

Financial Statements
(Expressed in Canadian dollars)

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Period from March 25, 2025, (commencement of operations)
to June 30, 2025 (Unaudited)

MANAGEMENT RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited interim financial statements have been prepared by **JC Clark Ltd.**, in its capacity as the Manager of the Fund. The Fund's Manager is responsible for the information and representations contained in these financial statements.

The Manager maintains appropriate processes to ensure that relevant and reliable financial information is produced. The unaudited interim financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgements made by the Manager. The material accounting policies that the Manager believes are appropriate for the Fund are described in Note 3 to the unaudited interim financial statements.

On behalf of the Manager

Signed "Colin Stewart"

August 26, 2025

Date

NOTICE TO UNITHOLDERS

The Auditors of the Fund have not reviewed these financial statements.

JC Clark Ltd., the Manager of the Fund, appoints an independent auditor to audit the Fund's annual financial statements. Applicable securities laws require that if an auditor has not reviewed the Fund's interim financial statements, this must be disclosed in an accompanying notice.

JC Clark High Income Opportunities Fund

Statement of Financial Position

As at June 30, 2025 (Unaudited)

ASSETS

Current assets

Cash and cash equivalents	\$	8,565,642
Investments owned, at fair value through profit or loss (note 7)		8,560,990
Dividends receivable		50,534
Subscriptions receivable		137,059
Expense reimbursement receivable (note 9)		48,158
Prepaid expenses		13,315
Securities lending receivable (note 13)		10
HST receivable		4
		<u>17,375,712</u>

LIABILITIES

Current liabilities

Derivative financial liability (note 8)		16,220
Accounts payable and accrued liabilities		47,926
Management fees payable (note 5)		28,756
Performance fees payable (note 5)		67,539
Distributions payable		22,932
Due to the Manager		38,267
		<u>221,640</u>

Net assets attributable to holders of redeemable units	\$	<u>17,154,072</u>
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Net assets attributable to holders of redeemable units per series

Founders Series A	\$	2,357,927
Founders Series F		<u>14,796,145</u>
	\$	<u>17,154,072</u>

Number of redeemable units outstanding (note 6)

Founders Series A	234,632
Founders Series F	1,481,106

Net assets attributable to holders of redeemable units per unit

Founders Series A	\$	10.05
Founders Series F		9.99

Approved on behalf of the Fund and in its capacity as Manager,

.....*Signed "Colin Stewart"*..... JC Clark Ltd., Manager

JC Clark High Income Opportunities Fund

Statement of Comprehensive Income

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

Income

Interest income for distribution purposes	\$	21,682
Dividend income		118,905
Net change in unrealized appreciation in value of investments and derivatives		243,435
Net realized gain on sale of investments and derivatives		113,395
Foreign exchange loss		(27,790)
Securities lending income (note 13)		10
		<u>469,637</u>

Expenses

Performance fees (note 5)		67,539
Operating costs		49,193
Management fees (note 5)		28,756
Commission and other portfolio transaction costs		25,729
Audit fees		22,678
Independent review committee fees		16,227
Withholding taxes		8,459
Trustee fees		2,553
Legal fees		1,738
		<u>222,872</u>

Expenses reimbursed by Manager (note 9)		<u>(78,467)</u>
		<u>144,405</u>

Increase in net assets attributable to holders of redeemable units	\$	<u>325,232</u>
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Increase in net assets attributable to holders of redeemable units per series

Founders Series A	\$	74,512
Founders Series F		<u>250,720</u>
	\$	<u>325,232</u>

Increase in net assets attributable to holders of redeemable units per unit (note 10)

Founders Series A	\$	0.37
Founders Series F		0.30

JC Clark High Income Opportunities Fund

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

	Net assets attributable to holders of redeemable units, beginning of period	Proceeds from redeemable units issued	Distributions to holders of redeemable units	Reinvestment of distributions	Increase in net assets attributable to holders of redeemable units	Net assets attributable to holders of redeemable units, end of period
June 30, 2025						
Founders Series A	\$ —	\$ 2,285,000	\$ (36,667)	\$ 35,082	\$ 74,512	\$ 2,357,927
Founders Series F	—	14,567,726	(210,711)	188,410	250,720	14,796,145
	<u>\$ —</u>	<u>\$ 16,852,726</u>	<u>\$ (247,378)</u>	<u>\$ 223,492</u>	<u>\$ 325,232</u>	<u>\$ 17,154,072</u>

JC Clark High Income Opportunities Fund

Statement of Cash Flows

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

Cash provided by (used in):

Operating Activities

Increase in net assets attributable to holders of redeemable units	\$	325,232
Adjustments for non-cash items		
Net change in unrealized appreciation in value of investments and derivatives		(243,435)
Net realized gain on sale of investments and derivatives		(113,395)
Change in non-cash balances		
Increase in dividends receivable		(50,534)
Increase in expense reimbursement receivable		(48,158)
Increase in prepaid expenses		(13,315)
Increase in securities lending receivable		(10)
Increase in HST receivable		(4)
Increase in accounts payable and accrued liabilities		47,926
Increase in management fees payable		28,756
Increase in performance fees payable		67,539
Increase in due to the Manager		38,267
Proceeds from sale of investments		414,315
Purchase of investments		(8,602,255)
Cash used in operating activities		<u>(8,149,071)</u>

