

COUNSEL | PORTFOLIO SERVICES

Counsel North American High Yield Bond

ANNUAL FINANCIAL STATEMENTS

For the year ended March 31, 2022

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.counselservices.com or by visiting www.sedar.com.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by Counsel Portfolio Services Inc. (the "Manager"), as Manager of Counsel North American High Yield Bond (the "Fund"). The Manager is responsible for the integrity, objectivity and reliability of the data presented. This responsibility includes selecting appropriate accounting principles and making judgments and estimates consistent with International Financial Reporting Standards. The Manager is also responsible for the development of internal controls over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors (the "Board") of Counsel Portfolio Services Inc. is responsible for reviewing and approving the financial statements and overseeing the Manager's performance of its financial reporting responsibilities. The Board 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 is the external auditor of the Fund. It is appointed by the Board. The external auditor has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the securityholders its opinion on the financial statements. Its report is set out below.



Sam Febraro
President and Chief Executive Officer



Paulette Jervis
Chief Financial Officer

June 3, 2022

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Counsel North American High Yield Bond (the "Fund")

Opinion

We have audited the financial statements of the Fund, which comprise the statements of financial position as at March 31, 2022 and 2021, 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, 2022 and 2021, 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 which 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.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

INDEPENDENT AUDITOR'S REPORT (cont'd)

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 skepticism 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
Toronto, Ontario
June 13, 2022

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

STATEMENTS OF FINANCIAL POSITION

as at March 31

(in \$ 000 except per security amounts)

	2022	2021
Assets		
Current assets:		
Investments at fair value	100,482	103,550
Cash and cash equivalents	3,707	3,404
Accrued interest receivable	1,462	1,452
Dividends receivable	–	4
Accounts receivable for investments sold	379	167
Accounts receivable for securities issued	67	45
Due from Manager	–	–
Margin with broker	–	–
Derivative assets	564	216
Taxes recoverable	–	–
Other assets	–	–
Total assets	106,661	108,838
Liabilities		
Current liabilities:		
Bank indebtedness	–	–
Accounts payable for investments purchased	567	1,179
Accounts payable for securities redeemed	59	132
Accrued expenses and miscellaneous payables	–	–
Derivative liabilities	131	376
Taxes payable	–	–
Other liabilities	–	–
Total liabilities	757	1,687
Net assets attributable to securityholders	105,904	107,151

STATEMENTS OF COMPREHENSIVE INCOME

for the periods ended March 31

(in \$ 000 except per security amounts)

	2022	2021
Income:		
Dividends	73	60
Interest and other income	5,416	5,297
Net realized gain (loss)	256	(1,524)
Net unrealized gain (loss)	(3,940)	5,464
Income (loss) from derivatives	–	–
Securities lending income	16	1
Trust income	–	–
Total income (loss)	1,821	9,298
Expenses (note 6):		
Management fees	–	–
Management fee rebates	–	–
Administration fees	–	–
Commissions and other portfolio transaction costs	2	4
Independent Review Committee costs	–	–
Interest and other charges	1	1
Expenses before amounts absorbed by Manager	3	5
Expenses absorbed by Manager	–	–
Net expenses	3	5
Increase (decrease) in net assets attributable to securityholders from operations before tax	1,818	9,293
Foreign withholding tax expense (recovery)	8	9
Foreign income tax expense (recovery)	–	–
Income tax expense (recovery) (note 5)	–	–
Increase (decrease) in net assets attributable to securityholders from operations	1,810	9,284

	Net assets attributable to securityholders (note 3)			
	per security		per series	
	2022	2021	2022	2021
Series O	9.08	9.43	105,903	107,150
Series Private Wealth	9.51	9.86	1	1
			105,904	107,151

	Increase (decrease) in net assets attributable to securityholders from operations (note 3)			
	per security		per series	
	2022	2021	2022	2021
Series O	0.16	0.89	1,810	9,284
Series Private Wealth	0.14	0.07	–	–
			1,810	9,284

The accompanying notes are an integral part of these financial statements.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	TOTAL		SERIES O		SERIES PRIVATE WEALTH	
	2022	2021	2022	2021	2022	2021
Net assets attributable to securityholders, beginning of period	107,151	87,402	107,150	87,402	1	–
Increase (decrease) in net assets attributable to securityholders resulting from:						
Operations	1,810	9,284	1,810	9,284	–	–
Distributions:						
Investment income	(5,548)	(5,392)	(5,548)	(5,392)	–	–
Capital gains	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–
Total distributions	(5,548)	(5,392)	(5,548)	(5,392)	–	–
Security transactions:						
Proceeds from securities issued	19,371	47,265	19,371	47,264	–	1
Reinvested from distributions	5,548	5,392	5,548	5,392	–	–
Payment on redemption of securities	(22,428)	(36,800)	(22,428)	(36,800)	–	–
Total security transactions	2,491	15,857	2,491	15,856	–	1
Increase (decrease) in net assets attributable to securityholders	(1,247)	19,749	(1,247)	19,748	–	1
Net assets attributable to securityholders, end of period	105,904	107,151	105,903	107,150	1	1
Increase (decrease) in securities (in thousands):						
Securities outstanding, beginning of period (note 7)			11,367	9,654	–	–
Add (deduct):						
Issued			2,079	5,003	–	–
Reinvested distributions			588	568	–	–
Redeemed			(2,366)	(3,858)	–	–
Securities outstanding, end of period			11,668	11,367	–	–

The accompanying notes are an integral part of these financial statements.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

STATEMENTS OF CASH FLOWS

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

	2022	2021
Cash flows from operating activities		
Increase (decrease) in net assets attributable to securityholders from operations	1,810	9,284
Less non-cash impact of:		
Net realized loss (gain) on investments	(256)	1,524
Change in net unrealized loss (gain) on investments	3,940	(5,464)
Distributions received from Underlying Funds	–	–
Adjustments for:		
Proceeds from sale and maturity of investments	44,305	49,814
Purchases of investments	(46,333)	(69,158)
(Increase) decrease in accounts receivable and other assets	(6)	(45)
Increase (decrease) in accounts payable and other liabilities	–	–
Net cash provided by (used in) operating activities	3,460	(14,045)
Cash flows from financing activities:		
Proceeds from securities issued	19,349	47,299
Payments on redemption of securities	(22,501)	(36,678)
Distributions paid net of reinvestments	–	–
Net cash provided by (used in) financing activities	(3,152)	10,621
Increase (decrease) in cash and cash equivalents	308	(3,424)
Cash and cash equivalents at beginning of period	3,404	6,886
Effect of exchange rate fluctuations on cash and cash equivalents	(5)	(58)
Cash and cash equivalents, end of period	3,707	3,404
Cash	3,707	3,404
Cash equivalents	–	–
Bank indebtedness	–	–
	3,707	3,404
Supplementary disclosures on cash flow from operating activities:		
Dividends received net of withholding taxes	69	49
Interest received (purchased) net of withholding taxes	5,389	5,254
Interest paid	1	–
Income taxes paid (recovered)	–	–

