Q3 2023
Quarterly Report

Fund Stats

Fund Unit Value:
September 30, 2023
$21.8387

Inception Date:
June 15, 2010

RRSP Eligible:
Yes

Our Story

Founded in 2010, Seymour Investment Management is an employee-owned, client-focused boutique investment firm with a different kind of focus. Choosing from a carefully selected group of exceptional Canadian companies for our funds, we provide fee-based discretionary investment management services to individual and institutional clients.

Only accredited investors or investors who satisfy the minimum amount investment as defined by applicable securities legislation may invest in the Seymour Pooled Funds. These materials are for information only and do not constitute an offer to sell or a solicitation to buy units of this Fund.

Seymour Canadian Equity Fund

The investment objective of the Canadian Equity Fund is to achieve attractive risk-adjusted investment returns over the long term by investing in a diversified portfolio of 20 - 30 Canadian equities. The fund invests primarily in large-capitalization companies.

The fee structure for the fund is based on an annual management fee of 1% of the net asset value.

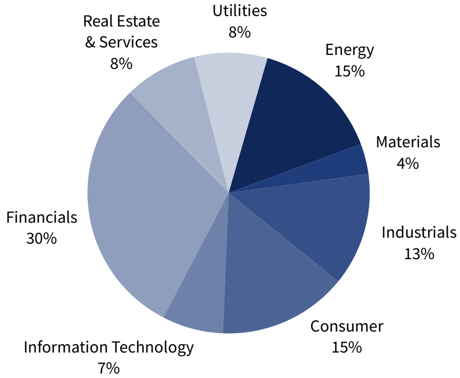
Performance

As at September 30, 2023

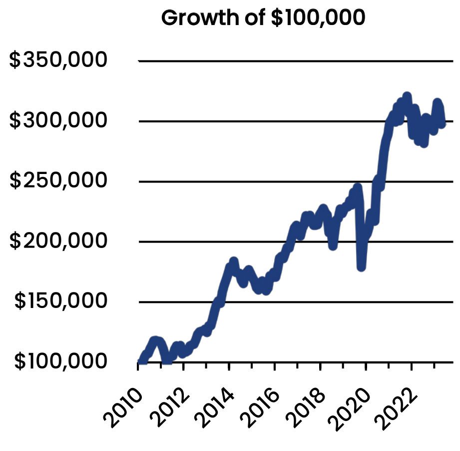
Total Return for the Period (%)[1]	QTR	1yr	3yr[4]	5yr[4]	Since Inception[3]
Seymour Canadian Equity Fund[2]	-2.1%	5.0%	10.3%	6.0%	8.5%
S&P/TSX Composite Total Return Index	-2.2%	9.5%	9.9%	7.3%	6.9%

1. The indicated rates of return are the total returns for the period indicated, including changes in security value and there investment of all distributions and do not take into account income taxes payable that would have reduced returns. The funds are not guaranteed; their values change frequently and past performance may not be repeated.
2. NAV performance is shown net of fees and expenses.
3. Annualized since inception date of June 15, 2010.
4. Returns over one year are annualized.

Industry Sector Breakdown



Growth Since Inception



Seymour INVESTMENT MANAGEMENT
Suite 900 - 1285 West Pender Street Vancouver, BC, V6E 4B1
info@seymourinvest.ca
seymourinvest.ca
604.659.1722

Q3 2023
Commentary

Bond yields hit a new cycle high in September, prompting a broad-based sell-off in equities.

The Seymour Canadian Equity Fund declined 2.1% in the quarter, which compares to -2.2% for the benchmark S&P/TSX Composite Total Return Index.

The Financials sector and REITs have lagged the broader market during the current interest rate cycle reflecting economic concerns and interest rate sensitivity.

These stocks came under renewed selling pressure in the quarter as bond yields pushed higher including the Fund's holdings in Banks; Asset Management; Insurance; and Real Estate and Commercial Real Estate Services. We continue to see attractive value in this segment, particularly in the Fund's asset manager and private equity holdings, which include Brookfield Corporation, Brookfield Business Corp., and Onex Corporation.

Publicly-traded REITs have sold off sharply since the beginning of the rate hike cycle, reflecting economic and valuation concerns. The sell-off has created a disconnect between publicly-traded real estate values and private real estate, which we expect will narrow over time as 1) higher cap rates are reflected in private values with a lag and/or 2) publicly-traded REIT valuations expand. Shares of U.S. single family owner-operator Tricon Residential Inc. (-14.0% in Q3) are trading at a ~40% discount to intrinsic value despite strong single family rental fundamentals, offering the potential for material upside when interest rates stabilize and the company is able to resume acquisitions.

Energy stocks performed strongly in the quarter including the Fund's sole oil & gas producer holding, Tourmaline Oil Corp. (+9.5% in Q3). Tourmaline is the largest natural gas producer in Canada, with an attractive Montney position and a long inventory life that is comparable to oil sands players. We believe Tourmaline is well positioned to drive organic growth while maintaining a strong balance sheet and delivering attractive base shareholder returns that are sustainable through commodity cycles. The Fund's midstream holdings, Keyera Corp. (+4.4% in Q3) and AltaGas Ltd. (+9.5% in Q3), and fuel distributor and retailer Parkland Corporation (+20.4% in Q3) also performed strongly.

We initiated a new position in Stella Jones Inc., North America's leading producer of industrial pressure-treated wood products including rail ties and utility poles.

While maintenance-driven demand for rail ties remains relatively steady, demand for utility poles is exceptionally strong given aging infrastructure and new and replacement pole requirements related to broadband and EV projects. Our recent meeting with management solidified our conviction in the company's longer-term growth opportunity.

As we look forward, economic activity continues to soften as the impact of higher interest rates works its way through the economy. Although this creates a headwind for corporate earnings and market sentiment in the short-term,

we remind investors of the importance of staying disciplined during periods of economic uncertainty. Down markets require patience and a long-term focus.

Interest rate hikes and market corrections tend to be followed by periods of excess equity returns as the combination of an earnings recovery and a valuation re-rate can produce very attractive equity returns. Notably, many of the Fund's holdings are already trading at attractive valuations, offering upside potential for patient, long-term investors.

Seymour
INVESTMENT MANAGEMENT

Suite 900 - 1285
West Pender Street
Vancouver, BC, V6E 4B1

info@seymourinvest.ca
seymourinvest.ca
604.659.1722