Financing Activities

Proceeds from issuances of redeemable units		16,715,667
Distribution paid to holders of redeemable units, net of reinvested distributions		<u>(954)</u>
Cash provided by financing activities		<u>16,714,713</u>
Increase in cash and cash equivalents during the period		8,565,642
Cash and cash equivalents, beginning of period		<u>—</u>
Cash and cash equivalents, end of period	\$	<u>8,565,642</u>

Supplemental information*

Interest received	\$	21,682
Dividends received, net of withholding taxes		59,912

*Included as a part of cash flows from operating activities

JC Clark High Income Opportunities Fund

Schedule of Investment Portfolio

As at June 30, 2025 (Unaudited)

Number of shares/units/ par value	Investments owned	Average cost	Fair value	% of net asset value
Canadian equities				
10,500	Algonquin Power & Utilities Corp.	\$ 71,170	\$ 81,795	0.48
8,500	Allied Properties Real Estate Investment Trust	141,759	145,860	0.85
20,400	Automotive Properties Real Estate Investment Trust	208,140	235,008	1.37
6,200	Barrick Mining Corp.	159,686	175,770	1.02
6,700	BCE Inc.	205,040	202,340	1.18
7,500	Brookfield Office Properties Inc. Preferred Shares 4.75%	113,187	127,425	0.74
2,500	Brookfield Renewable Partners LP	73,269	86,800	0.51
1,800	Canadian Apartment Properties REIT	70,704	79,938	0.47
4,100	Canadian Natural Resources Ltd.	166,202	175,480	1.02
39,900	Diversified Royalty Corp.	111,329	126,882	0.74
11,800	Enbridge Inc. Preferred Shares 4.40%	228,099	243,198	1.42
15,500	Freehold Royalties Ltd.	193,381	198,245	1.16
16,500	H&R Real Estate Investment Trust	167,078	176,220	1.03
53,500	Harvest Premium Yield 7-10 Year Treasury ETF	587,723	581,545	3.39
26,000	Harvest Premium Yield Treasury ETF	234,878	234,780	1.37
2,600	Magna International Inc.	138,389	136,864	0.80
6,700	Northland Power Inc.	131,822	143,179	0.83
2,900	Open Text Corp.	111,854	115,391	0.67
20,600	Premium Income Corp. Preferred Shares 5.75%	316,610	325,068	1.89
6,500	Rogers Communications Inc.	244,272	262,535	1.53
11,600	TELUS Corp.	245,227	253,692	1.48
600	The Bank of Nova Scotia	41,548	45,180	0.26
63,500	Timbercreek Financial Corp.	430,541	482,600	2.81
		<u>4,391,908</u>	<u>4,635,795</u>	<u>27.02</u>
U.S. equities				
15,700	AGNC Investment Corp.	199,516	196,527	1.15
2,600	Alerian MLP ETF	171,281	173,035	1.01
8,800	Annaly Capital Management Inc.	225,504	225,586	1.32
1,000	Ares Capital Corp.	27,934	29,912	0.17
2,000	Blue Owl Capital Inc.	48,244	52,332	0.31
2,300	Franklin Resources Inc.	64,009	74,718	0.44
3,800	Golub Capital BDC Inc.	75,472	75,828	0.44
13,000	Healthpeak Properties Inc.	315,954	310,055	1.81
10,000	Ishares High Yield Corporate Bond Buywrite Strategy ETF	419,770	416,939	2.43
15,400	Ishares Investment Grade Corporate Bond Buywrite Strategy ETF	549,884	535,316	3.12
5,600	Janus Henderson AAA CLO ETF	393,096	387,109	2.26
5,800	Janus Henderson B-BBB CLO ETF	384,361	380,868	2.22
1,200	LyondellBasell Industries NV	96,618	94,573	0.55
2,000	Merck & Co Inc.	218,321	215,648	1.26
6,600	Pfizer Inc.	227,532	217,914	1.27
750	Prudential Financial Inc.	107,045	109,758	0.64

JC Clark High Income Opportunities Fund

Schedule of Investment Portfolio (continued)

As at June 30, 2025 (Unaudited)

Number of shares/units/ par value	Investments owned (continued)	Average cost	Fair value	% of net asset value
	U.S. equities (continued)			
5,300	Starwood Property Trust Inc.	\$ 147,209	\$ 144,888	0.84
6,400	VICI Properties Inc.	288,929	284,189	1.66
		<u>3,960,679</u>	<u>3,925,195</u>	<u>22.90</u>
	Total investments owned	8,352,587	8,560,990	49.92
Number of shares/units	Investments sold short	Proceeds on short sale	Fair value	% of net asset value
	Canadian options			
(90)	BCE Inc. Put \$29 18JUL25	\$ (2,700)	\$ (1,800)	(0.01)
(41)	Magna International Inc. Put \$47 18JUL25	(1,615)	(472)	0.00
(37)	Rogers Communications Inc. Put \$35 18JUL25	(703)	(296)	0.00
(93)	TELUS Corp. Put \$21 18JUL25	(1,302)	(1,023)	(0.01)
		<u>(6,320)</u>	<u>(3,591)</u>	<u>(0.02)</u>
	U.S. options			
(31)	Alerian MLP ETF Put \$46 18JUL25	(1,011)	(381)	0.00
(22)	Alexandria Real Estate Equities Inc. Put \$65 18JUL25	(2,207)	(869)	(0.01)
(79)	Annaly Capital Management Inc. Put \$18 18JUL25	(2,249)	(968)	(0.01)
(84)	Blue Owl Capital Inc. Put \$17 18JUL25	(2,767)	(572)	0.00
(32)	Bristol-Myers Squibb Co. Put \$44 18JUL25	(1,803)	(1,308)	(0.01)
(44)	Comcast Corp. Put \$32.50 18JUL25	(1,432)	(300)	0.00
(16)	Invesco Ltd. Put \$13 18JUL25	(304)	(163)	0.00
(26)	LyondellBasell Industries NV Put \$55 18JUL25	(2,261)	(1,948)	(0.01)
(38)	Merck & Co Inc. Put \$75 18JUL25	(4,617)	(2,484)	(0.01)
(15)	PepsiCo Inc. Put \$125 11JUL25	(1,851)	(429)	0.00
(60)	Pfizer Inc. Put \$23 18JUL25	(1,383)	(654)	0.00
(14)	Prudential Financial Inc. Put \$97.50 18JUL25	(1,865)	(381)	0.00
(25)	Stanley Black & Decker Inc. Put \$57.50 18JUL25	(1,835)	(749)	0.00
(75)	Starwood Property Trust Inc. Put \$19 18JUL25	(1,936)	(613)	0.00
(17)	United Parcel Service Inc. Put \$95 18JUL25	(2,056)	(810)	0.00
		<u>(29,577)</u>	<u>(12,629)</u>	<u>(0.05)</u>
	Total investments sold short	(35,897)	(16,220)	(0.07)
	Commissions and other portfolio transaction costs	<u>(8,001)</u>	<u>—</u>	<u>—</u>
	Net investments owned	<u>\$ 8,308,689</u>	8,544,770	49.85
	Other assets, net		<u>8,609,302</u>	<u>50.15</u>
	Net Assets Attributable to Holders of Redeemable Units		<u>\$ 17,154,072</u>	<u>100.00</u>