The accompanying notes are an integral part of these financial statements.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS						
AAdvantage Loyalty IP Ltd. Term Loan 1st Lien F/R 03-10-2028	United Kingdom	Bank Loans	USD	75,000	93	95
Adient US LLC 1L F/R 04-01-2028	United Kingdom	Bank Loans	USD	119,100	149	147
The ADT Security Corp. 4.13% 08-01-2029 144A	United States	Corporate	USD	145,000	183	168
AG Issuer LLC 6.25% 03-01-2028 Callable 2023 144A	United States	Corporate	USD	125,000	167	157
Ahead DB Holdings LLC 6.63% 05-01-2028	United States	Corporate	USD	265,000	335	296
Albertsons Cos. Inc. 7.50% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	15,000	20	20
Albertsons Cos. Inc. 4.63% 01-15-2027 Callable 2023 144A	United States	Corporate	USD	235,000	307	285
Albertsons Cos. Inc. 4.88% 02-15-2030 Callable 2025 144A	United States	Corporate	USD	145,000	190	177
Alliant Holdings Intermediate LLC 4.25% 10-15-2027 144A	United States	Corporate	USD	80,000	100	97
Alliant Holdings Intermediate LLC 6.75% 10-15-2027	United States	Corporate	USD	185,000	248	230
Allied Universal Holdco LLC 6.00% 06-01-2029	United States	Corporate	USD	200,000	248	223
Allison Transmission Inc. 4.75% 10-01-2027 Callable 2022 144A	United States	Corporate	USD	80,000	98	99
Allison Transmission Inc. 3.75% 01-30-2031 144A	United States	Corporate	USD	110,000	140	126
Ally Financial Inc. 8.00% 11-01-2031	United States	Corporate	USD	360,000	601	568
Alpha 3 BV Term Loan B 1st Lien F/R 03-05-2028	United Kingdom	Bank Loans	USD	225	–	–
Altice France 5.50% 01-15-2028 Callable 2022 144A	France	Corporate	USD	600,000	807	694
Altice France 6.00% 02-06-2028 144A	Luxembourg	Corporate	USD	200,000	254	216
Altice International SARL 5.00% 01-15-2028 Callable 2023 144A	Luxembourg	Corporate	USD	200,000	269	225
AMC Entertainment Holdings Inc. Term Loan B1 1st Lien F/R 04-22-2026	United States	Bank Loans	USD	153,242	166	171
AMC Entertainment Holdings Inc. 12.00% 06-15-2026 144A	United States	Corporate	USD	165,000	203	186
AMC Entertainment Holdings Inc. 7.50% 02-15-2029 144A	United States	Corporate	USD	115,000	145	139
American Airlines Group Inc. 5.50% 04-20-2026 144A	United States	Corporate	USD	165,000	208	208
American Airlines Group Inc. 5.75% 04-20-2029 144A	United States	Corporate	USD	165,000	208	206
American Builders & Contractors Supply Co. Inc. 4.00% 01-15-2028	United States	Corporate	USD	260,000	328	315
American Builders & Contractors Supply Co. Inc. 3.88% 11-15-2029	United States	Corporate	USD	80,000	99	94
Amsted Industries Inc. 5.63% 07-01-2027 Callable 2022 144A	United States	Corporate	USD	125,000	172	157
Amsted Industries Inc. 4.63% 05-15-2030 Callable 2025 144A	United States	Corporate	USD	115,000	147	136
AmWINS Group Inc. 4.88% 06-30-2029 144A	United States	Corporate	USD	65,000	81	78
Antero Midstream Partners LP 7.88% 05-15-2026 144A	United States	Corporate	USD	90,000	124	122
Antero Resources Corp. 8.38% 07-15-2026 144A	United States	Corporate	USD	127,000	172	175
Antero Resources Corp. 7.63% 02-01-2029 144A	United States	Corporate	USD	47,000	61	64
Apache Corp. 4.38% 10-15-2028 Callable 2028	United States	Corporate	USD	245,000	287	315
Apache Corp. 5.10% 09-01-2040 Callable 2040	United States	Corporate	USD	155,000	171	196
ArcelorMittal SA 7.00% 10-15-2039	Luxembourg	Corporate	USD	275,000	418	410
Arches Buyer Inc. 4.25% 06-01-2028	United States	Corporate	USD	265,000	337	310
Arches Buyer Inc. 6.13% 12-01-2028	United States	Corporate	USD	125,000	157	144
Arches Buyer Inc. Term Loan 1st Lien F/R 12-06-2027	United States	Bank Loans	USD	192,563	248	237
ARD Finance SA 6.50% 06-30-2027 Callable 2022 144A	Luxembourg	Corporate	USD	200,000	265	229
Aretex Escrow Issuer Inc. 7.50% 04-01-2029 144A	United States	Corporate	USD	200,000	252	241
ARG IH LLC 7.00% 06-15-2025 144A	United States	Corporate	USD	70,000	99	92
Asbury Automotive Group Inc. 4.63% 11-15-2029 144A	United States	Corporate	USD	35,000	44	41
Asbury Automotive Group Inc. 5.00% 02-15-2032 144A	United States	Corporate	USD	15,000	19	18
Ascend Learning LLC Term Loan 2nd Lien F/R 11-18-2029	United States	Bank Loans	USD	115,000	145	143
ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 144A	United States	Corporate	USD	100,000	126	108
Asurion LLC Term Loan B4 2nd Lien F/R 01-14-2029	United States	Bank Loans	USD	100,000	125	122
Asurion LLC Term Loan B9 1st Lien F/R 07-29-2027	United States	Bank Loans	USD	64,511	80	79
Avalara Inc. 0.25% 08-01-2026 Conv. 144A	United States	Corporate	USD	130,000	162	140
Bausch Health Cos. Inc. 6.13% 02-01-2027 144A	United States	Corporate	USD	190,000	242	239
Bausch Health Cos. Inc. 4.88% 06-01-2028 144A	United States	Corporate	USD	135,000	163	162
Bausch Health Cos. Inc. 5.00% 02-15-2029 144A	United States	Corporate	USD	60,000	79	59
Bausch Health Cos. Inc. 6.25% 02-15-2029 144A	United States	Corporate	USD	330,000	454	341
Bausch Health Cos. Inc. 7.25% 05-30-2029 Callable 2024 144A	United States	Corporate	USD	95,000	128	102
BCPE Ulysses Intermediate Inc. 7.75% 04-01-2027 144A	United States	Corporate	USD	55,000	69	63
Beacon Roofing Supply Inc. 4.50% 11-15-2026	United States	Corporate	USD	35,000	46	44
Beacon Roofing Supply Inc. 4.13% 05-15-2029	United States	Corporate	USD	155,000	185	179
Beasley Mezzanine Holdings LLC 8.63% 02-01-2026 144A	United States	Corporate	USD	290,000	367	345
Big River Steel LLC 6.63% 01-31-2029 144A	United States	Corporate	USD	122,000	161	161
Black Knight InfoServ LLC 3.63% 09-01-2028 Callable 2023 144A	United States	Corporate	USD	120,000	160	142
Blackrock CQP Holdco LP Term Loan B 1st Lien F/R 05-27-2028	United States	Bank Loans	USD	199,000	239	248
Boise Cascade Co. 4.88% 07-01-2030	United States	Corporate	USD	115,000	156	140
Bombardier Inc. 7.50% 12-01-2024 Callable 2022 144A	Canada	Corporate	USD	24,000	31	31
Bombardier Inc. 7.13% 06-15-2026 144A	Canada	Corporate	USD	95,000	115	116
Bombardier Inc. 7.88% 04-15-2027 Callable 2022 144A	Canada	Corporate	USD	175,000	230	215
Bombardier Inc. 6.00% 02-15-2028 144A	Canada	Corporate	USD	65,000	82	76
Booking Holdings Inc. 0.75% 05-01-2025	United States	Corporate	USD	117,000	209	215
Boxer Parent Co. Inc. 7.13% 10-02-2025 144A	United States	Corporate	USD	85,000	122	111
Boxer Parent Co. Inc. 9.13% 03-01-2026 144A	United States	Corporate	USD	150,000	211	195

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
Boyd Gaming Corp. 8.63% 06-01-2025 144A	United States	Corporate	USD	30,000	42	40
Boyd Gaming Corp. 4.75% 12-01-2027 Callable 2022	United States	Corporate	USD	50,000	66	62
Boyd Gaming Corp. 4.75% 06-15-2031 144A	United States	Corporate	USD	380,000	459	458
Brand Energy & Infrastructure Services Inc. Term Loan 1st Lien F/R 06-21-2024	United States	Bank Loans	USD	308,756	392	370
Brand Energy & Infrastructure Services Inc. 8.50% 07-15-2025 Callable 144A	United States	Corporate	USD	110,000	134	128
Broadcast Media Partners Holdings Inc. 4.50% 05-01-2029	United States	Corporate	USD	85,000	103	102
Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A	Canada	Corporate	USD	145,000	199	178
Brookfield Residential Properties Inc. 5.00% 06-15-2029 144A	Canada	Corporate	USD	165,000	200	188
Buckeye Partners LP 3.95% 12-01-2026 Callable 2026	United States	Corporate	USD	70,000	88	85
Buckeye Partners LP 4.50% 03-01-2028 Callable 2027 144A	United States	Corporate	USD	45,000	60	54
Buckeye Partners LP 5.85% 11-15-2043 Callable 2043	United States	Corporate	USD	85,000	101	91
Builders FirstSource Inc. 4.25% 02-01-2032 144A	United States	Corporate	USD	290,000	352	340
BWAY Corp. Term Loan B 1st Lien F/R 04-03-2024	United States	Bank Loans	USD	126,352	163	156
BWAY Holding Co. 5.50% 04-15-2024 Callable 2022 144A	United States	Corporate	USD	115,000	150	143
BWAY Holding Co. 7.25% 04-15-2025 144A	United States	Corporate	USD	160,000	208	198
Cable One Inc. 1.13% 03-15-2028 Conv. 144A	United States	Corporate	USD	171,000	203	194
Caesars Entertainment Inc. 4.63% 10-15-2029 144A	United States	Corporate	USD	60,000	76	71
Callon Petroleum Co. 6.13% 10-01-2024	United States	Corporate	USD	205,000	244	256
Callon Petroleum Co. 9.00% 04-01-2025 144A	United States	Corporate	USD	115,000	147	153
Callon Petroleum Co. 8.00% 08-01-2028 144A	United States	Corporate	USD	160,000	202	212
Calpine Corp. 4.50% 02-15-2028 Callable 2023 144A	United States	Corporate	USD	115,000	152	140
Calpine Corp. 4.63% 02-01-2029 144A	United States	Corporate	USD	15,000	20	17
Calpine Corp. 5.00% 02-01-2031 144A	United States	Corporate	USD	200,000	244	230
Carnival Corp. 7.63% 03-01-2026 144A	United States	Corporate	USD	160,000	209	202
Carnival Corp. 5.75% 03-01-2027 144A	United States	Corporate	USD	165,000	206	196
Carriage Services Inc. 4.25% 05-15-2029	United States	Corporate	USD	115,000	141	134
CCO Holdings LLC 5.00% 02-01-2028 Callable 2022 144A	United States	Corporate	USD	85,000	118	105
CCO Holdings LLC 5.38% 06-01-2029 Callable 2024 144A	United States	Corporate	USD	580,000	812	728
CCO Holdings LLC 4.75% 03-01-2030 Callable 2024 144A	United States	Corporate	USD	235,000	316	282
CCO Holdings LLC 4.50% 08-15-2030 Callable 2025 144A	United States	Corporate	USD	60,000	82	71
CCO Holdings LLC 4.25% 02-01-2031 Callable 2025 144A	United States	Corporate	USD	105,000	120	120
CDI Escrow Issuer Inc. 5.75% 04-01-2030 144A	United States	Corporate	USD	105,000	132	132
CDW LLC 3.25% 02-15-2029	United States	Corporate	USD	150,000	188	173
Cengage Learning Inc. 9.50% 06-15-2024 Callable 144A	United States	Corporate	USD	225,000	286	281
Cenovus Energy Inc. 6.75% 11-15-2039 Callable	Canada	Corporate	USD	85,000	120	132
Centene Corp. 4.63% 12-15-2029 Callable 2024	United States	Corporate	USD	135,000	179	170
Centene Corp. 3.00% 10-15-2030	United States	Corporate	USD	65,000	87	75
Centennial Resource Production LLC 5.38% 01-15-2026 Callable 2021 144A	United States	Corporate	USD	195,000	215	238
Centennial Resource Production LLC 6.88% 04-01-2027 Callable 2022 144A	United States	Corporate	USD	305,000	376	384
Centerfield Media Parent Inc. 6.63% 08-01-2026 144A	United States	Corporate	USD	110,000	139	130
CF Industries Inc. 4.95% 06-01-2043	United States	Corporate	USD	230,000	292	309
ChampionX Corp. 6.38% 05-01-2026 Callable 2021	United States	Corporate	USD	52,000	66	67
ChampionX Holding Inc. Term Loan B 1st Lien F/R 06-01-2027	United States	Bank Loans	USD	196,422	257	247
Charles River Laboratories Int 3.75% 03-15-2029 144A	United States	Corporate	USD	75,000	95	89
Charles River Laboratories Int 4.00% 03-15-2031 144A	United States	Corporate	USD	80,000	101	94
Charter Communications Operating LLC 4.50% 05-01-2032	United States	Corporate	USD	210,000	275	241
Chegg Inc. 0% 09-01-2026 Conv.	United States	Corporate	USD	150,000	156	153
Cheniere Energy Partners LP 4.00% 03-01-2031 144A	United States	Corporate	USD	115,000	145	140
Cheniere Energy Partners LP 3.25% 01-31-2032 144A	United States	Corporate	USD	15,000	19	17
CHS/Community Health Systems Inc. 8.00% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	50,000	63	65
Cinemark USA Inc. 8.75% 05-01-2025 Callable 2022 144A	United States	Corporate	USD	25,000	35	33
Cinemark USA Inc. 5.88% 03-15-2026 144A	United States	Corporate	USD	185,000	232	226
Cinemark USA Inc. 5.25% 07-15-2028 144A	United States	Corporate	USD	175,000	211	206
Clarios Global LP 6.75% 05-15-2025 Callable 2022 144A	United States	Corporate	USD	123,000	174	159
Clarivate Science Holdings 4.88% 07-01-29	United Kingdom	Corporate	USD	175,000	218	207
Clear Channel Outdoor Holdings Inc. Term Loan B 1st Lien F/R 08-09-2026	United States	Bank Loans	USD	121,875	161	150
Clear Channel Outdoor Holdings 7.75% 04-15-2028 144A	United States	Corporate	USD	145,000	185	182
Clear Channel Outdoor Holdings 7.50% 06-01-2029 144A	United States	Corporate	USD	120,000	145	151
Clear Channel Worldwide Holdings Inc. 5.13% 08-15-2027 Callable 2022 144A	United States	Corporate	USD	235,000	318	292

