,858  |

There were no significant transfers between Level 1 and Level 2. Cash equivalents classified as level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.

The table below presents a reconciliation of financial instruments measured at fair value using Level 3 inputs:

| for the year ended March 31, 2021  | Fixed Income | Equities | Total |
|--|--------------|----------|-------|
| Balance – beginning of period  | –            | 2        | 2     |
| Purchases  | –            | –        | –     |
| Sales  | –            | –        | –     |
| Transfers in   | –            | –        | –     |
| Transfers out  | –            | –        | –     |
| Gains (losses) during the period:  |              |          |       |
| Realized   | –            | –        | –     |
| Unrealized   | –            | (2)      | (2)   |
| Balance – end of period  | –            | –        | –     |
| Unrealized gains (losses) during the period attributable to securities held at end of period | –            | (2)      | (2)   |

**NOTES TO ANNUAL FINANCIAL STATEMENTS**

All figures stated in \$000s of Canadian dollars, except for Note 9(a), unless otherwise noted

**9. FUND SPECIFIC INFORMATION (continued)****(e) Fair Value Classification (continued)**

| for the year ended March 31, 2020  | Fixed Income | Equities | Total |
|--|--------------|----------|-------|
| Balance – beginning of period  | –            | 2        | 2     |
| Purchases  | –            | –        | –     |
| Sales  | –            | –        | –     |
| Transfers in   | –            | –        | –     |
| Transfers out  | –            | –        | –     |
| Gains (losses) during the period:  |              |          |       |
| Realized   | –            | –        | –     |
| Unrealized   | –            | 18       | 18    |
| Balance – end of period  | –            | 20       | 20    |
| Unrealized gains (losses) during the period attributable to securities held at end of period | –            | 18       | 18    |

**(f) Commissions**

|                | (\$) |
|----------------|------|
| March 31, 2021 | 1    |
| March 31, 2020 | 1    |

**(g) Securities Lending**

| as at          | Value of securities loaned | Value of collateral received |
|----------------|----------------------------|------------------------------|
| March 31, 2021 | 733                        | 790                          |
| March 31, 2020 | –                          | –                            |

A reconciliation of the gross amount generated from the securities lending transactions to the security lending income to the Fund for the periods ended March 31, 2021 and 2020 is presented below:

| for the year ended March 31                                     | Amount (\$) |      | Percentage of Total Amount (%) |      |
|---|-------------|------|--------------------------------|------|
|   | 2021        | 2020 | 2021                           | 2020 |
| Gross Securities Lending Income                                 | 1           | –    | 100.0                          | –    |
| Securities Lending Agent fees                                   | –           | –    | –                              | –    |
| Securities Lending Income to the Fund before Withholdings Taxes | 1           | –    | 100.0                          | –    |
| Withholding Taxes   | –           | –    | –                              | –    |
| Securities Lending Income                                       | 1           | –    | 100.0                          | –    |

**(h) Offsetting of financial assets and financial liabilities**

The tables below present the recognized financial assets and financial liabilities that are subject to master netting arrangements or other similar agreements and the net impact on the Fund's Statements of Financial Position if all set-off rights were exercised as part of future events such as bankruptcy or termination of contracts. No amounts were offset in the financial statements.

| for the year ended March 31               | March 31, 2021                     |                             |        |            |
|---|------------------------------------|-----------------------------|--------|------------|
|   | Gross amount of assets/liabilities | Amount available for offset | Margin | Net amount |
| Unrealized gains on derivative contracts  | 216                                | (92)                        | –      | 124        |
| Unrealized losses on derivative contracts | (376)                              | 92                          | –      | (284)      |
| Total                                     | (160)                              | –                           | –      | (160)      |

| for the year ended March 31               | March 31, 2020                     |                             |        |            |
|---|------------------------------------|-----------------------------|--------|------------|
|   | Gross amount of assets/liabilities | Amount available for offset | Margin | Net amount |
| Unrealized gains on derivative contracts  | 551                                | (50)                        | –      | 501        |
| Unrealized losses on derivative contracts | (3,111)                            | 50                          | –      | (3,061)    |
| Total                                     | (2,560)                            | –                           | –      | (2,560)    |



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