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements
(Expressed in Canadian dollars)

Period from March 25, 2025, (commencement of operations) to June 30, 2025, (Unaudited)

1. Establishment of Fund:

JC Clark High Income Opportunities Fund (the "Fund") is an alternative mutual fund organized as an open-end unit trust established on January 30, 2025, under the laws of Ontario and is governed by a declaration of trust, as amended, restated or supplemented from time to time (the "Declaration of Trust"). The Fund commenced active operations on March 25, 2025. The Fund is a mutual fund governed by a simplified prospectus and is subject to the requirements of National Instrument 81-102 *Investment Funds* ("NI 81-102").

JC Clark Ltd. (the "Manager"), a corporation incorporated under the laws of Ontario acts as the manager of the Fund (the "Manager") and responsible for the management, supervision, administration and portfolio management of the Fund. The Manager may delegate these powers, if it would be in the best interests of the Fund to do so. TSX Trust Company (the "Trustee") acts as the trustee and National Bank Financial Inc. acts as the custodian (the "Custodian") of the Fund. SGGG Fund Services Inc. acts as the administrator (the "Administrator") of the Fund.

The registered office of the Fund and the Manager is 200 Bay Street, Suite 510, Toronto, ON M5J 2J3.

The investment objective of the Fund is to seek a combination of income and long-term capital appreciation by investing primarily in distribution-paying Canadian and U.S. equity securities, as well as equity and fixed income securities that produce attractive dividend/income yields. To achieve this investment objective, the Fund may invest in equities, convertible debentures, fixed-income securities, preferred shares, special purpose acquisition companies, options, forward contracts, exchange traded funds ("ETF" s) and warrants. The Fund may also implement opportunistic strategies in event-driven situations such as initial public offerings. Further, the Manager, on behalf of the Fund, has entered into a securities lending authorization agreement (the "Securities Lending Agreement") with the Custodian.

The Fund may use alternative investment strategies including borrowing for investment purposes, short selling and the use of derivatives to seek to manage market volatility. The Fund's aggregate exposure to leverage through these strategies will not exceed three times its Net Asset Value ("NAV"), measured on a daily basis. The Fund is subject to certain standard investment restrictions and practices contained in simplified prospectus and securities legislation, including NI 81-102.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

2. Basis of presentation:

These interim financial statements have been prepared in compliance with IFRS Accounting Standards as published by the International Accounting Standards Board ("IASB") and International Accounting Standard 34, Interim Financial Reporting. The Fund reports under this basis of accounting as required by Canadian securities legislation and the Accounting Standards Board.

The policies applied in these interim financial statements are based on IFRS Accounting Standards issued and outstanding as of August 26, 2025, which is the date on which the interim financial statements were authorized for issue by the Manager.

The financial statements of the Fund are expressed in Canadian dollars, which is the Fund's functional currency.

3. Material accounting policy information:

The following is a summary of the material accounting policies applied by the Fund:

(a) Classification and measurement of financial instruments:

The Fund classifies its investments as financial assets and financial liabilities at fair value through profit or loss ("FVTPL").

The Fund classifies its investments at FVTPL based on the Fund's business model for managing those financial assets in accordance with the Fund's documented investment strategy. The portfolio of investments is managed and performance is evaluated on a fair value basis and the portfolio of investments is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

All other financial assets and financial liabilities are classified as subsequently measured at amortized cost and are recorded at cost or amortized cost. Under this method, financial assets and financial liabilities reflect the amount required to be received or paid, discounted, when appropriate, at the contract's effective interest rate, minus any reduction for impairment. A financial asset is classified as subsequently measured at amortized cost only if both of the following criteria are met:

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

3. Material accounting policy information (continued):

- (i) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows, and
- (ii) the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Regular way purchases and sales of financial assets are recognized at their trade date. The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount.

The Fund's accounting policies for measuring the fair value of its investments and derivatives are identical to those used in measuring its net asset value ("Trading NAV") for transactions with unitholders.