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
CNO Financial Group Inc. 5.25% 05-30-2029 Callable 2029	United States	Corporate	USD	95,000	129	125
Cobra Acquisition Co. LLC 6.38% 11-01-2029 144A	United States	Corporate	USD	180,000	226	193
Coeur Mining Inc. 5.13% 02-15-2029 144A	United States	Corporate	USD	95,000	120	103
Coinbase Global Inc. 3.38% 10-01-2028 144A	United States	Corporate	USD	85,000	108	95
Coinbase Global Inc. 3.63% 10-01-2031 144A	United States	Corporate	USD	85,000	108	92
Colt Merger Sub Inc. 6.25% 07-01-2025	United States	Corporate	USD	320,000	429	414
CommScope Technologies LLC 6.00% 06-15-2025 Callable 2022 144A	United States	Corporate	USD	60,000	79	72
CommScope Technologies Finance LLC 6.00% 03-01-2026 Callable 2022 144A	United States	Corporate	USD	20,000	28	25
CommScope Technologies Finance LLC 8.25% 03-01-2027 Callable 2022 144A	United States	Corporate	USD	120,000	164	146
Community Health Systems Inc. 5.63% 03-15-2027 144A	United States	Corporate	USD	55,000	70	70
Community Health Systems Inc. 6.88% 04-01-2028 Callable 2023 144A	United States	Corporate	USD	95,000	109	108
Community Health Systems Inc. 6.00% 01-15-2029 144A	United States	Corporate	USD	95,000	121	120
Community Health Systems Inc. 6.88% 04-15-2029 144A	United States	Corporate	USD	305,000	392	376
Community Health Systems Inc. 5.25% 05-15-2030 144A	United States	Corporate	USD	115,000	143	138
Compass Minerals International Inc. 4.88% 07-15-2024 Callable 2024 144A	United States	Corporate	USD	105,000	139	131
Compass Minerals International Inc. 6.75% 12-01-2027 Callable 2022 144A	United States	Corporate	USD	185,000	249	234
Comstock Resources Inc. 6.75% 03-01-2029 144A	United States	Corporate	USD	135,000	176	174
Comstock Resources Inc. 5.88% 01-15-2030 144A	United States	Corporate	USD	165,000	200	204
Condor Merger Sub Inc. 7.38% 02-15-2030 144A	United States	Corporate	USD	120,000	152	145
Constellation Merger Sub Inc. 8.50% 09-15-2025 Callable 144A	United States	Corporate	USD	165,000	206	194
Continental Resources Inc. 4.50% 04-15-2023 Callable 2023	United States	Corporate	USD	100,000	125	127
Continental Resources Inc. 4.38% 01-15-2028 Callable 2027	United States	Corporate	USD	120,000	147	152
Continental Resources Inc. 5.75% 01-15-2031 144A	United States	Corporate	USD	160,000	221	219
Continental Resources Inc. 2.88% 04-01-2032 144A	United States	Corporate	USD	335,000	413	374
Continental Resources Inc. 4.90% 06-01-2044 Callable 2043	United States	Corporate	USD	125,000	165	155
Cornerstone Building Brands Inc. Term Loan B 1st Lien F/R 04-12-2028	United States	Bank Loans	USD	53,832	69	65
Covert Mergeco Inc. 4.88% 12-01-2029 144A	United States	Corporate	USD	115,000	148	137
Covey Park Energy LLC 7.50% 05-15-2025 Callable 144A	United States	Corporate	USD	28,000	36	36
CP Atlas Buyer Inc. Term Loan B1 1st Lien F/R 12-27-2027	United States	Bank Loans	USD	222,779	289	271
CP Atlas Buyer Inc. 7.00% 12-01-2028 144A	United States	Corporate	USD	70,000	93	75
CPG International Inc. Term Loan 1st Lien F/R 05-05-2024	United States	Bank Loans	USD	118,264	155	147
Crowdstrike Holdings Inc. 3.00% 02-15-2029	United States	Corporate	USD	160,000	200	184
Crown Cork & Seal Co. Inc. 7.38% 12-15-2026	United States	Corporate	USD	185,000	288	261
CrownRock LP 5.00% 05-01-2029	United States	Corporate	USD	140,000	178	176
CSC Holdings LLC 5.25% 06-01-2024	United States	Corporate	USD	165,000	212	206
CSC Holdings LLC 5.38% 02-01-2028 Callable 2023 144A	United States	Corporate	USD	210,000	274	255
DCP Midstream LP 5.63% 07-15-2027	United States	Corporate	USD	200,000	268	264
DCP Midstream Operating LP 6.75% 09-15-2037	United States	Corporate	USD	190,000	266	280
Delta Air Lines Inc. 4.75% 10-20-2028 144A	United States	Corporate	USD	225,000	296	284
Devon Energy Corp. 5.60% 07-15-2041 Callable 2041	United States	Corporate	USD	50,000	55	72
Devon Energy Corp. 7.95% 04-15-32	United States	Corporate	USD	175,000	266	285
Devon Financing Co. LLC 7.88% 09-30-2031	United States	Corporate	USD	65,000	95	106
Diamond Sports Group LLC 5.38% 08-15-2026 Callable 2022 [144A]	United States	Corporate	USD	405,000	468	195
Diebold Nixdorf Inc. 9.38% 07-15-2025 144A	United States	Corporate	USD	65,000	93	83
DIRECTV Financing LLC Term Loan 1st Lien F/R 07-22-2027	United States	Bank Loans	USD	247,350	308	309
DIRECTV Holdings LLC 5.88% 08-15-2027 144A	United States	Corporate	USD	70,000	89	86
DISH DBS Corp. 7.75% 07-01-2026	United States	Corporate	USD	150,000	200	186
DISH DBS Corp. 5.25% 12-01-2026 144A	United States	Corporate	USD	170,000	208	203
DISH DBS Corp. 5.75% 12-01-2028 144A	United States	Corporate	USD	155,000	194	184
DISH DBS Corp. 5.13% 06-01-2029	United States	Corporate	USD	165,000	199	176
DISH Network Corp. 3.38% 08-15-2026 Conv.	United States	Corporate	USD	132,000	166	150
DraftKings Inc. 0% 03-15-2028	United States	Corporate	USD	194,000	212	174
ECP Controlco LLC 5.50% 04-15-2029 144A	United States	Corporate	USD	160,000	200	197
Elanco Animal Health Inc. 4.90% 08-28-2028 Callable 2028	United States	Corporate	USD	280,000	426	377
Embarq Corp. 8.00% 06-01-2036	United States	Corporate	USD	235,000	312	286
Empire Communities Corp. 7.00% 12-15-2025 144A	Canada	Corporate	USD	50,000	64	62
Encino Acquisition Partners Holdings LLC 8.50% 05-01-2028	United States	Corporate	USD	270,000	337	350
Endeavor Energy Resources LP 6.63% 07-15-2025 144A	United States	Corporate	USD	100,000	135	130
Endeavor Energy Resources LP 5.75% 01-30-2028 Callable 2023 144A	United States	Corporate	USD	340,000	451	440
Endo Finance LLC 9.50% 07-31-2027	United States	Corporate	USD	68,000	116	75
Endo Finance LLC 6.00% 06-30-2028	United States	Corporate	USD	105,000	112	75
Endo International PLC 6.13% 04-01-2029 144A	United States	Corporate	USD	65,000	81	74
Energy Transfer Partners LP F/R 02-15-2166 Perpetual Callable 2028	United States	Corporate	USD	325,000	410	365

