



Interim Financial Statements

As at and for the six months ended June 30, 2024

MANAGEMENT’S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements have been prepared by Genus Capital Management Inc. (“Genus”), the manager of the Fund, and approved by its Board of Directors. Genus’ management is responsible for the information and representations contained in these financial statements and other sections of the financial statements.

Genus maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. The significant accounting policies that management believes are appropriate for the Fund is described in Note 2 to the financial statements. Financial information used elsewhere in this report is consistent with that presented in the financial statements.

Genus’ Board of Directors is responsible for reviewing and approving the financial statements and overseeing the performance of management’s financial reporting responsibilities including its internal controls and audit processes.

/s/ Stephen Au
Chief Executive Officer
Genus Capital Management Inc.
August 27, 2024

/s/ Leslie G. Cliff
Chairperson of the Board
Genus Capital Management Inc.

Genus High Impact Equity Fund

Statements of Financial Position

	June 30 2024	December 31 2023
As at June 30, 2024 (unaudited) and December 31, 2023 (audited) (Expressed in U.S. Dollars)		
Assets		
Current assets		
Cash	\$ 1,696,857	\$ 880,936
Investments	101,298,305	75,229,343
Dividends receivable	148,311	77,808
Margins deposited on futures contracts	2,801,659	2,311,892
Unrealized gain on futures contracts	500,256	143,782
Subscriptions receivable from unitholders	15,709	47,297
Total assets	106,461,097	78,691,058
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	22,444	27,508
Distributions payable to unitholders	-	124
Redemptions payable to unitholders	146,553	9,493
Unrealized loss on futures contracts	29,063	344,669
Total liabilities (excluding net assets attributable to holders of redeemable units)	198,060	381,794
Net assets attributable to holders of redeemable units	\$ 106,263,037	\$ 78,309,264
Net assets attributable to holders of redeemable units (Series F)	\$ 1,830	\$ -
Net assets attributable to holders of redeemable units (Series O)	\$ 106,261,207	\$ 78,309,264
Redeemable units outstanding (Series F) (note 5)	13	-
Redeemable units outstanding (Series O) (note 5)	770,604	606,802
Net assets attributable to holders of redeemable units per unit (Series F)	\$ 137.53	\$ -
Net assets attributable to holders of redeemable units per unit (Series O)	\$ 137.89	\$ 129.05

On behalf of the Board of Genus Capital Management Inc.:

/s/ Leslie G. Cliff
Director

/s/ Wayne W. Wachell
Director

Statements of Comprehensive Income

	2024	2023
For the period ended June 30 (unaudited) (Expressed in U.S. Dollars)		
Income		
Interest income for distribution purposes	\$ 52,562	\$ 51,900
Dividend income	909,153	731,647
Foreign exchange loss on cash	(9,377)	(6,489)
Securities lending income	4,477	16,825
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Negative Interest Charges	(10)	(12)
Net realized gain on sale of investments	4,458,367	1,201,120
Net realized gain (loss) on futures contracts	495,911	(25,692)
Net change in unrealized (loss) gain on investments and derivatives	(146,933)	5,605,523
Total income	5,764,150	7,574,822
Expenses		
Trustee fees	2,534	2,221
Audit fees	5,335	5,104
Independent review committee fees	2,025	1,431
Custodial fees	6,164	5,724
Unitholder reporting costs	15,734	17,870
Other administrative expenses	67,339	45,949
Transaction costs	194,061	76,641
Interest expense	161	292
Total operating expenses	293,353	155,232
Operating profit	5,470,797	7,419,590
Withholding taxes	82,806	(101,653)
Increase in net assets attributable to holders of redeemable units from operations	\$ 5,553,603	\$ 7,317,937
Increase in net assets attributable to holders of redeemable units from operations (Series F)	\$ 88	\$ -
Increase in net assets attributable to holders of redeemable units from operations (Series O)	\$ 5,553,515	\$ 7,317,937
Weighted average number of units during the period (Series F)	13	-
Weighted average number of units during the period (Series O)	653,833	549,022
Increase in net assets attributable to holders of redeemable units from operations per unit (Series F)	\$ 6.77	\$ -
Increase in net assets attributable to holders of redeemable units from operations per unit (Series O)	\$ 8.49	\$ 13.33

Genus High Impact Equity Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the period ended June 30 (unaudited) (Expressed in U.S. Dollars)

Net assets attributable to holders of redeemable units (Series F)	2024	2023
Net assets attributable to holders of redeemable units at beginning of period (Series F)	\$ -	\$ -
Increase in net assets attributable to holders of redeemable units from operations	88	-
Redeemable unit transactions		
Issuance of redeemable units	1,742	-
Net increase from redeemable unit transactions	1,742	-
Net increase in net assets attributable to holders of redeemable units	1,830	-
Net assets attributable to holders of redeemable units at end of period (Series F)	\$ 1,830	\$ -