(b) Offsetting financial instruments:

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset 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 statement of financial position but still allow for the related amounts to be offset in certain circumstances, such as bankruptcy or termination of the contracts.

(c) Recognition/derecognition:

The Fund recognizes financial assets and financial liabilities at FVTPL on the trade date - the date it commits to purchase or sell short the instruments. Other financial assets and liabilities are recognized at fair value, including transaction costs, on the date on which they are originated. From this date, any gains and losses arising from changes in fair value of the assets or liabilities are recognized in the statement of comprehensive income.

Financial assets are derecognized when, and only when, the contractual rights to the cash flows from the asset expire, or the Fund transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Fund derecognizes financial liabilities when, and only when, the Fund's obligations are discharged or cancelled or they expire.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

3. Material accounting policy information (continued):

(d) Net assets attributable to holders of redeemable units per unit:

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of a particular series of units by the total number of units of that particular series outstanding at the end of the period.

(e) Increase in net assets attributable to holders of redeemable units per unit:

Increase in net assets attributable to holders of redeemable units per unit is based on the increase in net assets attributable to holders of redeemable units attributed to each series of units, divided by the weighted average number of units outstanding of that series during the period. Refer to note 9 for the calculation.

(f) Use of estimates:

The preparation of financial statements in accordance with IFRS Accounting Standards requires management to use accounting estimates. It also requires management to exercise its judgment in the process of applying the Fund's material accounting policies. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results could differ from those estimates.

(g) Withholding tax expense:

The Fund generally incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statement of comprehensive income.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

3. Material accounting policy information (continued):

(h) Valuation of investments:

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices. In accordance with the provisions of the Fund's simplified prospectus, investment positions are valued based on the last traded market price for the purpose of determining the net asset per unit for subscriptions and redemptions. The Fund uses the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate. When the Fund holds gold or any other precious metals, it uses the active spot price as a basis for establishing the fair value.

The fair value of financial assets and financial liabilities that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each statement of financial position date. Valuation techniques used include the use of comparable recent arm's length transactions, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants.

(i) Investment entity:

The Fund has determined that it is an investment entity as defined by IFRS 10, *Consolidated Financial Statements* ("IFRS 10") and the amendments to IFRS 10, as the following conditions exist:

- (i) The Fund has obtained funds from one or more investors for the purpose of providing those investors with investment management services;
- (ii) The Fund has committed to its investors that its business purpose is to invest funds solely for returns from capital appreciation and investment income; and
- (iii) The Fund measures and evaluates the performance of substantially all of its investments on a fair value basis.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

3. Material accounting policy information (continued):

As an investment entity, the Fund is exempted from consolidating or applying IFRS 3, *Business Combination*, for the measurement of its investments in trusts and instead is required to measure such investments at FVTPL.

(j) Investment transactions and revenue recognition:

Investment transactions are accounted for on the trade date.

When the Fund purchases an option, an amount equal to fair value which is based on the premium paid is recorded as an asset. When the Fund writes an option, an amount equal to fair value which is based on the premium received by the Fund is recorded as a liability. When options and warrants are closed, the difference between the premium and the amount paid or received, net of brokerage commissions, or the full amount of the premium if the option expires worthless, is recognized as a realized gain or loss and is presented in the statement of comprehensive income within net realized gains on sale of investments and derivatives.

Dividend income is recognized on the ex-dividend date. Realized gain (loss) on sale of investments and unrealized appreciation/depreciation in value of investments and derivatives are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero-coupon bonds.

The interest income for distribution purposes shown on the statement of comprehensive income represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the fixed income securities except for zero-coupon bonds, which are amortized on a straight-line basis.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

3. Material accounting policy information (continued):

(k) Translation of foreign currency:

The functional and presentation currency of the Fund is the Canadian dollar. The fair value of foreign investments and other assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rates prevailing at 12.00 pm Eastern Time (the "closing rate") on each Valuation Date (each day that the Toronto Stock Exchange is open for trading, or such other day(s) as the Manager may determine) and "Foreign exchange gain (loss) on cash" are recognized in the Statement of Comprehensive Income. Purchases and sales of foreign securities denominated in foreign currencies and the related income are translated into Canadian dollars at rates of exchange prevailing on the respective dates of such transactions.

(l) Transaction costs:

Transaction costs related to financial assets and liabilities are expensed as incurred.

(m) Purchase and redemption of redeemable units:

The value at which units are listed or redeemed is determined by dividing the net assets attributable to holders of redeemable units at fair value of the Fund by the total number of units outstanding on the Valuation Date. Units of the Fund are valued daily on the Valuation Date. Amounts received on the issuance of redeemable units and amounts paid on the redemption of redeemable units are added to or deducted from the statement of changes in net assets attributable to holders of redeemable units.

(n) Cash and cash equivalents:

Cash and cash equivalents include cash in hand, deposits held on call with banks and deposit instruments with Canadian financial institutions that are readily convertible to cash.

(o) Derivative transactions:

The Fund may use derivative contracts to manage risks associated with the investments. The derivatives are classified as FVTPL and, as a result, the contracts are measured at fair value on the Valuation Date and the resulting gains and losses, both realized and unrealized, are recognized in the statement of comprehensive income. The fair value of foreign currency forward contracts is determined using quoted forward exchange rates at the reporting date as obtained from an independent source, if any.