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
EnLink Midstream LLC 5.63% 01-15-2028 144A	United States	Corporate	USD	215,000	275	276
Entercom Communications Corp. 6.50% 05-01-2027 Callable 2022 144A	United States	Corporate	USD	125,000	168	147
Entercom Media Corp. 6.75% 03-31-2029 144A	United States	Corporate	USD	245,000	301	287
Epicor Software Corp. Term Loan B 1st Lien F/R 07-30-2027	United States	Bank Loans	USD	118,200	156	147
Epicor Software Corp. Term Loan 2nd Lien F/R 07-31-2028	United States	Bank Loans	USD	80,000	106	102
EQT Corp. 5.00% 01-15-2029	United States	Corporate	USD	40,000	54	52
EQT Corp. 7.00% 02-01-2030 Callable 2029	United States	Corporate	USD	75,000	118	109
Exact Sciences Corp. 0.38% 03-15-2027	United States	Corporate	USD	140,000	209	167
Fertitta Entertainment Inc. 6.75% 01-15-2030 144A	United States	Corporate	USD	75,000	94	86
Filtration Group Corp. Term Loan B 1st Lien F/R 10-19-2028	United States	Bank Loans	USD	29,925	37	37
First Quantum Minerals Ltd. 7.50% 04-01-2025 Callable 2021 144A	Zambia	Corporate	USD	200,000	271	255
First Quantum Minerals Ltd. 6.88% 03-01-2026 Callable 2021 144A	Zambia	Corporate	USD	255,000	337	327
Fiverr International Ltd. 0% 11-01-2025 144A	Israel	Corporate	USD	105,000	172	112
Ford Motor Co. 0% 03-15-2026 Conv.	United States	Corporate	USD	161,000	225	240
Ford Motor Credit Co. LLC 4.27% 01-09-2027	United States	Corporate	USD	270,000	345	331
Ford Motor Credit Co. LLC 11-13-2030	United States	Corporate	USD	505,000	663	596
Freedom Mortgage Corp. 8.13% 11-15-2024 Callable 144A	United States	Corporate	USD	90,000	116	112
Freedom Mortgage Corp. 8.25% 04-15-2025 Callable 2021 144A	United States	Corporate	USD	129,000	167	161
Freedom Mortgage Corp. 6.63% 01-15-2027 144A	United States	Corporate	USD	85,000	105	99
Freeport-McMoRan Inc. 4.38% 08-01-2028	United States	Corporate	USD	75,000	102	95
Freeport-McMoRan Inc. 4.63% 08-01-2030	United States	Corporate	USD	75,000	102	96
Freeport-McMoRan Inc. 5.45% 03-15-2043 Callable 2042	United States	Corporate	USD	400,000	545	562
The Fresh Market Inc. 9.75% 05-01-2023 Callable 144A	United States	Corporate	USD	325,000	379	399
Frontier Communications Corp. 5.88% 10-15-2027 144A	United States	Corporate	USD	190,000	244	236
Frontier Communications Corp. 6.75% 05-01-2029 144A	United States	Corporate	USD	270,000	359	325
Full House Resorts Inc. 8.25% 02-15-2028 144A	United States	Corporate	USD	225,000	297	289
Garda World Security Corp. 6.00% 06-01-2029 144A	Canada	Corporate	USD	95,000	115	107
GardaWorld Corp. Term Loan B 1st Lien F/R 10-30-2026	Canada	Bank Loans	USD	96,189	124	119
Gartner Inc. 3.63% 06-15-2029 144A	United States	Corporate	USD	40,000	49	47
Gartner Inc. 3.75% 10-01-2030 Callable 2025 144A	United States	Corporate	USD	170,000	217	200
GFL Environmental Inc. Term Loan B 1st Lien F/R 05-31-2025	Canada	Bank Loans	USD	87,398	115	109
GFL Environmental Inc. 5.13% 12-15-2026 Callable 2022 144A	Canada	Corporate	USD	105,000	139	133
GFL Environmental Inc. 4.00% 08-01-2028 144A	Canada	Corporate	USD	30,000	39	34
GFL Environmental Inc. 3.50% 09-01-2028 144A	Canada	Corporate	USD	130,000	166	153
GFL Environmental Inc. 4.75% 06-15-2029 144A	Canada	Corporate	USD	85,000	103	102
Global Medical Response Inc. Term Loan B 1st Lien F/R 09-24-2025	United States	Bank Loans	USD	286,375	375	356
Global Medical Response Inc. 6.50% 10-01-2025 144A	United States	Corporate	USD	150,000	198	187
goeasy Ltd. 5.38% 12-01-2024 Callable 2021 144A	Canada	Corporate	USD	50,000	66	62
goeasy Ltd. 4.38% 05-01-2026	Canada	Corporate	USD	95,000	119	112
Granite US Holdings Corp. 11.00% 10-01-2027 144A	United States	Corporate	USD	160,000	230	212
Graphic Packaging International LLC 3.50% 03-15-2028 144A	United States	Corporate	USD	190,000	248	224
Graphic Packaging International LLC 3.75% 02-01-2030 144A	United States	Corporate	USD	110,000	138	126
Gray Television Inc. 5.38% 11-15-2031 144A	United States	Corporate	USD	335,000	427	401
Great Lakes Dredge & Dock Corp. 5.25% 06-01-2029	United States	Corporate	USD	105,000	131	126
Greeneden US Holdings II LLC Term Loan B 1st Lien F/R 10-08-2027	United Kingdom	Bank Loans	USD	108,900	142	136
GW B-CR Security Corp. 9.50% 11-01-2027	Canada	Corporate	USD	209,000	288	268
Hanesbrands Inc. 4.63% 05-15-2024 Callable 2024 144A	United States	Corporate	USD	30,000	39	38
HCA Healthcare Inc. 5.38% 09-01-2026 Callable 2026	United States	Corporate	USD	395,000	567	523
HCA Healthcare Inc. 3.50% 09-01-2030 Callable 2030	United States	Corporate	USD	100,000	131	121
Herc Holdings Inc. 5.50% 07-15-2027 144A	United States	Corporate	USD	150,000	196	190
Herens Holdco SARL 4.75% 05-15-2028	Luxembourg	Corporate	USD	210,000	255	237
Herens US Holdco Corp. Term Loan B 1st Lien F/R 04-30-2028	United States	Bank Loans	USD	9,925	12	12
Hess Midstream Operations LP 5.63% 02-15-2026 Callable 2022 144A	United States	Corporate	USD	150,000	196	193
Hess Midstream Operations LP 4.25% 02-15-2030 144A	United States	Corporate	USD	70,000	87	83
Hess Midstream Partners LP 5.13% 06-15-2028 Callable 2023 144A	United States	Corporate	USD	260,000	348	328
Hilton Worldwide Finance LLC 4.88% 04-01-2027 Callable 2022	United States	Corporate	USD	160,000	217	203
Holly Energy Partners LP 5.00% 02-01-2028 Callable 2023 144A	United States	Corporate	USD	275,000	347	328
Home Point Capital Inc. 5.00% 02-01-2026 144A	United States	Corporate	USD	65,000	83	67
HUB International LLC Term Loan B 1st Lien F/R 04-25-2025	United States	Bank Loans	USD	83,532	106	104
HUB International Ltd. 7.00% 05-01-2026 Callable 2021 144A	United States	Corporate	USD	170,000	223	215
HUB International Ltd. 5.63% 12-01-2029 144A	United States	Corporate	USD	50,000	63	60
Husky III Holding Ltd. 13.00% 02-15-2025 Callable 2021 144A	Canada	Corporate	USD	150,000	195	195
Icahn Enterprises LP 6.25% 05-15-2026 Callable 2022	United States	Corporate	USD	210,000	289	270
Icahn Enterprises LP 5.25% 05-15-2027 Callable 2026	United States	Corporate	USD	95,000	124	117
Icahn Enterprises LP 4.38% 02-01-2029	United States	Corporate	USD	70,000	89	81
iHeartCommunications Inc. Term Loan B 1st Lien F/R 05-01-2026	United States	Bank Loans	USD	137,995	180	172
iHeartCommunications Inc. 8.38% 05-01-2027	United States	Corporate	USD	286,316	410	371