Net assets attributable to holders of redeemable units (Series O)	2024	2023
Net assets attributable to holders of redeemable units at beginning of period (Series O)	\$ 78,309,264	\$ 63,132,147
Increase in net assets attributable to holders of redeemable units from operations	5,553,515	7,317,937
Redeemable unit transactions		
Issuance of redeemable units	32,994,598	3,740,068
Redemption of redeemable units	(10,596,170)	(2,343,939)
Net increase from redeemable unit transactions	22,398,428	1,396,129
Net increase in net assets attributable to holders of redeemable units	27,951,943	8,714,066
Net assets attributable to holders of redeemable units at end of period (Series O)	\$ 106,261,207	\$ 71,846,213

Net assets attributable to holders of redeemable units (all series)	2024	2023
Net assets attributable to holders of redeemable units at beginning of period (all series)	\$ 78,309,264	\$ 63,132,147
Increase in net assets attributable to holders of redeemable units from operations	5,553,603	7,317,937
Redeemable unit transactions		
Issuance of redeemable units	32,996,340	3,740,068
Redemption of redeemable units	(10,596,170)	(2,343,939)
Net increase from redeemable unit transactions	22,400,170	1,396,129
Net increase in net assets attributable to holders of redeemable units	27,953,773	8,714,066
Net assets attributable to holders of redeemable units at end of period (all series)	\$ 106,263,037	\$ 71,846,213

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

Genus High Impact Equity Fund

Statements of Cash Flows

For the period ended June 30 (unaudited) (Expressed in U.S. Dollars)	2024	2023
Cash flows from operating activities		
Proceeds from sale of investments	\$ 52,672,089	\$ 37,674,461
Purchase of investments	(75,295,758)	(38,983,623)
Dividends received, net of withholding tax	921,456	609,800
Interest received, excluding gain on short-term notes	52,562	51,900
Interest paid	(161)	(292)
Securities lending income	4,477	16,825
Negative interest on investments	(10)	(12)
Operating expenses paid	(104,195)	(73,797)
Net proceeds from derivatives settlements	6,144	4,116
Net cash used in operating activities	(21,743,396)	(700,622)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(124)	(100)
Cash received from redeemable units issued	33,027,928	3,732,158
Amounts paid for redeemable units redeemed	(10,459,110)	(2,350,882)
Net cash from financing activities	22,568,694	1,381,176
Foreign exchange loss on cash	(9,377)	(6,489)
Net increase in cash	815,921	674,065
Cash at beginning of period	\$ 880,936	\$ 251,403
Cash at end of period	\$ 1,696,857	\$ 925,468

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

Genus High Impact Equity Fund

Schedule of Investment Portfolio

[Expressed in U.S. Dollars]

As at June 30, 2024 (unaudited)