The Fund held short equity options as at June 30, 2025 as disclosed on the schedule of investment portfolio.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

3. Material accounting policy information (continued):

(p) Other assets and liabilities:

Dividends receivable, subscriptions receivable, expense reimbursement receivable, prepaid expense, securities lending receivable and HST receivable are classified as financial assets subsequently measured at amortized cost and recorded at cost or amortized cost. Accounts payable and accrued liabilities, management fees payable, performance fee payable, due to the manager and distributions payable are classified as financial liabilities and reported at amortized cost. Financial liabilities are generally settled within three months of being incurred. Other assets and liabilities are short term in nature, and are carried at amortized cost, which approximates fair value.

(q) Classification of redeemable units issued by the Fund:

The Fund's units do not meet the criteria in IAS 32, Financial Instruments - Presentation, for classification as equity due to the Fund offering multiple series with different rights and, therefore, have been classified as financial liabilities.

(r) Presentation and Disclosure in Financial Statements (IFRS 18):

In April 2024, the IASB issued IFRS 18, *Presentation and Disclosure in Financial Statements* to replace IAS 1, *Presentation of Financial Statement*. IFRS 18 aims to achieve comparability of the financial performance of similar entities and will impact the presentation of primary financial statements and notes, including the statement of earnings where companies will be required to present separate categories of income and expense for operating, investing and financing activities with prescribed subtotals for each new category. IFRS 18 will also require management-defined performance measures to be explained and included in a separate note within the consolidated financial statements.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The Fund is currently assessing the impact of the new standard.

(s) Other accounting standards issued but not yet active:

The following new and amended accounting standards are not expected to have a significant impact on the Fund's financial statements.

- *Lack of Exchangeability (amendments to IAS 21)*
- *Classification and Measurement of Financial Instruments (amendments to IFRS 9 and IFRS 7)*

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

4. Critical accounting estimates and judgments:

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements.

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments about whether or not the business of the Fund is to manage its portfolio of investments and evaluate performance on a fair value basis and that the portfolio of investments is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The most significant judgments made include assessing and determining the appropriate business model that enables the decision that the Fund's investments are classified as FVTPL, per IFRS 9.

5. Related party transactions:

(a) Management fees:

The Fund pays the Manager a daily management fee for providing its services to the Fund. Redeemable units of the Fund, are charged annual management fees equal to the following percentages of the NAV of each series of the Fund, calculated and accrued on each Valuation Date and payable on the last Valuation Date of each month:

Founders Series A	1.75%
Founders Series F	0.75%

The Fund does not pay a management fee in respect of Series I units. Management fees are subject to applicable taxes, including QST, GST or HST.

From time to time, Manager may waive management fees, and such waiver may be terminated at any time without prior notice to unitholders.

Management fees for period from March 25, 2025 (commencement of operations) to June 30, 2025, were \$28,756 and \$28,756 was payable as at June 30, 2025.

The Manager will pay, with respect to the Series A units, and out of its management fee, an annual service fee to participating registered dealers whose clients hold Series A units. The service fee is payable quarterly to a maximum of 1% per annum of the net asset value of the Series A units held by the applicable dealer.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

5. Related party transactions (continued):

(b) Performance fees:

The Manager is entitled to receive a performance fee, which is paid by the Fund in respect of Founders Units. The Series I units are not subject to performance fees. Instead, Series I unitholders pay a performance fee directly to the Manager.

The performance fee is calculated and accrued on each Valuation Date during the relevant performance fee determination period and is payable on the last Valuation Date of such period. Performance fee determination period ("Performance Fee Determination Period") for each unit of a series means the period starting on the later of (i) the start date of the series of the Fund, and (ii) the first day of the calendar year, and ending on the earlier of (y) the date the unit is redeemed by the unitholder, and (z) the last Valuation Date of the calendar year, in which performance fee becomes payable.

For any Performance Fee Determination Period, the performance fee payable in respect of each unit of a series of the Fund is equal to the applicable performance fee rate multiplied by the amount by which the investment performance of the applicable unit exceeds the aggregate of the high-water mark and the hurdle amount during the Performance Fee Determination Period, plus applicable taxes.

"High Water Mark" for each unit of a series means the higher of (i) the initial series NAV per unit for the series, and (ii) the highest unit value for any unit of that series on the last Valuation Date of any calendar year on which a performance fee was payable in respect of that series.

"Hurdle Amount" for each unit of a series means the product of the Hurdle Rate multiplied by the High-Water Mark for that unit.

"Hurdle Rate" means 5% per annum. For greater certainty, the Hurdle Rate for a Performance Fee Determination Period that is shorter than a calendar year will equal less than 5%.

"Investment Performance" for each unit of a series, on a Valuation Date, means the sum of the unit value, before any accrued performance fee, on that Valuation Date plus all distributions paid or payable per unit on that series during the Performance Fee Determination Period.

"Performance Fee Rate" means 20% for Founders Series Units of the Fund, and a rate that is negotiated with the Manager for Series I Units.

Performance fees for period from March 25, 2025 (commencement of operations) to June 30, 2025, were \$67,539 and \$67,539 was payable as at June 30, 2025.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

5. Related party transactions (continued):

(c) Related party holding:

As of June 30, 2025, the directors and key management personal of the Manager, directly and indirectly held 40.01% of Series F units.

6. Redeemable units of the Fund:

An investment in the Fund is represented by units. The Fund is authorized to issue an unlimited number of series (each, a "Series"). The Fund is authorized to issue an unlimited number of units within each Series. The Fund may offer a new Series at any time. Holders of the units of a Series are unitholders (the "Unitholders"). The Trustee has the power to determine the terms and conditions of each Series. Each unit of a Series represents an undivided ownership interest in the assets attributable to that Series of units of the Fund. Each whole unit entitles the holder to vote at all meetings of unitholders of the Fund.