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
iHeartMedia Capital I LLC 5.25% 08-15-2027 Callable 2022 144A	United States	Corporate	USD	80,000	100	99
Imola Merger Corp. 4.75% 05-15-2029 144A	United States	Corporate	USD	325,000	411	392
Ingevity Corp. 3.88% 11-01-2028 144A	United States	Corporate	USD	130,000	170	147
Insulet Corp. 0.38% 09-01-2026	United States	Corporate	USD	130,000	209	218
Intelligent Packaging Ltd. Finco Inc. 6.00% 09-15-2028 144A	Canada	Corporate	USD	130,000	172	161
IPL Plastics PLC 9.00% 01-15-2026 144A	Ireland	Corporate	USD	100,000	128	124
IRB Holding Corp. Term Loan B 1st Lien F/R 11-19-2027	United States	Bank Loans	USD	49,500	64	62
iStar Inc. 4.75% 10-01-2024	United States	Corporate	USD	75,000	98	95
iStar Inc. 4.25% 08-01-2025 Callable 2025	United States	Corporate	USD	265,000	345	329
iStar Inc. 5.50% 02-15-2026	United States	Corporate	USD	325,000	422	413
Jazz Financing Lux SARL Term Loan B 1st Lien F/R 04-22-2028	Luxembourg	Bank Loans	USD	178,275	222	222
Jazz Pharmaceuticals PLC 4.38% 01-15-2029	United States	Corporate	USD	290,000	367	352
Jeld-Wen Inc. 4.88% 12-15-2027 Callable 2022 144A	United States	Corporate	USD	130,000	167	156
Kleopatra Holdings 2 SCA 6.50% 09-01-2026	Luxembourg	Corporate	EUR	120,000	160	126
Klockner Pentaplast of America Inc. Term Loan 1st Lien F/R 02-04-2026	United States	Bank Loans	USD	94,050	119	107
Kontoor Brands Inc. 4.13% 11-15-2029 144A	United States	Corporate	USD	205,000	260	236
The Kraft Heinz Co. 5.00% 07-15-2035 Callable 2035	United States	Corporate	USD	152,000	222	204
Kraft Heinz Foods Co. 3.00% 06-01-2026 Callable 2026	United States	Corporate	USD	124,000	166	153
L Brands Inc. 7.50% 06-15-2029 Callable 2024	United States	Corporate	USD	145,000	206	197
L Brands Inc. 6.63% 10-01-2030	United States	Corporate	USD	180,000	238	237
L Brands Inc. 6.75% 07-01-2036 Callable	United States	Corporate	USD	140,000	214	179
Ladder Capital Finance Holdings LLLP 5.25% 10-01-2025 Callable 2022 144A	United States	Corporate	USD	55,000	69	68
Ladder Capital Finance Holdings LLLP 4.25% 02-01-2027 Callable 2023 144A	United States	Corporate	USD	140,000	171	169
Ladder Capital Finance Holdings LLLP 4.75% 06-15-2029 144A	United States	Corporate	USD	350,000	433	421
Lamb Weston Holdings Inc. 4.88% 05-15-2028 144A	United States	Corporate	USD	175,000	250	220
Lamb Weston Holdings Inc. 4.13% 01-31-2030 144A	United States	Corporate	USD	190,000	235	223
Landry's Finance Acquisition Co. Term Loan 1st Lien F/R 10-04-2023	United States	Bank Loans	USD	35,000	47	47
LBM Acquisition LLC 6.25% 01-15-2029 144A	United States	Corporate	USD	120,000	155	140
Level 3 Financing Inc. 4.63% 09-15-2027 Callable 2022 144A	United States	Corporate	USD	120,000	163	142
Level 3 Parent LLC 4.25% 07-01-2028	United States	Corporate	USD	155,000	202	178
Levi Strauss & Co. 3.50% 03-01-2031 144A	United States	Corporate	USD	225,000	280	259
Liberty TripAdvisor Holdings Inc. 0.50% 06-30-2051 144A	United States	Corporate	USD	150,000	160	155
Live Nation Entertainment Inc. 5.63% 03-15-2026 Callable 2021 144A	United States	Corporate	USD	70,000	92	89
Live Nation Entertainment Inc. 6.50% 05-15-2027 144A	United States	Corporate	USD	145,000	206	193
Lloyds Banking Group PLC Perpetual 4.50% 06-27-2024	United Kingdom	Corporate	USD	200,000	261	264
Louisiana-Pacific Corp. 3.63% 03-15-2029 144A	United States	Corporate	USD	145,000	183	168
LSF11 A5 Holdco LLC 6.63% 10-15-2029 144A	United States	Corporate	USD	190,000	241	222
Macy's Inc. 6.13% 03-15-2032 144A	United States	Corporate	USD	80,000	102	99
Macy's Retail Holdings LLC 5.88% 03-15-2030 144A	United States	Corporate	USD	20,000	25	25
Madison IAQ LLC 4.13% 06-30-2028 144A	United States	Corporate	USD	230,000	280	266
Madison IAQ LLC 5.88% 06-30-2029 144A	United States	Corporate	USD	200,000	243	225
MajorDrive Holdings IV LLC Term Loan B 1st Lien F/R 05-12-2028	United States	Bank Loans	USD	203,788	246	251
MajorDrive Holdings IV LLC 6.38% 06-01-2029	United States	Corporate	USD	275,000	334	306
Mallinckrodt International Finance SA 10.00% 04-15-2025	United States	Corporate	USD	163,000	238	195
Masonite International Corp. 5.38% 02-01-2028 Callable 2023 144A	United States	Corporate	USD	130,000	169	164
Masonite International Corp. 3.50% 02-15-2030 144A	United States	Corporate	USD	120,000	147	135
Match Group Holdings II LLC 3.63% 10-01-2031 144A	United States	Corporate	USD	70,000	89	79
Match Group Inc. 5.00% 12-15-2027 Callable 2022 144A	United States	Corporate	USD	41,000	53	51
Match Group Inc. 4.63% 06-01-2028 Callable 2023 144A	United States	Corporate	USD	245,000	340	298
Match Group Inc. 4.13% 08-01-2030 Callable 2025 144A	United States	Corporate	USD	35,000	47	41
Mattamy Group Corp. 5.25% 12-15-2027 Callable 2022 144A	Canada	Corporate	USD	175,000	235	217
Mattamy Group Corp. 4.63% 03-01-2030 Callable 2025 144A	Canada	Corporate	USD	150,000	198	176
Mattel Inc. 3.75% 04-01-2029 144A	United States	Corporate	USD	125,000	158	150
Mauser Packaging Solutions 8.50% 04-15-2024 144A	United States	Corporate	USD	45,000	63	57
Mav Acquisition Corp. 5.75% 08-01-2028 144A	United States	Corporate	USD	390,000	477	464
Mav Acquisition Corp. 8.00% 08-01-2029 144A	United States	Corporate	USD	220,000	275	261
Mercer International Inc. F/R 02-01-2029	Germany	Corporate	USD	120,000	153	145
Metal Services Holdco LLC 6.25% 04-15-2029 144A	United States	Corporate	USD	195,000	245	232
Microchip Technology Inc. 4.25% 09-01-2025	United States	Corporate	USD	185,000	252	234
The Middleby Corp. 1.00% 09-01-2025 Conv. 144A	United States	Corporate	USD	60,000	104	104
Minerva Merger Sub Inc. 6.50% 02-15-2030 144A	United States	Corporate	USD	215,000	273	262
MIWD Holdco II LLC 5.50% 02-01-2030 144A	United States	Corporate	USD	45,000	56	53
Mozart Debt Merger Sub Inc. 3.88% 04-01-2029 144A	United States	Corporate	USD	60,000	74	69
Mozart Debt Merger Sub Inc. 5.25% 10-01-2029 144A	United States	Corporate	USD	135,000	171	158
Mr Cooper Group Inc. 5.13% 12-15-2030 144A	United States	Corporate	USD	40,000	52	47

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
Mr Cooper Group Inc. 5.75% 11-15-2031 144A	United States	Corporate	USD	220,000	273	263
Nabors Industries Ltd. 0.75% 01-15-2024 Conv.	United States	Corporate	USD	175,000	145	208
Nabors Industries Inc. 5.75% 02-01-2025 Callable 2024	United States	Corporate	USD	110,000	108	135
Nabors Industries Inc. 9.00% 02-01-2025	United States	Corporate	USD	38,000	103	50
Nabors Industries Ltd. 7.25% 01-15-2026 Callable 2022 144A	United States	Corporate	USD	70,000	82	87
Nationstar Mortgage Holdings Inc. 5.50% 08-15-2028 Callable 2023 144A	United States	Corporate	USD	120,000	161	145
NCL Corp Ltd. 5.88% 02-15-2027 144A	United States	Corporate	USD	65,000	83	80
NCL Corp Ltd. 7.75% 02-15-2029 144A	United States	Corporate	USD	50,000	64	63
Netflix Inc. 5.88% 11-15-2028	United States	Corporate	USD	365,000	533	505
Netflix Inc. 5.38% 11-15-2029 144A	United States	Corporate	USD	70,000	103	95
Netflix Inc. 4.88% 06-15-2030	United States	Corporate	USD	40,000	55	53
New Red Finance Inc. 3.88% 01-15-2028 Callable 2022 144A	Canada	Corporate	USD	95,000	126	112
New Red Finance Inc. 4.38% 01-15-2028 Callable 2022 144A	Canada	Corporate	USD	105,000	140	127
New Red Finance Inc. 4.00% 10-15-2030	Canada	Corporate	USD	180,000	231	204
Newell Brands Inc. 4.88% 06-01-2025	United States	Corporate	USD	120,000	169	155
Newell Brands Inc. 4.20% 04-01-2026 Callable 2026	United States	Corporate	USD	150,000	202	189
News Corp. 5.88% 05-15-2029 144A	United States	Corporate	USD	125,000	158	149
News Corp. 5.13% 02-15-2032 144A	United States	Corporate	USD	20,000	25	25
The Nielsen Co. (Luxembourg) SARL 5.00% 02-01-2025 Callable 2022 144A	United States	Corporate	USD	120,000	157	151
Nielsen Finance LLC 5.63% 10-01-2028	United States	Corporate	USD	205,000	264	258
Nielsen Holdings PLC 4.50% 07-15-2029 144A	United States	Corporate	USD	90,000	109	113
Nouryon USA LLC Term Loan B 1st Lien F/R 10-01-2025	Netherlands	Bank Loans	USD	99,935	129	123
Novelis Inc. 3.25% 11-15-2026 144A	United States	Corporate	USD	35,000	44	42
Novelis Inc. 4.75% 01-30-2030 Callable 2025 144A	United States	Corporate	USD	300,000	377	367
Novelis Inc. 3.88% 08-15-2031 144A	United States	Corporate	USD	35,000	44	40
Nufarm Australia Ltd. 5.00% 01-27-2030 144A	Australia	Corporate	USD	35,000	44	43
Oasis Petroleum Inc. 6.38% 06-01-2026 144A	United States	Corporate	USD	125,000	155	161
Occidental Petroleum Corp. 6.63% 09-01-2030	United States	Corporate	USD	105,000	139	151
Occidental Petroleum Corp. 6.13% 01-01-2031	United States	Corporate	USD	110,000	152	155
Occidental Petroleum Corp. 6.45% 09-15-2036	United States	Corporate	USD	575,000	831	850
Occidental Petroleum Corp. 6.20% 03-15-2040	United States	Corporate	USD	335,000	484	469
Ocwen Financial Corp. 7.88% 03-15-2026 144A	United States	Corporate	USD	275,000	352	322
Olympus Water US Holding Corp. 6.25% 10-01-2029 144A	United States	Corporate	USD	200,000	256	222
ON Semiconductor Corp. 0% 05-01-2027	United States	Corporate	USD	70,000	86	121
One Call Corp. Term Loan 1st Lien F/R 04-08-2027	United Kingdom	Bank Loans	USD	189,525	234	223
OneMain Holdings Inc. 8.88% 06-01-2025	United States	Corporate	USD	35,000	49	46
OneMain Holdings Inc. 7.13% 03-15-2026	United States	Corporate	USD	110,000	158	147
OneMain Holdings Inc. 5.38% 11-15-2029 Callable 2029	United States	Corporate	USD	255,000	324	312
Option Care Health Inc. 4.38% 10-31-2029 144A	United States	Corporate	USD	50,000	62	59
Ortho-Clinical Diagnostics Inc. Term Loan B 1st Lien F/R 06-01-2025	United States	Bank Loans	USD	153,989	199	192
Ortho-Clinical Diagnostics Inc. 7.38% 06-01-2025	United States	Corporate	USD	65,000	89	84
OT Merger Corp. 7.88% 10-15-2029 144A	United States	Corporate	USD	250,000	314	276
Ovintiv Inc. 8.13% 09-15-2030	United States	Corporate	USD	55,000	92	86
Ovintiv Inc. 7.38% 11-01-2031	United States	Corporate	USD	115,000	181	177
Ovintiv Inc. 6.50% 08-15-2034	United States	Corporate	USD	30,000	42	45
Ovintiv Inc. 6.63% 08-15-2037	United States	Corporate	USD	45,000	68	67
Owens & Minor Inc. 4.50% 03-31-2029 144A	United States	Corporate	USD	180,000	226	215
Owens & Minor Inc. 6.63% 04-01-2030	United States	Corporate	USD	60,000	75	77
Pacific Gas and Electric Co. 2.95% 03-01-2026	United States	Corporate	USD	60,000	88	71
Pacific Gas and Electric Co. 3.30% 03-15-2027 Callable 2026	United States	Corporate	USD	40,000	54	48
Pactive Evergreen Group 4.38% 10-15-2028 144A	United States	Corporate	USD	35,000	45	40
Panther BF Aggregator 2 LP 8.50% 05-15-2027 Callable 2022 144A	United States	Corporate	USD	215,000	299	279
Park-Ohio Industries Inc. 6.63% 04-15-2027 Callable 2022	United States	Corporate	USD	190,000	253	200
PBF Holding Co. LLC 9.25% 05-15-2025 144A	United States	Corporate	USD	315,000	402	406
PECF USS Intermediate Holding III Corp. 8.00% 11-15-2029 144A	United States	Corporate	USD	330,000	411	399
PECF USS Intermediate Holding III Corp. Term Loan B 1st Lien F/R 11-19-2028	United States	Bank Loans	USD	299,250	371	371
Penn National Gaming Inc. 5.63% 01-15-2027 Callable 2022 144A	United States	Corporate	USD	210,000	283	261
PennyMac Financial Services Inc. 5.38% 10-15-2025 144A	United States	Corporate	USD	135,000	181	167
PennyMac Financial Services Inc. 5.75% 09-15-2031 144A	United States	Corporate	USD	80,000	101	90
PetSmart Inc. 7.75% 02-15-2029 144A	United States	Corporate	USD	250,000	334	322
Pioneer Natural Resources Co. 0.25% 05-15-2025	United States	Corporate	USD	112,000	205	337
PM General Purchaser LLC 9.50% 10-01-2028 Callable 2023 144A	United States	Corporate	USD	130,000	173	161
PMHC II Inc. 9.00% 02-15-2030 144A	United States	Corporate	USD	185,000	235	205
Polaris Newco LLC Term Loan B 1st Lien F/R 06-04-2028	United States	Bank Loans	USD	194,513	234	242

