
DIVIDEND SELECT 15 CORP.
SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE
MAY 31, 2023

This is the semi-annual Management Report of Fund Performance (MRFP) for the period ended May 31, 2023. 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.dividendselect15.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.dividendselect15.com or www.sedar.com.

INVESTMENT OBJECTIVES AND STRATEGIES

The Company invests in a portfolio of dividend yielding common shares which will include 15 of the 20 Canadian companies listed below:

Bank of Montreal	Royal Bank of Canada
BCE Inc.	Sun Life Financial Inc.
Canadian Imperial Bank of Commerce	TC Energy Corp.
Cenovus Energy Inc.	TELUS Corporation
CI Financial Corp.	The Bank of Nova Scotia
Enbridge Inc.	The Toronto-Dominion Bank
Great-West Lifeco Inc.	Thomson Reuters Corporation
Loblaw Companies Ltd.	TMX Group Inc.
National Bank of Canada	TransAlta Corporation
Ovintiv Inc.	
Power Corporation of Canada	

The selection of the 15 portfolio companies from among the portfolio universe listed above will be made by the Company's investment manager, Quadravest Capital Management Inc. ("Quadravest"), based on its assessment from time to time as to which companies in the portfolio universe have the most stable dividends and attractive growth potential. In order to supplement the dividends received on the portfolio and to reduce risk, the Company will employ an active covered call writing program.

Investment Objectives

The Company's objectives are to provide Equity shareholders with:

- (i) monthly cash distributions, currently targeted to be at a rate of 10% annualized based on the volume weighted average market price of the Equity shares for the last three trading days of the preceding month; and
- (ii) the opportunity for capital appreciation.

RISK

The risks of investing in the Company remain as discussed in the Annual Information Form dated February 23, 2023. 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 America markets continued to experience macroeconomic headwinds and bouts of volatility during the period ended May 31, 2023. The Bank of Canada's aggressive tightening of monetary policy beginning in early 2022, which included rapid increases in interest rates and the reduction of its balance sheet in order to control inflation, has had an adverse impact on the Canadian economy, affecting many households and small businesses with higher loan payments. The Bank of Canada remains committed to a hawkish monetary policy, including increasing interest rates, until inflation returns to the 2% target.

In early March 2023, regulators abruptly closed certain U.S. regional banks due to liquidity and solvency concerns. Later in the month, Credit Suisse was taken over by UBS Group at the behest of regulators in Switzerland. These events led to widespread and significant declines in the market prices of financial services companies globally and highlighted the risks associated with the historical pace of increase in interest rates that had occurred over the last year.

Markets were also buffeted by the ongoing developments surrounding the U.S. debt ceiling discussions and the potential adverse consequences that could result if U.S. politicians were unable to reach an agreement to increase the debt ceiling limit before the projected early June deadline at which time the U.S. would run out of the ability to fully fund all of its obligations.

The yield curve continued to be inverted during the period, with shorter term maturities yielding more than longer term maturities, which generally adversely impacted the earnings potential of financial services companies and reflected market expectations for a decline in longer-term interest rates as a result of deteriorating economic performance.

The period ended with a decline in North American stocks as unexpectedly strong reports on the Canadian labour market caused some concern among market participants that further interest rate hikes may be required to slow potential wage pressures that could continue to sustain higher inflation rates.

Against this backdrop, the portfolio securities generally tracked the broader market, experiencing bouts of volatility during the period and ending the period lower.

The net assets per unit finished the period at \$6.47 per Equity share as at May 31, 2023, after the payment of \$0.38 in distributions. Total distributions of \$9.77 have been paid since inception.

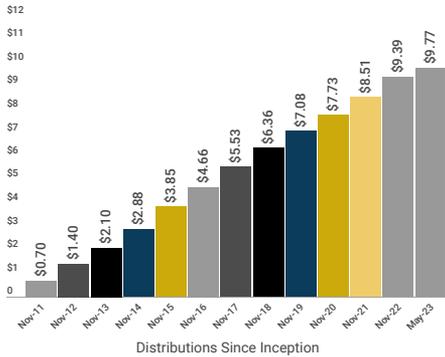
During the period ended May 31, 2023, 249,400 Equity shares were sold through an at-the-market equity program ("ATM Program") at an average selling price of \$7.45 per Equity share. Gross proceeds, net proceeds and commissions on the Equity share sales were \$1,859,413, \$1,816,649 and \$42,764 respectively.

Net assets of the Company finished the period at \$54.9 million.

The covered call writing program continued to provide additional income and supplemented the dividend income earned in the portfolio.

Equity shares - Distributions

Total distributions during the period amounted to \$0.3782.



9.77

Cumulative total of distributions paid since inception

RECENT DEVELOPMENTS

Financial markets and equity markets have experienced volatility in response to significant macroeconomic factors, including central bank responses to inflation levels and geopolitical events and tensions, including military events in Ukraine and Russia.

In addition, the abrupt closures of certain U.S. regional banks due to liquidity and solvency concerns led to widespread and significant declines in the market prices of financial services companies in the United States and Canada.

The investment portfolio of the Company has been subject to these market fluctuations and may continue to experience significant volatility as these situations evolve.

Effective December 5, 2022, Michael Sharp was appointed to the Independent Review Committee (the "IRC") of the Company following the death of William C. Thornhill, who had served as a dedicated member of the IRC since May 2007.

RELATED PARTY TRANSACTIONS

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 Equity share.