The Founders Series A units and Founders Series F units (collectively referred as "Founders Units") and Series I units are currently being offered by the Fund:

Founders Series A Units: Available to all investors who invest during the founders investment period, which is until 4:00 p.m. (Toronto time) on December 31, 2025 ("Founders Investment Period"), or who hold such founders units as at the end of the Founders Investment Period, and who meet the applicable minimum investment amount, other than investors who meet the eligibility criteria for Founders Series F units.

Founders Series F Units: Available to investors who invest during the Founders Investment Period, or who hold Founders Units as at the end of such period, and who have a fee-based account or an account as per the requirements of the Declaration of Trust.

Series I Units: Available to institutional investors and other permitted investors. Series I units are not sold to the general public.

All units of the same series have equal rights and privileges and are fully paid and non-assessable when issued. There are no pre-emptive rights attaching to units. Units are transferable on the register of the Fund only by a registered unitholder or his or her legal representative, subject to compliance with securities laws and the Declaration of Trust. Fractional units carry the same rights and are subject to the same conditions as whole units (other than with respect to voting rights) in the proportion which they bear to a whole unit. As of June 30, 2025, Founders Series A and Founders Series F have been issued.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

6. Redeemable units of the Fund (continued):

Units may be purchased on each Valuation Date by sending a purchase order to the recordkeeper before 4:00 pm ("cut-off time"). The net asset per unit applicable would be of that Valuation Date. If any purchase order is received on a Valuation Date after the cut-off time or any day that is not a Valuation Date then the net asset per unit of the following Valuation Date would be applicable. The investors may switch the series subject to a fee of up to 2% of the net asset value of the units being switched.

A Unitholder may redeem units at the applicable Series Net Asset Value per unit on the Valuation Date. A notice of redemption must be delivered to the recordkeeper by 4:00pm on the Valuation Date on which the Unitholder wishes to redeem units. Redemption requests received after that time will be effective for redemption following the next Valuation Date. The redemption proceeds less any short-term trading fee charges are typically paid to a Unitholder within two business days of the applicable Valuation Date. The Manager charges a deduction of up to 1% of the net asset value of the units that are redeemed within 30 days of purchasing them or any other redemption classified as a short-term trading by the Manager.

The unit activity during the period ended June 30, 2025 is as follows:

	Redeemable Units, beginning of period	Redeemable Units Issued	Reinvestments of Units	Redeemable Units, end of period
June 30, 2025				
Founders Series A	–	231,116	3,516	234,632
Founders Series F	–	1,462,102	19,004	1,481,106

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

6. Redeemable units of the Fund (continued):

Distributions

For each taxation year, the Fund ensures that its income and net realized capital gains, if any, have been paid or made payable on or before December 31 to Unitholders to such an extent that the Fund will not be liable for ordinary income tax thereon. The Fund will distribute each month an amount equal to 7% per annum of the unit value for each series of units of the Fund. The distribution rate for the Fund's first taxation year is based on an initial issue price of \$10 per unit, and thereafter based on the unit value of each series of the Fund as at December 31 of the prior year. If the monthly amount distributed to unitholders in December is less than the amount that is required to be paid or made payable to unitholders to eliminate the Fund's liability for income tax, the distribution in December will be increased. These distributions are not guaranteed and may change at any time at the Manager's discretion.

Distributions will be reinvested in additional units of the Fund unless a written request for cash payment is received. There has not been a change to the distribution rate since the inception of the Fund.

Capital disclosure

The capital of the Fund is represented by issued and redeemable units. The units are entitled to distributions, if any, and to payment of a proportionate share based on the Fund's net assets attributable to holders of redeemable units per unit upon redemption. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units, except for the conditions specified in Note 6. The Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

7. Financial instruments:

(a) Management of financial instrument risks:

In the normal course of business, the Fund is exposed to a variety of financial risks: credit risk, liquidity risk, market risk (including interest rate risk, other price risk, leverage risk and currency risk). The value of investments within the Fund's portfolio can fluctuate on a daily basis as a result of changes in interest rates, economic and market conditions and company news related to specific securities within the Fund. The level of risk depends on the Fund's investment objective and the types of securities in which it invests.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(b) Credit risk:

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund.

All transactions executed by the Fund in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

Where the Fund invests in debt instruments and derivatives, this represents the main concentration of credit risk. The fair value of debt instruments and derivatives includes consideration of the creditworthiness of the issuer, and accordingly, represents the maximum credit risk exposure of the Fund.

All of the cash and cash equivalents and investments of the Fund are held by National Bank Financial Inc. Bankruptcy or insolvency of the broker may cause the Fund's rights with respect to cash and cash equivalents held by the brokers to be delayed or limited. The Fund monitors its risk by placing its cash and cash equivalents and investments in custody of Schedule I financial institutions.

As at June 30, 2025, the Fund did not invest in debt instruments.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(c) Liquidity risk:

Liquidity risk is defined as the risk that the Fund may not be able to settle or meet its obligation on time or at a reasonable price.

The Fund's exposure to liquidity risk is concentrated in the periodic cash redemptions of units. The Fund primarily invests in securities that are traded in active markets and can be readily disposed of. In addition, the Fund generally retains sufficient cash and cash equivalent positions to maintain liquidity. As at June 30, 2025, other financial liabilities of the Fund such as accounts payable and accrued liabilities, performance fees payable, management fees payable, distributions payable and due to the Manager are due between one and three months.