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
Precision Drilling Corp. 7.13% 01-15-2026 Callable 144A	Canada	Corporate	USD	145,000	195	186
Precision Drilling Corp. 6.88% 01-15-2029 144A	Canada	Corporate	USD	100,000	125	127
Prime Security Services Borrower LLC 3.38% 08-31-2027 Callable 2026 144A	United States	Corporate	USD	75,000	100	86
Prime Security Services Borrower LLC 6.25% 01-15-2028 Callable 2023 144A	United States	Corporate	USD	170,000	222	209
Provident Funding Associates LP 6.38% 06-15-2025 Callable 144A	United States	Corporate	USD	150,000	199	184
PulteGroup Inc. 7.88% 06-15-2032	United States	Corporate	USD	20,000	31	32
Quorum Health Corp. Term Loan EXIT 1st Lien F/R 04-29-2025	United States	Bank Loans	USD	249,080	315	277
Raptor Acquisition Corp. 4.88% 11-01-2026 144A	Canada	Corporate	USD	50,000	61	60
Rattler Midstream LP 5.63% 07-15-2025 144A	United States	Corporate	USD	105,000	143	133
RBC Bearings Inc. 4.38% 10-15-2029 144A	United States	Corporate	USD	50,000	63	59
Realogy Group LLC 5.75% 01-15-2029 144A	United States	Corporate	USD	165,000	210	195
Realogy Group LLC 5.25% 04-15-2030	United States	Corporate	USD	140,000	176	163
Renewable Energy Group Inc. 5.88% 06-01-2028	United States	Corporate	USD	55,000	67	74
Rite Aid Corp. 7.50% 07-01-2025 Callable 2022	United States	Corporate	USD	113,000	150	134
Rite Aid Corp. 8.00% 11-15-2026 Callable 2023 144A	United States	Corporate	USD	246,000	347	284
Robertshaw US Holding Corp. Term Loan 1st Lien F/R 02-15-2025	United States	Bank Loans	USD	87,058	106	99
Robertshaw US Holding Corp. Term Loan 2nd Lien F/R 02-15-2026	United States	Bank Loans	USD	75,000	93	73
Rockcliff Energy II LLC 5.50% 10-15-2029 144A	United States	Corporate	USD	250,000	318	314
Rocket Software Inc. Term Loan B 1st Lien F/R 11-28-2025	United States	Bank Loans	USD	84,363	100	104
Rocket Software Inc. 6.50% 02-15-2029 144A	United States	Corporate	USD	295,000	377	335
Royal Caribbean Cruises Ltd. 2.88% 11-15-2023 144A	United States	Corporate	USD	137,000	220	208
Royal Caribbean Cruises Ltd. 5.50% 08-31-2026 144A	United States	Corporate	USD	60,000	73	73
Sabre GLBL Inc. 9.25% 04-15-2025 Callable 2025 144A	United States	Corporate	USD	210,000	304	292
Scientific Games Corp. 7.00% 05-15-2028 Callable 2023 144A	United States	Corporate	USD	85,000	113	111
Scientific Games Corp. 7.25% 11-15-2029 Callable 2024 144A	United States	Corporate	USD	275,000	372	362
Scientific Games Holdings LP 6.63% 03-01-2030 144A	United States	Corporate	USD	100,000	127	123
SCIH Salt Holdings Inc. 4.88% 05-01-2028	United States	Corporate	USD	225,000	272	267
SCIH Salt Holdings Inc. 6.63% 05-01-2029	United States	Corporate	USD	75,000	94	85
Scotts Miracle-Gro Co. 4.50% 10-15-2029	United States	Corporate	USD	325,000	441	381
Scotts Miracle-Gro Co. 4.38% 02-01-2032	United States	Corporate	USD	180,000	211	201
Scripps Escrow II Inc. 3.88% 01-15-2029 144A	United States	Corporate	USD	120,000	149	140
Scripps Escrow II Inc. 5.38% 01-15-2031 144A	United States	Corporate	USD	120,000	155	144
Scripps Escrow Inc. 5.88% 07-15-2027 Callable 2022 144A	United States	Corporate	USD	80,000	104	101
Sensata Technologies BV 4.00% 04-15-2029 144A	United States	Corporate	USD	165,000	206	197
Sensata Technologies Inc. 3.75% 02-15-2031 144A	United States	Corporate	USD	225,000	260	262
Service Corp. International 5.13% 06-01-2029 Callable 2024	United States	Corporate	USD	250,000	339	318
Service Corp. International 3.38% 08-15-2030 Callable 2025	United States	Corporate	USD	100,000	129	113
Service Corp. International 4.00% 05-15-2031	United States	Corporate	USD	85,000	103	99
Service Properties Trust 7.50% 09-15-2025	United States	Corporate	USD	55,000	75	72
Shake Shack Inc. 0% 03-01-2028 Conv. 144A	United States	Corporate	USD	145,000	155	147
Sinclair Television Group Inc. 4.13% 12-01-2030 144A	United States	Corporate	USD	70,000	91	78
Sirius XM Radio Inc. 4.00% 07-15-2028 144A	United States	Corporate	USD	350,000	421	417
Sirius XM Radio Inc. 3.88% 09-01-2031 144A	United States	Corporate	USD	255,000	316	293
Six Flags Entertainment Corp. 7.00% 07-01-2025 Callable 2022 144A	United States	Corporate	USD	185,000	263	242
Six Flags Entertainment Corp. 5.50% 04-15-2027 Callable 2022 144A	United States	Corporate	USD	125,000	164	156
SM Energy Co. 10.00% 01-15-2025	United States	Corporate	USD	60,000	80	82
SM Energy Co. 6.75% 09-15-2026 Callable 2022	United States	Corporate	USD	165,000	211	212
SM Energy Co. 6.63% 01-15-2027 Callable 2022	United States	Corporate	USD	80,000	99	103
SM Energy Co. 6.50% 07-15-2028	United States	Corporate	USD	145,000	176	188
Southwestern Energy Co. 5.38% 02-01-2029	United States	Corporate	USD	330,000	420	420
Southwestern Energy Co. 5.38% 03-15-2030	United States	Corporate	USD	170,000	214	217
Spanish Broadcasting System Inc. 9.75% 03-01-2026	United States	Corporate	USD	125,000	147	157
Spectrum Brands Holdings Inc. 3.88% 03-15-2031 144A	United States	Corporate	USD	165,000	208	183
Spectrum Brands Inc. 5.00% 10-01-2029 Callable 2024 144A	United States	Corporate	USD	85,000	115	100
Splunk Inc. 1.13% 06-15-2027	United States	Corporate	USD	57,000	77	67
Spotify USA Inc. 0% 03-15-2026 Conv. 144A	United States	Corporate	USD	140,000	155	149
Springleaf Finance Corp. 6.63% 01-15-2028 Callable 2027	United States	Corporate	USD	55,000	74	72
Sprint Capital Corp. 6.88% 11-15-2028	United States	Corporate	USD	340,000	446	493
Sprint Corp. 7.88% 09-15-2023	United States	Corporate	USD	125,000	164	166
Sprint Corp. 7.13% 06-15-2024	United States	Corporate	USD	135,000	209	181
Sprint Corp. 7.63% 03-01-2026 Callable 2025	United States	Corporate	USD	385,000	567	545
Square Inc. 3.50% 06-01-2031 144A	United States	Corporate	USD	155,000	187	179
Standard Industries Inc. 5.00% 02-15-2027 Callable 2022 144A	United States	Corporate	USD	55,000	72	68
Standard Industries Inc. 4.75% 01-15-2028 Callable 2023 144A	United States	Corporate	USD	195,000	253	235
Standard Industries Inc. 4.38% 07-15-2030 144A	United States	Corporate	USD	110,000	138	127

