
TDb SPLIT CORP.

SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

MAY 31, 2025

This is the semi-annual Management Report of Fund Performance (MRFP) for the period ended May 31, 2025. This MRFP contains financial highlights but does not contain the complete financial statements of the Company. The semi-annual financial statements and accompanying notes are attached to this report.

Investors may also obtain a copy of the Company's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure by visiting our website at www.tdbsplit.com or by writing to the Company at Investor Relations, 200 Front Street West, Suite 2510, Toronto, Ontario M5V 3K2.

These reports are available to view and download at www.tdbsplit.com or www.sedarplus.com.

INVESTMENT OBJECTIVES AND STRATEGIES

TDb Split Corp. invests primarily in common shares of the Toronto-Dominion Bank ("TD Bank").

The Company offers two types of shares:

Priority Equity shares (XTD.PR.A)

The investment objectives with respect to the Priority Equity shares are as follows:

1. to provide holders of Priority Equity Shares with cumulative preferential monthly cash dividends in the amount of \$0.05833 per share, to yield 7.0% annually, based on the \$10 repayment amount (previously \$0.04375 per share, yielding 5.25% annually); and
2. on or about the termination date of December 1, 2029 (subject to further 5 year extensions thereafter), to pay holders the Priority Equity share repayment amount of \$10 per share.

Class A shares (XTD)

The investment objectives with respect to the Class A shares are as follows:

1. to provide holders of Class A shares with regular monthly cash dividends in the amount of \$0.05 per Class A share when the net asset value per unit exceeds \$12.50; and
2. to permit such holders to participate in all growth in the net asset value of the Company above \$10.00 per unit.

RISK

The risks of investing in the Company remain as discussed in the Annual Information Form dated February 24, 2025. In addition, note 5 of the financial statements ("Management of Risk of Financial Instruments") contains disclosure on specific types of risks related to the financial investments held by the Company.

RESULTS OF OPERATIONS

North American equity markets delivered mixed performance over the six-month period ended May 31, 2025.

In Canada, equity markets saw modest gains, largely propelled by the energy sector's robust performance, benefiting from recovering global demand and stable commodity prices. During this period, the Bank of Canada extended its rate-cutting cycle, bringing the overnight rate down from 3.75% in November 2024 to 2.75% by March 2025, where it has been maintained since. These cuts were in response to moderating inflation and persistent economic softness, particularly evident in subdued consumer demand and business investment, alongside the significant uncertainty surrounding U.S. trade tariffs and their potential impact on the Canadian economy.

One key factor influencing the Canadian economy was the escalation of global trade policy tensions. New tariffs implemented since January 2025 impacted the outlook for merchandise trade, fostering a cautious investment environment and raising concerns about cross-border commerce. Equity markets experienced notable and at times significant volatility during the period, predominantly driven by U.S. trade policy and its implications for economic growth and inflation.

The market price of TD Bank appreciated by 19.61% during the period ended May 31, 2025

The net assets per unit finished the period at \$14.20 as at May 31, 2025. A combined total of \$0.60 was paid in distributions during the period to Class A shareholders and Priority Equity shareholders, bringing total distributions paid since inception to \$17.59 per unit.

Pursuant to the special retraction right in connection with the extension of the termination date of the Company from December 1, 2024 to December 1, 2029, the Company redeemed 4,409,314 Priority Equity shares and 6,014 Class A shares and made retraction payments of \$44,093,140 and \$6,916, respectively, to each class of shares on December 9, 2024.

Following the special retraction payment, and in order to restore balance in the number of shares outstanding for each class of shares, Class A shares were consolidated on the basis of 0.5 post-consolidation Class A shares for every 1 pre-consolidation Class A share outstanding on December 12, 2024.

In connection with the extension, the Company also amended the dividend entitlement of the Priority Equity shares, increasing the annual distribution rate to 7.0% from 5.25% effective December 1, 2024.

During the period ended May 31, 2025, 1,207,600 Priority Equity shares were sold through an at-the-market equity program ("ATM Program") at an average selling price of \$10.38 per Priority Equity share. Gross proceeds, net proceeds and commissions on the Priority Equity share sales were, \$12,540,197, \$12,237,178 and \$303,019, respectively.