The Company's net assets per Equity share

	May 31, 2023	Years ended November 30				
		2022	2021	2020	2019	2018
Net assets per Equity share, beginning of period ⁽¹⁾	7.10	7.58	6.50	7.61	7.36	8.50
Increase (decrease) from operations						
Total revenue	0.15	0.28	0.28	0.31	0.32	0.31
Total expenses	(0.06)	(0.13)	(0.13)	(0.12)	(0.12)	(0.12)
Realized gains for the period	0.01	0.05	-	0.22	0.44	0.11
Unrealized gains (losses) for the period	<u>(0.36)</u>	<u>(0.11)</u>	<u>1.72</u>	<u>(1.10)</u>	<u>0.33</u>	<u>(0.60)</u>
Total increase (decrease) from operations ⁽²⁾	<u>(0.26)</u>	<u>0.09</u>	<u>1.87</u>	<u>(0.69)</u>	<u>0.97</u>	<u>(0.30)</u>
Distributions ⁽³⁾						
Canadian dividends	(0.36)	(0.83)	(0.78)	(0.44)	(0.29)	(0.73)
Capital gains dividends	<u>(0.02)</u>	<u>(0.05)</u>	<u>-</u>	<u>(0.21)</u>	<u>(0.43)</u>	<u>(0.10)</u>
Total distributions	<u>(0.38)</u>	<u>(0.88)</u>	<u>(0.78)</u>	<u>(0.65)</u>	<u>(0.72)</u>	<u>(0.83)</u>
Net assets per Equity share, end of period	6.47	7.10	7.58	6.50	7.61	7.36

- (1) Net assets per Equity share is the difference between the aggregate amount of the assets of the Company and the aggregate amount of the liabilities of the Company on that date divided by the number of Equity shares then outstanding.
- (2) Total increase (decrease) from operations is calculated based on the weighted average number of Equity shares outstanding during the period.
- (3) Distributions on the Equity shares are based on the number of Equity 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).

RATIOS AND SUPPLEMENTAL DATA

	May 31, 2023	┌ 2022	Years ended November 30			└ 2018
			2021	2020	2019	2018
Net asset value (millions) ⁽¹⁾	\$54.9	\$58.5	\$45.7	\$40.8	\$58.1	\$72.7
Number of Equity shares outstanding	8,480,141	8,230,741	6,031,341	6,276,241	7,631,077	9,883,588
Base Management expense ratio ⁽²⁾	1.79%	1.70%	1.75%	1.75%	1.56%	1.47%
Management expense ratio including one time offering expenses ⁽³⁾	1.89%	2.87%	1.75%	1.75%	1.56%	2.04%
Portfolio turnover rate ⁽⁴⁾	0.64%	7.90%	6.70%	5.32%	0.00%	7.84%
Trading expense ratio ⁽⁵⁾	0.05%	0.07%	0.09%	0.09%	0.04%	0.03%
Closing market price (TSX):	\$6.61	\$7.76	\$9.90	\$6.45	\$7.43	\$7.08

(1) This information is provided as at May 31 or November 30.

(2) A separate base management expense ratio per Equity share has been presented to reflect the ongoing operating expenses of the Company. The base management expense ratio per Equity share is based on total expenses for the stated period, excluding commissions and other portfolio transaction costs 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.

(3) 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 share of such offerings.

(4) 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.

(5) 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 management and investment management agreement, Quadravest is entitled to a management fee at an annual rate equal to 1.10% of the Company's net asset value calculated as at the month-end valuation date, out of which a service fee of 0.40% will be paid by Quadravest to dealers. Effective June 1, 2022, the Company discontinued the payment of the service fee.

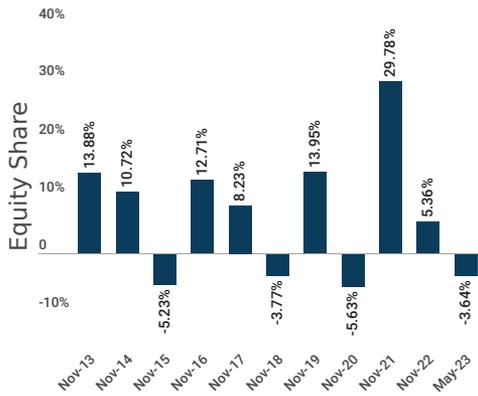
The management fee was used by Quadravest to provide investment analysis, make investment decisions, make brokerage arrangements for the purchase and sale of securities including the covered call writing program and to provide or arrange administrative services required by the Company which includes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

PAST PERFORMANCE

Year-by-Year Returns

The past performance of an Equity share for each of the last ten years is presented in the bar charts below. Each bar in the chart reflects the change in percentage terms of how an Equity 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.



SUMMARY OF INVESTMENT PORTFOLIO
All holdings as at May 31, 2023

Name	Weighting (%)
Thomson Reuters Corporation	9.6
Sun Life Financial Inc.	8.9
Enbridge Inc.	8.4
Royal Bank of Canada	7.7
National Bank of Canada	7.4
Toronto-Dominion Bank	6.3
TELUS Corporation	5.7
BCE Inc.	5.6
Cenovus Energy	5.1
Canadian Imperial Bank of Commerce	5.1
TC Energy Corp.	4.5
Power Corporation of Canada	4.5
Bank of Nova Scotia	4.4
TransAlta Corporation	3.8
CI Financial Corp.	2.0
Cenovus Energy - warrants	0.2
Total long positions as a percentage of net assets	89.2
Cash	11.4
Other net assets (liabilities)	-0.6
	100.0

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