Core Fixed Income Team

DYNAMIC SHORT TERM CREDIT **PLUS** FUND

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Credit Markets Commentary:
The credit markets softened moderately in November, driven in part by concerns over private credit, AI-dependent business models, and elevated funding needs in the coming years. Our readers will recall that we continue to view the aggregate credit markets positively. Aggregate fundamentals remain stable, with corporate balance sheets and earnings still supportive of risk. Demand has been steady and is unlikely to weaken absent a broader economic shock or a decline in all-in yields that would reduce the relative appeal of the asset class. Valuations are low relative to historical norms and warrant trimming risk where upside is limited or where downside risks materially outweigh the income generated.

Portfolio Positioning:
Over the month, aggregate credit exposures were kept largely unchanged. However, leverage had been gradually reduced over prior months to levels approaching this year's lows. With risk premiums near their tightest levels of the year, we took the opportunity to scale back positions in expensive credits that appeared less likely to outperform the market. Where appropriate, the new-issue market was used to establish positions offering attractive value. One example was the month-over-month increase in U.S. financials trading at a larger-than-usual concession to the six large U.S. banks. A less aggressive supply calendar should provide a tailwind for the sector. The mandate's duration was left unchanged.

Outlook:
Looking ahead to the new year, we see plenty of opportunities as we anticipate the first quarter of 2026 will be extremely busy, with a heavy new-issue calendar driven by higher M&A-related funding needs, a significant increase in Telecom, Media, and Technology issuance to finance AI-related capital expenditures, and by corporate issuers refinancing more than $1 trillion of maturities in each of 2026 and 2027. We plan to continue taking advantage of market dislocations within our highest-conviction issuer and sector ideas.

Thank you for your support throughout 2025. Please feel free to reach out at any time; we are happy to discuss how our Core Fixed Income mandates can help your clients achieve their goals in 2026.

As always, we appreciate your support and are available to discuss markets or portfolio positioning.

Fund Performance

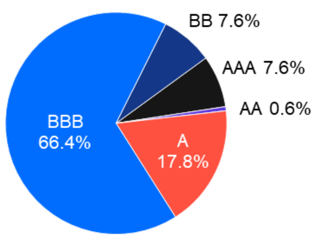
Annualized net of fees	YTD	1m	3m	6m	1yr	3yr	SI	2022*	2023	2024
Dynamic Short Term Credit PLUS Fund	6.4	0.3	1.9	4.3	7.1	9.9	7.5	(0.7)	10.9	12.3
FTSE Canada Short Term Corporate Bond Index	4.9	0.2	1.5	2.7	5.4	6.3	4.0	(3.4)	6.7	7.3

Source: 1832 Asset Management, November 30, 2025, Fund Inception: January 27, 2022
Indices are not managed, and it is not possible to invest directly in an index
*Net of hedges

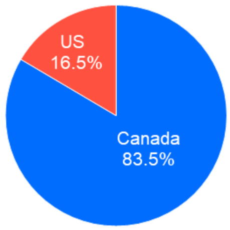
Fund Positioning

Asset allocation	
Cash	-12.5%
Government	-94.1%
Corporate IG	191.9%
Corporate HY	14.7%

Credit rating

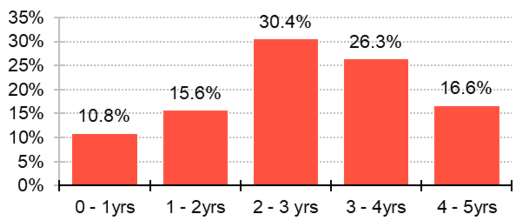


Country



Key statistics	
YTM Gross or MER, net of borrow & hedging costs	4.78%
Interest Rate Duration	2.61 yrs
Credit Duration*	4.93 yrs
Net Leverage*	1.94

Term



Source: 1832 Asset Management, December 2, 2025, Fund Inception: January 27, 2022
*Net of hedges

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