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

	Country	Sector	Currency*	No. of Units, Shares, or Par Value	Average Cost (\$ 000)	Fair Value (\$ 000)
BONDS (cont'd)						
Standard Industries Inc. 3.38% 01-15-2031 144A	United States	Corporate	USD	60,000	80	66
Staples Inc. 7.50% 04-15-2026 Callable 2022 144A	United States	Corporate	USD	450,000	580	548
Station Casinos LLC 4.63% 12-01-2031 144A	United States	Corporate	USD	55,000	69	63
Station Holdco LLC 4.50% 02-15-2028 Callable 2023 144A	United States	Corporate	USD	100,000	131	119
Stevens Holding Co. Inc. 6.13% 10-01-2026 Callable 2023 144A	United States	Corporate	USD	120,000	159	155
Sugarhouse HSP Gaming Prop Mezz LP 5.88% 05-15-2025 Callable 144A	United States	Corporate	USD	70,000	95	87
Sylvamo Corp. 7.00% 09-01-2029 144A	United States	Corporate	USD	295,000	379	362
Tallgrass Energy Partners LP 5.50% 01-15-2028 Callable 2023 144A	United States	Corporate	USD	135,000	176	163
Tallgrass Energy Partners LP 6.00% 12-31-2030 144A	United States	Corporate	USD	165,000	209	201
Taseko Mines Ltd. 7.00% 02-15-2026 144A	Canada	Corporate	USD	145,000	187	187
Teladoc Health Inc. 1.25% 06-01-2027 Conv.	United States	Corporate	USD	140,000	158	146
Tenet Healthcare Corp. 4.63% 07-15-2024 Callable	United States	Corporate	USD	27,000	35	34
Tenet Healthcare Corp. 4.88% 01-01-2026 Callable 2022 144A	United States	Corporate	USD	410,000	551	521
Tenet Healthcare Corp. 5.13% 11-01-2027 Callable 2022 144A	United States	Corporate	USD	330,000	435	418
Tenet Healthcare Corp. 4.25% 06-01-2029 144A	United States	Corporate	USD	200,000	241	241
Terex Corp. 5.00% 05-15-2029 144A	United States	Corporate	USD	80,000	100	96
Terrier Media Buyer Inc. Term Loan B 1st Lien F/R 12-17-2026	United States	Bank Loans	USD	127,885	166	158
Terrier Media Buyer Inc. 8.88% 12-15-2027 Callable 2022 144A	United States	Corporate	USD	380,000	518	488
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026	Israel	Corporate	USD	240,000	278	273
Teva Pharmaceutical Finance Netherlands III BV 5.13% 05-09-2029	Israel	Corporate	USD	285,000	354	343
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Bank Loans	USD	168,974	219	207
Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021 144A	United Kingdom	Corporate	USD	152,000	198	189
TK Elevator US Newco Inc. Term Loan B 1st Lien F/R 07-31-2027	Germany	Bank Loans	USD	84,576	104	105
T-Mobile US Inc. 4.75% 02-01-2028 Callable 2023	United States	Corporate	USD	295,000	399	376
T-Mobile US Inc. 2.63% 02-15-2029	United States	Corporate	USD	65,000	83	75
T-Mobile US Inc. 3.88% 04-15-2030 Class B	United States	Corporate	USD	55,000	77	69
T-Mobile US Inc. 2.88% 02-15-2031	United States	Corporate	USD	150,000	186	170
TMS International Corp./DE Term Loan B 1st Lien F/R 08-14-2024	United States	Bank Loans	USD	39,500	50	49
Townsquare Media Inc. 6.88% 02-01-2026 144A	United States	Corporate	USD	160,000	206	207
TransDigm Group Inc. 6.25% 03-15-2026 Callable 2022 144A	United States	Corporate	USD	160,000	222	206
TransDigm Group Inc. 6.38% 06-15-2026 Callable	United States	Corporate	USD	55,000	72	69
TransDigm Inc. 5.50% 11-15-2027	United States	Corporate	USD	290,000	381	362
TransDigm Inc. 4.63% 01-15-2029 Class B	United States	Corporate	USD	95,000	120	112
TransDigm Inc. 4.88% 05-01-2029 Class B	United States	Corporate	USD	165,000	207	194
Transocean Inc. 0.50% 01-30-2023 Conv.	United States	Corporate	USD	77,000	81	90
Transocean Inc. 11.50% 01-30-2027	United States	Corporate	USD	130,000	148	168
Transocean Pontus Ltd. 6.13% 08-01-2025 Callable 2021 144A	United States	Corporate	USD	43,050	55	54
Transocean Poseidon Ltd. 6.88% 02-01-2027 Callable 2022 144A	United States	Corporate	USD	145,313	191	180
Trinseo Materials Operating SC 5.13% 04-01-2029 144A	United States	Corporate	USD	195,000	243	226
TripAdvisor Inc. 7.00% 07-15-2025	United States	Corporate	USD	180,000	248	231
Tronox US Holdings Inc. 4.63% 03-15-2029 144A	United States	Corporate	USD	335,000	422	393
TTM Technologies Inc. 4.00% 03-01-2029 144A	United States	Corporate	USD	100,000	125	117
Twilio Inc. 3.63% 03-15-2029	United States	Corporate	USD	240,000	297	285
Twilio Inc. 3.88% 03-15-2031	United States	Corporate	USD	125,000	156	145
UKG Inc. Term Loan 1st Lien F/R 05-03-2026	United States	Bank Loans	USD	153,453	206	191
UKG Inc. Term Loan 2nd Lien F/R 05-03-2027	United States	Bank Loans	USD	105,000	134	131
United Airlines Holdings Inc. 4.38% 04-15-2026 144A	United States	Corporate	USD	65,000	81	80
United Airlines Holdings Inc. 4.63% 04-15-2029 144A	United States	Corporate	USD	65,000	81	77
United Airlines Inc. Term Loan B 1st Lien F/R 04-14-2028	United States	Bank Loans	USD	157,600	196	195
Unity Software Inc. 0% 11-15-2026 Conv. 144A	United States	Corporate	USD	145,000	156	150
Univision Communications Inc. 9.50% 05-01-2025 Callable 2022 144A	United States	Corporate	USD	70,000	99	92
Univision Communications Inc. 6.63% 06-01-2027 Callable 2023 144A	United States	Corporate	USD	265,000	355	348
Upwork Inc. 0.25% 08-15-2026 Conv. 144A	United States	Corporate	USD	145,000	148	147
Urban One Inc. 7.38% 02-01-2028 144A	United States	Corporate	USD	200,000	258	252
USA Compression Partners LP 6.88% 04-01-2026 Callable 2021	United States	Corporate	USD	120,000	153	152
USA Compression Partners LP 6.88% 09-01-2027	United States	Corporate	USD	70,000	87	88
USIS Merger Sub Inc. 6.88% 05-01-2025 Callable 144A	United States	Corporate	USD	200,000	269	251
Venture Global Calcasieu Pass LLC 3.88% 11-01-2033 144A	United States	Corporate	USD	95,000	120	114
Vertiv Group Corp. 4.13% 11-15-2028 144A	United States	Corporate	USD	140,000	167	160
Vertiv Group Corp. Term Loan B 1st Lien F/R 03-02-2027	United States	Bank Loans	USD	121,732	161	149
Victoria's Secret & Co. 4.63% 07-15-2029 144A	United States	Corporate	USD	100,000	125	114
Viper Energy Partners LP 5.38% 11-01-2027	United States	Corporate	USD	220,000	295	282
VM Consolidated Inc. 5.50% 04-15-229 144A	United States	Corporate	USD	170,000	213	200
Waste Pro USA Inc. 5.50% 02-15-2026 Callable 2021 144A	United States	Corporate	USD	270,000	365	319
Watco Cos LLC 6.50% 06-15-2027 144A	United States	Corporate	USD	500,000	677	619
Werner FinCo LP 8.75% 07-15-2025 Callable 144A	United States	Corporate	USD	140,000	184	180
Werner FinCo LP Term Loan 1st Lien F/R 06-23-2024	United States	Bank Loans	USD	172,548	220	214

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2022

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BONDS (cont'd)						
WESCO International Inc. 7.25% 06-15-2028 144A	United States	Corporate	USD	170,000	234	226
White Cap Buyer LLC Term Loan B 1st Lien F/R 10-19-2027	United States	Bank Loans	USD	113,563	148	141
White Cap Parent LLC 6.88% 10-15-2028 144A	United States	Corporate	USD	130,000	174	154
WR Grace Holdings LLC 5.63% Exp. 10-01-2024	United States	Corporate	USD	130,000	182	165
WR Grace Holdings LLC 4.88% Exp. 06-15-2027	United States	Corporate	USD	105,000	143	129
WR Grace Holdings LLC 5.63% 08-15-2029 144A	United States	Corporate	USD	135,000	171	158
Wynn Las Vegas LLC 5.25% 05-15-2027 Callable 2027 144A	United States	Corporate	USD	125,000	161	152
Wynn Resorts Finance LLC 7.75% 04-15-2025	United States	Corporate	USD	65,000	92	85
Wynn Resorts Finance LLC 5.13% 10-01-2029	United States	Corporate	USD	250,000	336	295
Yum! Brands Inc. 4.75% 01-15-2030 144A	United States	Corporate	USD	160,000	214	197
Yum! Brands Inc. 3.63% 03-15-2031	United States	Corporate	USD	75,000	99	86
Yum! Brands Inc. 5.38% 04-01-2032	United States	Corporate	USD	50,000	63	63
Ziggo Bond Co. BV 6.00% 01-15-2027 Callable 2022 144A	Netherlands	Corporate	USD	200,000	284	252
ZoomInfo Technologies LLC 3.88% 02-01-2029 144A	United States	Corporate	USD	330,000	411	378
					<u>103,800</u>	<u>98,221</u>
EQUITIES						
2020 Cash Exchange Trust Pfd. Conv.	United States	Financials	USD	120	157	169
Altice USA Inc. Class A	United States	Communication Services	USD	3,155	135	49
Antero Resources Corp.	United States	Energy	USD	7,200	168	275
Aptiv PLC Pfd. Series A	United States	Consumer Discretionary	USD	1,044	218	178
Broadcom Inc. 3.03% Pfd. Conv.	United States	Information Technology	USD	86	130	211
Clarivate Analytics PLC	United Kingdom	Industrials	USD	40	1	1
Clarivate PLC Pfd. Conv. Series A	United Kingdom	Industrials	USD	1,375	166	117
Frontier Communications Parent Inc.	United States	Communication Services	USD	4,165	152	144
General Motors Co.	United States	Consumer Discretionary	USD	1,385	90	76
iHeartMedia Inc. Class A	United States	Communication Services	USD	2,080	8	49
KKR & Co. Inc. Conv. Pfd.	United States	Financials	USD	1,305	86	121
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	338
OneMain Holdings Inc.	United States	Financials	USD	2,365	157	140
Ortho Clinical Diagnostics Holdings PLC	United States	Health Care	USD	7,140	150	167
PG&E Corp. Pfd.	United States	Utilities	USD	1,060	173	149
Sirius XM Holdings Inc.	United States	Communication Services	USD	9,340	73	77
Stearns Holding Guaranteed Warrants	United States	Financials	USD	46	-	-
					<u>1,993</u>	<u>2,261</u>
COMMISSIONS AND OTHER PORTFOLIO TRANSACTION COSTS						(3)
TOTAL INVESTMENTS						<u>105,790</u>
Net Assets:						
Total investments						100,482
Derivative assets (see schedule of forward currency contracts)						564
Derivative liabilities (see schedule of forward currency contracts)						(131)
Cash and cash equivalents						3,707
Other net assets (liabilities)						<u>1,282</u>
						<u>105,904</u>