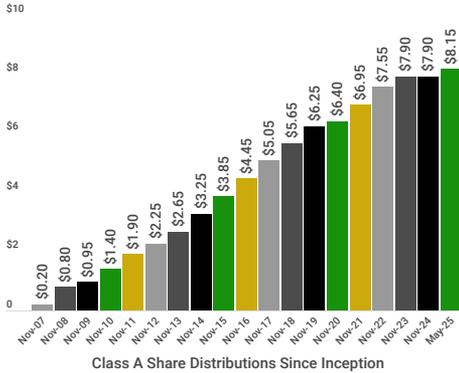
During the period ended May 31, 2025, 770,500 Class A shares were sold through the ATM Program at an average selling price of \$3.66 per Class A share. Gross proceeds, net proceeds and commissions on the Class A share sales were, \$2,823,019, \$2,754,012 and \$69,007, respectively.

As at May 31, 2025, net assets of the Company were \$66.4 million.

The dividend income from the common shares of TD Bank is supplemented by income received from a selective covered call writing program.

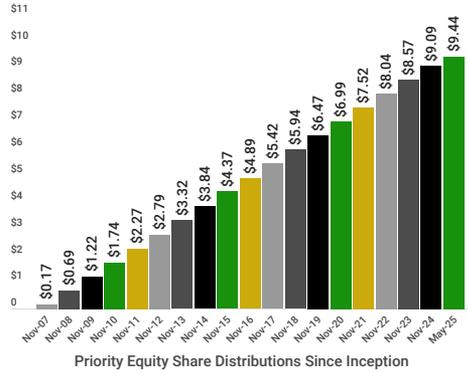
Class A shares - Distributions

Total distributions per Class A share during the period amounted to \$0.25.



Priority Equity shares - Distributions

Total distributions per Priority Equity share during the period amounted to \$0.35.



8.15

Cumulative total of distributions paid to Class A share since inception



9.44

Cumulative total of distributions paid to Priority Equity share since inception

RECENT DEVELOPMENTS

Escalating global military tensions and continued uncertainty in global trade relations may contribute to market volatility and could impact the Company's investment portfolio.

RELATED PARTY TRANSACTIONS

Quadravest Capital Management Inc. ("Quadravest") as investment manager and manager earns fees from the Company as described below in the Management Fees section.

FINANCIAL HIGHLIGHTS

The following tables show selected financial information about the Company and are intended to help you understand the Company's financial performance for the past five years. This information is derived from the Company's semi-annual financial statements and previous audited annual financial statements. The information in the following table is presented in accordance with National Instrument ("NI") 81-106 and, as a result, does not act as a continuity of opening and closing net assets per unit.

The Company's net assets per unit

	May 31, 2025	Years ended November 30 ⁽⁴⁾				
		Prior to 2024 Class A share consolidation				
		2024	2023	2022	2021	2020
Net assets per unit, beginning of the period ⁽¹⁾	11.15 ⁽⁵⁾	12.07	13.69	14.53	12.10	15.84
Increase (decrease) from operations						
Total revenue	0.27	0.57	0.55	0.53	0.48	0.34
Total expenses	(0.09)	(0.13)	(0.13)	(0.15)	(0.16)	(0.15)
Realized gains (losses) for the period	(0.08)	0.07	0.44	0.23	(0.12)	(0.40)
Unrealized gains (losses) for the period	<u>2.25</u>	<u>(0.94)</u>	<u>(1.68)</u>	<u>(0.36)</u>	<u>3.03</u>	<u>(2.71)</u>
Total increase (decrease) from operations ⁽²⁾	<u>2.35</u>	<u>(0.43)</u>	<u>(0.82)</u>	<u>0.25</u>	<u>3.23</u>	<u>(2.92)</u>
Distributions ⁽³⁾						
Canadian dividends	<u>(0.60)</u>	<u>(0.53)</u>	<u>(0.88)</u>	<u>(1.13)</u>	<u>(1.08)</u>	<u>(0.68)</u>
Total distributions	<u>(0.60)</u>	<u>(0.53)</u>	<u>(0.88)</u>	<u>(1.13)</u>	<u>(1.08)</u>	<u>(0.68)</u>
Net assets per unit at end of period	14.20	11.15	12.07	13.69	14.53	12.10
Net assets per Priority Equity share	10.00	10.00	10.00	10.00	10.00	10.00
Net assets per Class A share	<u>4.20</u>	<u>1.15</u>	<u>2.07</u>	<u>3.69</u>	<u>4.53</u>	<u>2.10</u>
Net assets per unit at end of period	14.20	11.15	12.07	13.69	14.53	12.10