(d) Interest rate risk:

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments.

Interest rate risk arises when the Fund invests in interest-bearing financial instruments. The Fund is exposed to the risk that the value of such financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. There is minimal sensitivity to interest rate fluctuations on any cash and cash equivalents invested at short-term market interest rates.

As at June 30, 2025, the Fund did not have significant exposure to interest rate risk.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(e) Other price risk:

Other price risk is the risk that the fair value or future cash flows of financial instruments will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

All investments represent a risk of loss of capital. The Manager aims to moderate this risk through careful selection and diversification of securities and other financial instruments in accordance with the Fund's investment objective and strategy. Possible losses from written options and securities sold short can be unlimited. The Fund's overall market positions are monitored on a regular basis by the Manager.

Financial instruments held by the Fund are susceptible to market price risk arising from uncertainties about future prices of the instruments. As at June 30, 2025, a 10% movement in stock prices could result in a \$854,477 change in net assets attributable to holders of redeemable units. In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(f) Currency risk:

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

Currency risk arises from financial instruments that are denominated in a currency other than the Canadian dollar, which represents the functional currency of the Fund. The Fund may enter into foreign exchange forward contracts for hedging purposes to reduce its foreign currency exposure or to establish exposure to foreign currencies.

As at June 30, 2025, the currency risk related to the Fund is shown below:

Currency	Exposure			Impact if CAD strengthened or weakened by 5% in relation to other currencies		
	Monetary	Non-Monetary	Total	Monetary	Non-Monetary	Total
June 30, 2025						
U.S. Dollar	\$ 125,216	\$ 3,912,566	\$ 4,037,782	\$ 6,261	\$ 195,628	\$ 201,889
	\$ 125,216	\$ 3,912,566	\$ 4,037,782	\$ 6,261	\$ 195,628	\$ 201,889
% of Net assets attributable to holders of redeemable units	0.7	22.8	23.5	—	1.1	1.1

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(g) Concentration risk:

Concentration risk arises because of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type.

The following table is a summary of the Fund's concentration risk as a percentage of the Fund's net assets at June 30, 2025:

	Percentage of net assets attributable to holders of redeemable units
Market segment	June 30, 2025
Investments owned	
Basic Materials	1.6
Communications	4.2
Consumer, Cyclical	0.8
Consumer, Non-cyclical	2.5
Energy	3.6
Financial	34.7
Technology	0.7
Utilities	1.8
Total net investments	49.9
Cash and cash equivalents	49.9
Other assets and liabilities	0.2
	100.0

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(h) Leverage risk:

When the Fund makes investments in derivatives, borrows cash for investment purposes, or uses physical short sales on equities, fixed income securities or other portfolio assets, leverage may be introduced into the Fund. Leverage occurs when the Fund's aggregate gross exposure to underlying assets is greater than the amount invested. Leverage may increase volatility, may impair the Fund's liquidity and may cause the Fund to liquidate positions at unfavorable times.

As prescribed by NI 81-102, the aggregate gross exposure of the Fund, to be calculated as the sum of the following, must not exceed three times the Fund's net asset value: (i) the amount of cash borrowed for investment purposes; (ii) the aggregate market value of physical short sales on equities, fixed income securities or other portfolio assets; and (iii) the aggregate notional value of the Fund's specified derivatives positions excluding any specified derivatives used for hedging purposes. Notwithstanding this limit, the Fund intends to maintain a typical range of aggregate gross exposure between 1.0 to 1.5 times its NAV.

The Fund has entered into a margin agreement with the Custodian in which cash is borrowed against collateral in the Fund's account. All cash borrowing is repayable on demand and interest is calculated based on the custodian's interest rate as agreed with the Manager. As of June 30, 2025, the total cash borrowed was \$nil representing nil% of the Fund's net assets value.

During the period ended June 30, 2025, the Fund's lowest and highest aggregate gross exposure was 29.2% and 100.8% of the Fund's NAV respectively. During 2025, the primary source of leverage was derivative options.

The Manager monitors, on a daily basis, that the Fund's aggregate gross exposure is less than three times the Fund's net asset value.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

7. Financial instruments (continued):

(i) Fair values of financial instruments:

Investments measured at fair value are classified into one of three fair value hierarchy levels, based on the lowest level input that is significant to the fair value measurement in its entirety. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The three fair value hierarchy levels are as follows:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table summarizes the levels within the fair value hierarchy in which the fair value measurements of the Fund's investments fall as of June 30, 2025:

	Level 1	Level 2	Level 3	Total
Assets				
Equities	\$ 8,560,990	\$ –	\$ –	\$ 8,560,990
	\$ 8,560,990	\$ –	\$ –	\$ 8,560,990
Liabilities				
Options	\$ –	\$ 16,220	\$ –	\$ 16,220
	\$ –	\$ 16,220	\$ –	\$ 16,220

There were no transfers between levels during the period from March 25, 2025 (commencement of operations) to June 30, 2025.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

8. Option contracts:

An option is a contractual arrangement under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (a call option) or sell (a put option) at or by a set date or during a set period, a specific amount of securities or a financial instrument at a pre-determined price. The seller receives a premium from the purchaser in consideration for the assumption of future securities price.