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

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

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 Underlying Funds.

at March 31, 2022

	% of net assets
BY ASSET TYPE	
Corporate Bonds	85.1
Bank Loans	7.7
Equities	2.1
Cash and cash equivalents	3.5
Other	1.6
Total	100.0

BY REGION

United States	85.4
Canada	5.3
Europe ex U.K.	3.0
United Kingdom	1.5
Middle East and Africa	1.2
Pacific ex Japan	0.1
Cash and cash equivalents	3.5
Total	100.0

at March 31, 2021

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

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
Total	100.0

SCHEDULE OF DERIVATIVE INSTRUMENTS

as at March 31, 2022

Schedule of Forward Currency Contracts

Counterparty credit rating	Settlement date	Currency to be received (000)	Contract cost (CAD\$ 000)	Currency to be delivered (000)	Current fair value (CAD\$ 000)	Unrealized gains (CAD\$ 000)	Unrealized losses (CAD\$ 000)
AA	April 20, 2022	1,541 CAD	1,541	1,214 USD	1,516	25	–
A	April 20, 2022	1,128 CAD	1,128	887 USD	1,108	20	–
A	April 20, 2022	1,088 CAD	1,088	854 USD	1,067	21	–
AA	April 20, 2022	292 CAD	292	229 USD	286	6	–
AA	April 20, 2022	1,196 CAD	1,196	937 USD	1,171	25	–
AA	April 20, 2022	933 CAD	933	742 USD	927	6	–
AA	May 27, 2022	12,379 CAD	12,379	9,719 USD	12,144	234	–
AA	May 27, 2022	12,371 CAD	12,371	9,719 USD	12,144	227	–
A	April 20, 2022	1,261 USD	1,607	1,607 CAD	1,575	–	(32)
A	April 20, 2022	780 USD	993	993 CAD	974	–	(19)
A	April 20, 2022	2,411 USD	3,059	3,059 CAD	3,012	–	(47)
A	April 20, 2022	2,365 USD	2,989	2,989 CAD	2,955	–	(33)
						564	(131)
TOTAL DERIVATIVE ASSETS							564
TOTAL DERIVATIVE LIABILITIES							(131)

Note:

The following abbreviations have been used:

CAD – Canadian dollars

USD – United States dollars

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the years ended or as at March 31, 2022 and 2021 (as applicable). In the year a series is established, 'period' represents the period from inception to the period end of that fiscal period. In a year in which a series is terminated, 'period' represents the period from April 1 to the date of the series' termination. Refer to Note 9 (a) for series inception and termination dates.

The Fund is organized as an open-ended mutual fund 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 3, 2022.

3. Significant Accounting Policies

(a) Financial Instruments

Financial instruments include financial assets such as short-term debt securities. The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments*. Upon initial recognition, financial instruments are classified as at 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 assets are derecognized when the right to receive cash flows from the instrument has expired. Financial liabilities are derecognized when 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.

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 are valued at cost which, together with accrued interest, approximates fair value. The cost of investments is determined on a weighted average cost basis. Fair value of investments is determined based on the last traded market price where this price falls within the quoted bid-ask spread for the investment. 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.

The Fund's financial instruments carried at fair value are classified using the following fair value hierarchy:

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; and

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

As at March 31, 2022 and March 31, 2021, all investments were classified as Level 2. There were no significant transfers between Level 1 and Level 2 during the periods.

(c) Income recognition

Interest income from interest bearing investments is recognized using the effective interest method.

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

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(d) 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.

(e) 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.

(f) 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, 2022 and March 31, 2021, there were no such differences.

(g) 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 Statement of Comprehensive Income represents the increase (decrease) in net assets attributable to securityholders from operations for the period, divided by the weighted average number of securities outstanding during the period.

(h) 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.

Ongoing uncertainty regarding the duration and long-term impact of the COVID-19 pandemic and the effectiveness of vaccines against new variants of the virus contributes to uncertainty regarding the timing of a full economic recovery. As a result, it is not possible to reliably estimate the impact of the pandemic on the financial results and condition of the Fund in future periods.

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 mutual fund 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.

6. Management Fees and Operating Expenses

Counsel is paid a management fee for arranging for the management of the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements relating to the purchase and sale of the investment portfolio and making arrangements with registered dealers for the purchase and sale of securities of the Fund by securityholders.

Each series of the Fund, excluding Series O, 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, costs of complying with the regulatory requirement to produce Fund Facts, and any new fees related to external services that were not commonly charged in the Canadian mutual fund industry after the date of the Fund's most recently filed Simplified Prospectus.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

6. Management Fees and Operating Expenses (cont'd)

Counsel may waive or absorb management fees and/or Administration Fees at its discretion and stop waiving or absorbing such fees at any time without notice. Refer to Note 9 (a) for the management fee and 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, 2022 and 2021 and securities issued, reinvested and redeemed for the periods 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.

As at March 31, 2022 and 2021, the Fund did not have a significant exposure to 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.

As at March 31, 2022 and 2021, the Fund did not have a significant exposure to interest rate risk as its investments have short terms to maturity.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

(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.

As at March 31, 2022 and 2021, the Fund did not have a significant exposure to other price risk.

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO 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 ³ (%)
Series O ¹	October 29, 2015	–	–	–
Series Private Wealth ²	October 19, 2020	–	–	0.15

¹ 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.

² There are no management fees for Series Private Wealth. An investor must enter into an agreement to participate in a discretionary managed program offered by IPC Securities Corporation and agree to pay certain asset-based fees.

³ 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 "B" 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, 2022				Impact on net assets			
	Investments	Cash and cash equivalents	Derivative instruments	Net exposure	Strengthened by 5%		Weakened by 5%	
					(\$)	(%)	(\$)	(%)
Euro	126	–	–	126				
United Kingdom pounds	167	–	–	167				
United States dollars	100,189	1,195	(21,847)	79,537				
Total	100,482	1,195	(21,847)	79,830				
As percent of net assets (%)				75.4				
Total sensitivity to currency rate changes					(3,992)	(3.8)	3,992	3.8

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				
Total	103,550	4,139	(40,915)	66,774				
As percent of net assets (%)				62.3				
Total sensitivity to currency rate changes					(3,339)	(3.1)	3,339	3.1

The Fund follows a dynamic hedging strategy where it targets a hedge against foreign currencies, based on the Counsel's expectation of future exchange rates at that time. As of March 31, 2022, the Fund had target hedges of 25.0% (March 31, 2021 – 37.5%) against the U.S. Dollar. This hedge position was closed in April 2022 except for the Fund retaining certain currency contract positions managed by the sub-advisor.

ii. Interest Rate Risk

March 31, 2022	Bond holdings	Impact on net assets			
		Increase by 1%		Decrease by 1%	
		(\$)	(%)	(\$)	(%)
Less than 1 year	90				
1-5 years	30,417				
5-10 years	61,779				
Greater than 10 years	5,935				
Total sensitivity to interest rate	98,221	(5,017)	(4.7)	5,017	4.7

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

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

9. FUND SPECIFIC INFORMATION (cont'd)

(c) Risks Associated with Financial Instruments (cont'd)

ii. Interest Rate Risk (cont'd)

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				
Total sensitivity to interest rate	101,161	(4,937)	(4.6)	4,937	4.6

iii. Other Price Risk

Impact on net assets	Increase by 10%		Decrease by 10%	
	(\$)	(%)	(\$)	(%)
March 31, 2022	226	0.2	(226)	(0.2)
March 31, 2021	239	0.2	(239)	(0.2)

iv. Credit Risk

Bond Rating	March 31, 2022	March 31, 2021
	% of Net Assets	% of Net Assets
AA	–	0.2
BBB	5.2	5.7
BB	37.0	37.7
B	32.8	34.2
CCC	12.6	13.9
Unrated	5.2	2.9
Total	92.8	94.6

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

As at March 31, 2022, the maximum exposure to any one debt issuer was 1.5% of the net assets of the Fund (March 31, 2021 – 1.9%).

(d) Loss Carryforwards

Non-Capital Losses carryforward	Net Capital Losses carryforward
\$Nil	\$2,301

(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, 2022	Level 1	Level 2	Level 3	Total
Fixed income	–	98,221	–	98,221
Equities	2,261	–	–	2,261
Cash equivalents	–	–	–	–
Derivative assets	–	564	–	564
Derivative liabilities	–	(131)	–	(131)
Total	2,261	98,654	–	100,915

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

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

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

9. FUND SPECIFIC INFORMATION (cont'd)

(e) Fair Value Classification (cont'd)

There were no 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 tables below present a reconciliation of financial instruments measured at fair value using Level 3 inputs:

for the six-month period ended March 31, 2022	Fixed Income	Equities	Total
Balance – beginning of period	–	–	–
Purchases	–	–	–
Sales	–	–	–
Transfers in	–	–	–
Transfers out	–	–	–
Gains (losses) during the period:			
Realized	–	–	–
Unrealized	–	–	–
Balance – end of period	–	–	–
Unrealized gains (losses) during the period attributable to securities held at end of period			
	–	–	–

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)

(f) Commissions

	(\$)
March 31, 2022	–
March 31, 2021	1

(g) Securities Lending

as at	Value of securities loaned	Value of collateral received
March 31, 2022	1,319	1,428
March 31, 2021	733	790

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, 2022 and 2021 is presented below:

	Amount (\$)		Percentage of Total Amount (%)	
	2022	2021	2022	2021
Gross Securities Lending Income	26	1	100.0	100.0
Securities Lending Agent fees	(4)	–	(15.4)	–
Securities Lending Income to the Fund before Withholdings	22	1	84.6	100.0
Taxes	(6)	–	(23.1)	–
Withholding Taxes	(6)	–	(23.1)	–
Securities Lending Income	16	1	61.5	100.0

COUNSEL NORTH AMERICAN HIGH YIELD BOND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2022

NOTES TO FINANCIAL STATEMENTS

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

9. FUND SPECIFIC INFORMATION (cont'd)

(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.

	March 31, 2022			
	Gross amount of assets/liabilities	Amount available for offset	Margin	Net amount
Unrealized gains on derivative contracts	564	(21)	–	543
Unrealized losses on derivative contracts	(131)	21	–	(110)
Total	433	–	–	433

	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)

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