- (1) Net assets per unit is the difference between the aggregate amount of the Company's assets and the aggregate amount of its liabilities, excluding Priority Equity shares and net assets attributable to holders of redeemable Class A shares, at the valuation date, divided by the number of units then outstanding.
- (2) Total increase (decrease) from operations is before the payment of Class A shares and Priority Equity shares and other income (charges) related to the Priority Equity shares and is calculated based on the weighted average number of units outstanding during the period.
- (3) Distributions on the Priority Equity shares and Class A shares are based on the number of Priority Equity shares and Class A shares outstanding on the record date for each distribution in the period and were paid in cash. Characterization of distributions is based on the tax treatment that is received by investors (for semi-annual periods ended May 31, it is based on the actual characterization for the most recently completed annual period and will be updated at year end).
- (4) As a result of the consolidation of Class A shares on a 0.5 for 1 basis on December 12, 2024, after the payment of special retractions in December 2024 in connection with the extension of the termination date of the Company, comparative figures from prior periods are not comparable to the figures presented as at May 31, 2025.
- (5) The net assets per unit, beginning of the period is based on net assets per Class A share of \$1.15 prior to giving effect to the consolidation of Class A shares on a 0.5 for 1 basis on December 12, 2024. The net assets per Class A share at the beginning of the period, after giving effect to the subsequent share consolidation, was \$2.30.

RATIOS AND SUPPLEMENTAL DATA

	May 31, 2025	Γ 2024	Years ended November 30				Γ
			2023	2022	2021	2020	
Net asset value (millions) ⁽¹⁾	\$66.4	\$87.8	\$87.0	\$88.9	\$86.3	\$60.0	
Number of units outstanding ⁽²⁾	4,674,935	7,875,091	7,207,111	6,491,166	5,941,760	4,954,760	
Base Management expense ratio ⁽³⁾	1.34%	1.00%	0.98%	1.05%	1.14%	1.11%	
Management expense ratio including secondary offering issue costs ⁽⁴⁾	2.01%	1.32%	1.30%	1.43%	2.01%	3.44%	
Management expense ratio per Class A share ⁽⁵⁾	32.12%	42.20%	26.11%	16.45%	20.88%	40.60%	
Portfolio turnover rate ⁽⁶⁾	0.29%	91.51%	26.50%	4.79%	4.63%	108.2%	
Trading expense ratio ⁽⁷⁾	0.07%	0.09%	0.05%	0.02%	0.03%	0.08%	
Closing market price (TSX): Priority Equity shares	\$10.50	\$10.19	\$9.75	\$9.75	\$10.50	\$10.03	
Closing market price (TSX): Class A shares	\$4.17	\$2.07	\$3.05	\$4.60	\$5.01	\$3.00	

- (1) This information is provided as at May 31 or November 30.
- (2) At times when there is an unequal number of Class A and Priority Equity shares outstanding, a notional unit amount will be determined as the quotient of the total net asset value of the Company and the sum of the net asset value per share attributable to Class A shares and Priority Equity shares.
- (3) A separate base management expense ratio per unit has been presented to reflect the ongoing operating expenses of the Company. The base management expense ratio per unit is based on total expenses for the stated period, excluding commissions and other portfolio transaction costs, distributions on Priority Equity shares and any one time offering expenses and is expressed as an annualized percentage of the average net asset value of the Company during the period.
- (4) Share issue expenses including all agents' fees and other offering expenses are one time initial expenses connected with the launch of the Company or any subsequent secondary offering. Any expenses incurred with secondary offerings were offset by the accretion to net asset value per unit of such offerings.
- (5) Management expense ratio per Class A share is based on the requirements of NI 81-106. This instrument requires that all split share companies produce an expense ratio which allocates all ongoing operating expenses of the Company (excluding commissions and other portfolio transaction costs), all distributions on Priority Equity shares and all issuance costs to the Class A shares and expresses this as an annualized percentage of the average net asset value attributable to the Class A shares during the period. The management expense ratio per Class A share should not be interpreted as the required return necessary for the Company or the Class A shares to cover the operating expenses of the Company. This calculation is based only on a portion of the Company's assets whereas the Company utilizes its entire assets to generate investment returns. Management believes that the base management expense ratio per unit disclosed in the table above is the most representative ratio in assessing the ongoing efficiency of the administration of the Company, making comparisons to the expense ratios of single unit mutual funds or determining the minimum investment returns necessary by the Company to achieve growth in net asset value per unit.
- (6) The Company's portfolio turnover rate indicates how actively Quadravest manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to the Company buying and selling all of the securities in its portfolio once in the course of the period. The Company employs a covered call writing strategy which can cause the portfolio turnover rate to be higher than conventional mutual funds. The higher the Company's portfolio turnover rate in a period, the greater the trading costs payable by the Company in the period and the greater chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of the Company.
- (7) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the average net asset value of the Company during the period.

