SEAMARK

March 31, 2026

SEAMARK POOLED TOTAL EQUITY FUND

Philosophy and Strategy

SEAMARK's bottom-up, fundamental approach to equity investing seeks to identify companies with superior long-term investment merit based on proven management, competitive position, and strong balance sheets. Preference is given to companies with durable growth prospects.

The investment focus is on individual companies, rather than on the stock market. This practice of "buying the company" is consistent with the objective of owning the investment for the long-term. SEAMARK seeks to invest in companies when their current market price represents value relative to their long-term potential and maintains an investment so long as it continues to offer attractive return potential. This results in low turnover rates, and tax efficiency for the investor.

These company specific tenets have been integral to SEAMARK's Total Equity mandate, which had its genesis at the founding of the company, 40 years ago. The Canadian marketplace is predominantly cyclical in nature, resulting in high volatility inherent in the TSX. In order to avoid these extremes, and to practice as long-term investors, SEAMARK considerably expands the investible universe for its Total Equity mandate. Portfolio construction begins with leading companies in Canada, which are complimented with world class companies from the USA, typically in industries that are shallow or deficient within Canada. The portfolio is completed by the addition of exceptional international companies through the use of ADRs. Leading companies in many attractive industries across the world are then held to provide proper portfolio diversification.

The equity research effort behind Total Equity is carried out along industry lines, not country of domicile. This allows for a full-on comparison of companies in an effort to discover the best operators. The result is an integrated portfolio of best ideas, versus a mere sum of the parts portfolio construction. Total Equity provides a properly diversified portfolio, constructed efficiently to deliver attractive returns and risk management to the investor.

The investment portfolio of the Total Equity Fund will consist primarily of large-cap companies. A portion of the investment portfolio of the Fund may be invested in medium-cap or small-cap companies as valuations warrant. The weight of a specific core holding at any time will reflect SEAMARK's confidence in the stability and durability of the idea but will not exceed 5% of the book value of the Fund.

Portfolio Manager's Commentary

Global equity markets delivered mixed results in the first quarter of 2026, as increased volatility and geopolitical factors weighed on investor sentiment. While Canadian equities advanced, supported by strength in commodity prices, U.S. markets declined and International markets weakened throughout the quarter. Against this backdrop, the portfolio generated a return of 4.2% for the quarter, compared with its benchmark's 1.2% return.

During the first quarter, the Bank of Canada held rates steady, while the U.S. Federal Reserve signaled a "higher-for-longer" approach as inflation proved more persistent than expected. At the same time, escalating geopolitical tensions—particularly in the Middle East—contributed to rising energy prices, complicating the inflation outlook and prompting bond markets to reprice the path of interest rates.

The Canadian Equity component (approximately 42% of the Fund) posted a strong return of 7.2%, outperforming global markets. The S&P/TSX Composite Index increased 3.9% during the quarter, supported by its heavy weighting in Energy and Materials. Oil prices strengthened meaningfully late in the period, supporting the top two performing securities Suncor Energy and Canadian Natural Resources, up 52% and 47.4%, respectively. Utilities were also among the stronger-performing sectors, as investors were drawn to their defensive characteristics and stable growth outlook given anticipated power consumption by Artificial Intelligence applications.

The U.S. Equity component (approximately 47% of the Fund) increased 3.3%, outpacing the S&P 500 Total Return Index, which fell 2.6% in Canadian dollar terms. Valuation pressures weighed on U.S stocks, particularly within large-cap Technology and other growth-oriented sectors. Despite a pullback in Technology valuations during the quarter, Applied Materials and KLA Corporation, two semiconductor equipment makers were both in the portfolio's top ten in terms of performance. As investors placed greater emphasis on earnings durability and valuation discipline, more defensive sectors, including Healthcare and Industrials, demonstrated relative resilience.

The International Equity component (approximately 10% of the Fund) was lower by 2.3% reflecting a more subdued backdrop after a year of relative outperformance versus the U.S markets. The Fund's top performing international holdings were concentrated in commodity-exposed companies, oil services firm SLB N.V and diversified miner, BHP Group.