The following table summarizes the Fund's investments in options as at June 30, 2025:

Long Exposure to the Underlying (U.S. Dollars)

Description	Maturity Date	Strike price	Notional Amount
Alerian MLP ETF Put \$46	July 18, 2025	\$ 46.00	\$ 142,600
Alexandria Real Estate Equities Inc. Put \$65	July 18, 2025	65.00	143,000
Annaly Capital Management Inc. Put \$18	July 18, 2025	18.00	142,200
Blue Owl Capital Inc. Put \$17	July 18, 2025	17.00	142,800
Bristol-Myers Squibb Co. Put \$44	July 18, 2025	44.00	140,800
Comcast Corp. Put \$32.50	July 18, 2025	32.50	143,000
Invesco Ltd. Put \$13	July 18, 2025	13.00	20,800
LyondellBasell Industries NV Put \$55	July 18, 2025	55.00	143,000
Merck & Co Inc. Put \$75	July 18, 2025	75.00	285,000
PepsiCo Inc. Put \$125	July 11, 2025	125.00	187,500
Pfizer Inc. Put \$23	July 18, 2025	23.00	138,000
Prudential Financial Inc. Put \$97.50	July 18, 2025	97.50	136,500
Stanley Black & Decker Inc. Put \$57.50	July 18, 2025	57.50	143,750
Starwood Property Trust Inc. Put \$19	July 18, 2025	19.00	142,500
United Parcel Service Inc. Put \$95	July 18, 2025	95.00	161,500

Long Exposure to the Underlying (Canadian Dollars)

Description	Maturity Date	Strike price	Notional Amount
BCE Inc. Put \$29	July 18, 2025	\$ 29.00	\$ 261,000
Magna International Inc. Put \$47	July 18, 2025	47.00	192,700
Rogers Communications Inc. Put \$35	July 18, 2025	35.00	129,500
TELUS Corp. Put \$21	July 18, 2025	21.00	195,300

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

9. Expenses:

The Fund pays all of its operating expenses including, without limitation, expenses relating to, accounting, clearing and settlement charges, audit and legal fees, bank and interest charges, insurance, safekeeping and custodial fees, operating and administrative costs, costs of financial reports to investors, costs relating to investor meetings, costs of the prospectus relating to the sale of units of the Fund, costs of the independent review committee, regulatory filing and other fees and brokerage commissions and other portfolio transaction costs. The Fund is generally required to pay HST (and other applicable taxes, if any) at the applicable rate on most expenses that it pays.

Each Series is responsible for the operating expenses that relate to that particular Series and for its proportionate share of the operating expenses that are applicable to all the Series of the applicable Fund. These specific expenses, unique to each Series, are payable from the assets attributed to that Series of the Fund. If the Fund cannot pay the expenses of one series using that series' share of assets, the Fund will have to pay the additional expenses out of other series' share of assets.

The members of the independent review committee may from time to time pay for reasonable expenses incurred in the performance of their duties and be reimbursed for such expenses by the Fund. These expenses may include insurance premiums, travel expenses and reasonable out-of-pocket expenses.

For the period from March 25, 2025 (commencement of operations) to June 30, 2025, the expenses reimbursed by the Manager were \$78,467, of which \$48,158 was receivable as of June 30, 2025.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

10. Increase in net assets attributable to holders of redeemable units per unit:

The increase in net assets attributable to holders of redeemable units per unit for the period from March 25, 2025 (commencement of operations) to June 30, 2025, is calculated as follows:

		Increase in net assets attributable to holders of redeemable units per series	Weighted average of redeemable units outstanding during the period		Increase in net assets attributable to holders of redeemable units per unit
June 30, 2025					
Founders Series A	\$	74,512	202,056	\$	0.37
Founders Series F		250,720	840,136		0.30

11. Income taxes:

The Fund qualifies as a Mutual Fund trust under the provisions of the Income Tax Act (Canada), and accordingly, is not subject to tax on its net taxable income, including net realized capital gains, that is paid or payable to its Unitholders as at the end of the taxation year. However, such part of the Fund's net income and net realized capital gains as is not so paid or payable is subject to income tax. It is the intention of the Fund to distribute all of its income and sufficient net realized capital gains so that the Fund will not be subject to income tax under Part I of the Income Tax Act (Canada). As a result, the Fund does not record income taxes.

The Fund is subject to withholding taxes on foreign income at the applicable foreign tax rates on investment income and capital gains. Income that is subject to withholding taxes is recorded gross of withholding taxes, and the related withholding taxes are shown as a separate expense in the statement of comprehensive income.

Non-capital losses are available to be carried forward for twenty years and applied against future taxable income. Capital losses for income tax purposes may be carried forward indefinitely and applied against future capital gains and regular income.

JC CLARK HIGH INCOME OPPORTUNITIES FUND

Notes to Financial Statements (continued)
(Expressed in Canadian dollars)

Period from March 25, 2025 (commencement of operations) to June 30, 2025 (Unaudited)

12. Investment in unconsolidated structured entities:

The Fund does not consolidate investments in exchange-traded funds because the Fund does not have an ability to influence the activities of these funds or the returns it receives from investing in these funds.

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. The Manager of the Fund has determined that its investments made into other investment funds are considered to be unconsolidated structured entities. Please refer to the Schedule of Investment Portfolio for investments in structured entities.

During the applicable period ended June 30, 2025, the Funds did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support.

13. Securities lending:

The Fund has participated in a securities lending program with National Bank Independent Network (a division of National Bank Financial Inc.). As at June 30, 2025, the total fair value of the securities lent was \$629,424 and the total fair value of collateral received was \$707,937. Collateral held is generally comprised of securities of, or guaranteed by, the Government of Canada, a province or crown corporations thereof. The Manager was not entitled and did not receive any securities lending income.