MANAGEMENT FEES

Pursuant to the terms of the investment management agreement, Quadrainvest is entitled to a base management fee payable in arrears at an annual rate equal to 0.55% of the net asset value of the Company, which includes the outstanding Priority Equity shares, calculated as at each month-end valuation date.

Pursuant to the management agreement, Quadrainvest is entitled to an administration fee payable monthly in arrears at an annual rate equal to 0.1% of the net asset value of the Company, which includes the outstanding Priority Equity shares, calculated as at each month-end valuation date.

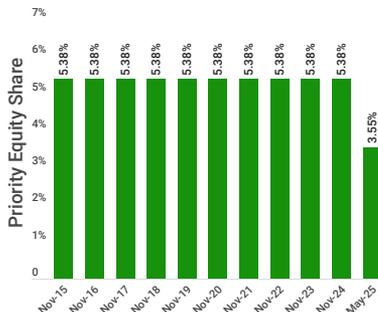
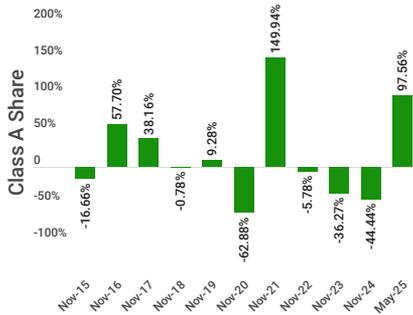
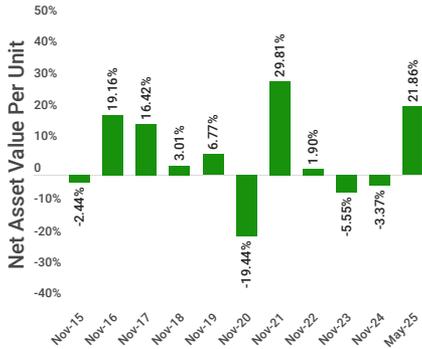
The base management fee was used by Quadrainvest to provide investment analysis, make investment decisions, and make brokerage arrangements for the purchase and sale of securities including the covered call writing program. The administration fee was used to provide or arrange administrative services required by the Company which includes all operational services, financial accounting, shareholder reporting and regulatory reporting.

PAST PERFORMANCE

Year-by-Year Returns

The past performance of 1) the net asset value per unit; 2) the Priority Equity share on a net asset value basis; and 3) the Class A share on a net asset value basis for each of the last ten years are presented in the bar charts below. Each bar in the chart reflects the change in percentage terms of how a unit, a Priority Equity share or a Class A share would have increased or decreased during the applicable year. In respect to the charts displayed below, please note the following:

- The performance information shown assumes that all cash distributions made by the Company during the years shown were reinvested in the applicable additional securities of the Company;
- The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance; and
- Past performance of the Company does not necessarily indicate how it will perform in the future.



(1) The returns per unit and per Class A share for the period ended May 31, 2025 reflect the consolidation of Class A shares in December 2024.

SUMMARY OF INVESTMENT PORTFOLIO
All holdings as at May 31, 2025

Name	Weighting (%)
Toronto-Dominion Bank	95.1
Cash	5.9
Other net assets (liabilities)	-1.0
	100.0

The summary of investment portfolio may change due to ongoing portfolio transactions of the Company. Updates are available quarterly.

TDb SPLIT CORP.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The interim financial statements of TDb Split Corp. (the "Company") have been prepared by Quadravest Capital Management Inc. (the "Manager" of the Company) and approved by the Board of Directors of the Company. The Manager is responsible for the information and representations contained in these interim financial statements and the other sections of the semi-annual report.

The Manager maintains appropriate procedures to ensure that relevant and reliable financial information is produced. The interim financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"), as applicable to the preparation of interim financial statements, including International Accounting Standard ("IAS") 34, Interim Financial Reporting. The material accounting policy information applicable to the Company is described in note 3 to the financial statements.

The Board of Directors of the Company is responsible for ensuring that management fulfills its responsibilities for financial reporting and has reviewed and approved these interim financial statements.



WAYNE FINCH

Chief Executive Officer, President and Director
Quadravest Capital Management Inc.



SILVIA GOMES

Chief Financial Officer
Quadravest Capital Management Inc.