Looking ahead, SEAMARK remains mindful that while inflation has moderated from peak levels, risks remain to the upside. In this environment, the portfolio continues to emphasize high-quality businesses with durable earnings, strong balance sheets, and sustainable cash flow generation. Maintaining a disciplined, valuation-conscious approach remains central to navigating an evolving global market landscape, while positioning the Fund to benefit from long-term opportunities across Canadian, U.S., and international equities.

INVESTMENT TEAM

Bob McKim, CFA
Chairman, Portfolio Manager

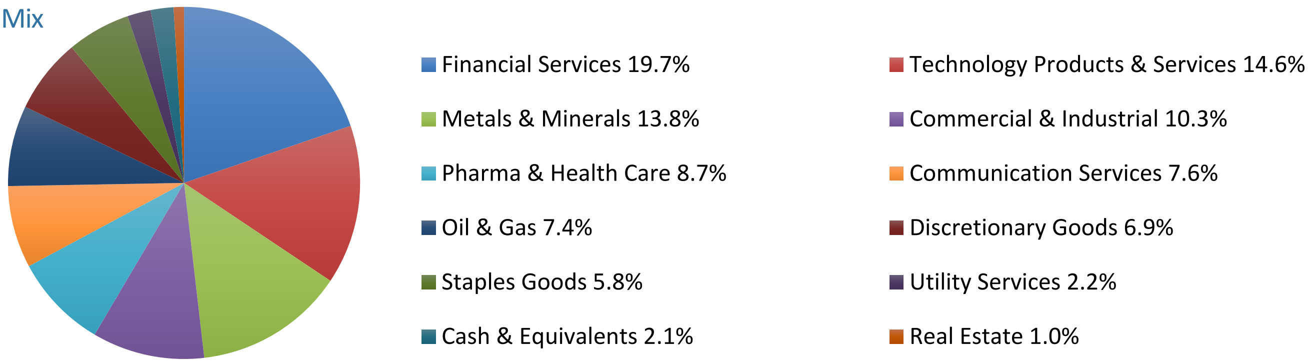
Don Wishart, CFA
Portfolio Manager

René Fantin, MBA, CFA
Senior Portfolio Manager

Portfolio Activity

The Fund added a new position in Intact Financial for its dominant position in Canadian P&C insurance, where disciplined underwriting and pricing power support consistent earnings growth. A new position was also initiated in Otis Elevators for its high-quality, recurring service revenue base tied to a large installed elevator portfolio. Its asset-light model, strong margins, and exposure to long-term urbanization trends make it an attractive compounder. The Fund exited a position in NFI Group as execution challenges, supply chain disruptions, and margin pressure continued to weigh on earnings visibility and delayed the expected recovery

Asset Mix



Top Ten Equity Holdings (% of Fund)

KLA Corporation	3.5	JPMorgan Chase & Co.	2.1
Alphabet Inc.	3.5	Newmont Corp.	2.1
Applied Materials	2.9	Apple Inc.	2.0
Royal Bank of Canada	2.3	Manulife Financial	2.0
Toronto Dominion Bank	2.2	Bank of Nova Scotia	1.9

Calendar Year Performance (%)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
TOTAL PORTFOLIO (CAD$)	15.8	4.3	12.1	5.2	-6.2	19.6	3.7	27.8	0.4	11.2	14.3	19.8
BENCHMARK* (CAD$)	14.2	5.3	13.2	12.1	-4.0	22.8	9.6	23.9	-8.6	16.3	25.3	23.9

*50 % S&P/TSX Composite Index, 35% S&P 500 Index, 15% Morningstar Developed Markets ex North America GR Index

Performance Information (%)

March 31, 2026

	QTR	YTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs	6 Yrs	7 Yrs	8 Yrs	9 Yrs	10 Yrs	Since Inception
TOTAL PORTFOLIO (CAD$)	4.2	4.2	25.2	16.6	14.8	11.5	13.4	17.4	12.9	11.8	10.3	10.9	10.4
BENCHMARK* (CAD$)	1.2	1.2	25.1	20.0	19.9	14.1	14.3	18.3	13.9	13.3	12.5	13.1	12.2

*50 % S&P/TSX Composite Index, 35% S&P 500 Index, 15% Morningstar Developed Markets ex North America GR Index Fund
Inception date: December 31, 2013

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