Shares or Par Value	Description	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Equities				
Materials				
37,900	Steel Dynamics Inc.	4,804,780	4,908,050	4.8
339,000	Svenska Cellulosa AB SCA	4,886,186	5,011,284	5.0
		9,690,966	9,919,334	9.8
Industrials				
20,600	Acuity Brands Inc.	3,754,970	4,973,664	5.0
11,200	Andritz AG	662,518	694,411	0.7
340,200	Balfour Beatty PLC	1,614,247	1,570,524	1.6
61,400	Fuji Electric Co., Ltd.	2,899,689	3,493,303	3.4
17,400	Generac Holdings Inc.	2,467,902	2,300,628	2.3
154,600	Kubota Corp.	2,207,720	2,162,439	2.1
55,500	TOTO Ltd.	1,496,576	1,310,388	1.3
		15,103,622	16,505,357	16.4
Consumer Discretionary				
70,500	Berkeley Group Holdings PLC	4,227,587	4,088,765	4.0
63,200	BorgWarner Inc.	2,173,686	2,037,568	2.0
408,400	Pearson PLC	4,631,203	5,115,067	5.0
		11,032,476	11,241,400	11.0
Consumer Staples				
50,600	Colgate-Palmolive Co.	4,250,163	4,910,224	4.8
10,700	Kimberly-Clark Corp.	1,367,516	1,478,740	1.5
63,000	Sprouts Farmers Market Inc.	3,592,582	5,270,581	5.2
		9,210,261	11,659,545	11.5
Health Care				
40,900	Dexcom Inc.	4,168,329	4,637,242	4.6
43,700	Edwards Lifesciences Corp.	3,163,353	4,036,569	4.0
3,400	Eli Lilly & Co.	3,019,467	3,078,292	3.0
35,800	Merck & Co., Inc.	3,037,273	4,432,040	4.4
16,700	Novo Nordisk A/S	1,192,153	2,413,486	2.4
		14,580,575	18,597,629	18.4
Real Estate				
41,800	Alexandria Real Estate Equities Inc.	5,028,479	4,889,346	4.8
1,765,600	CapitaLand Integrated Commercial Trust	2,539,517	2,579,515	2.5
28,000	Daiwa House Industry Co., Ltd.	801,857	709,661	0.7
		8,369,853	8,178,522	8.0
Information Technology				
179,900	Azbil Corp.	5,397,859	5,011,388	4.9
77,400	Cisco Systems Inc.	3,935,478	3,677,274	3.6
98,900	Dassault Systemes SE	4,349,542	3,741,675	3.7
12,000	First Solar Inc.	3,138,144	2,705,520	2.7
20,900	International Business Machines Corp.	3,690,209	3,614,655	3.6
44,800	NVIDIA Corp.	1,986,605	5,534,592	5.5
		22,497,837	24,285,104	24.0
Utilities				
73,500	Solaria Energia y Medio Ambiente SA	1,168,887	911,414	0.9
		1,168,887	911,414	0.9
Total Equities		91,654,477	101,298,305	100.0
Transaction costs		(132,263)		
Total Investments		91,522,214	101,298,305	100.0
Futures				
Number of Contracts	Description	Contracted Price	Unrealized Gain (Loss) (\$)	
(89)	British Pound Futures Sep 24	1.28	102,906	
12	Canadian Dollar Futures Sep 24	0.73	888	
(65)	Euro Fx Futures Sep 24	1.09	101,156	
(106)	Japanese Yen Futures Sep 24	0.65	264,735	
(6)	Swedish Krona Futures Sep 24	0.10	30,570	
25	Swiss Franc Futures Sep 24	1.13	(29,063)	
			471,193	

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

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

1. OPERATIONS

The Genus High Impact Equity Fund (the "Fund") is an open-ended unit trust established pursuant to a Trust Agreement between RBC Investor Services Trust, as trustee of the Fund (the "Trustee") and Genus Capital Management Inc., as the manager of the Fund (the "Manager"). The Fund's head office is located at 860-980 Howe Street, Vancouver, British Columbia, Canada, V6Z 0C8.

The financial statements were authorized for issue by the Manager on August 27, 2024.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS") including International Accounting Standards ("IAS") 34: Interim Financial Reporting as published by the International Accounting Standards Board ("IASB") and as required by the Canadian Accounting Standards Board.

a) IFRS 9, Financial Instruments

The Fund applies IFRS 9, Financial Instruments ("IFRS 9"). The standard requires financial assets to be classified as amortized cost, fair value through profit or loss ("FVTPL"), or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing the financial assets and the contractual cash flow characteristics of these assets. Assessment and decision on the business model approach used is an accounting judgment. For liabilities classified as FVTPL, fair value changes attributable to changes in the entity's own credit risk are to be presented in other comprehensive income unless they affect amounts recorded in income. All other financial assets and liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amounts required to be received or paid, discounted when appropriate, at the financial instrument's effective interest rate. The fair values of the Fund's financial assets and liabilities that are not carried at FVTPL approximate their carrying amounts due to their short-term nature.

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment fund and derivatives, cash and other trade receivables and payables. The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Regular way purchases and sales of financial assets are recognized at their trade date. The Fund's investments and derivatives are measured at FVTPL. The Fund's obligation for net assets attributable to holders of redeemable units is presented as the redemption amount. All other financial assets and liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid. The Fund's accounting policies for measuring the fair value of investments and derivatives are identical to those used in measuring net asset value ("NAV") for transactions with unitholders.

Financial assets and liabilities are offset and the net amount is reported in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

b) Valuation of Investments

Fair value is 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. Bonds, debentures and other debt obligations (other than short term investments) are valued at the mean of bid/ask prices provided by recognized investment brokers on a valuation date at such time as the Trustee, in its discretion, deems appropriate. Short term investments are valued at amortized cost which approximates fair value due to their short-term nature. Securities, index futures and index options that are listed on a recognized exchange are valued at the last trade price on the valuation date as reported by any report in common use or authorized as official by a recognized stock exchange, where the last trade price falls within that day's bid-ask spread. Provided that if such stock exchange is not open for trading on that date, then valuation is based on the last previous date on which such stock exchange was open for trading. Any security or asset for which a market quotation is not readily available shall be valued at its fair market value as determined by the Trustee. 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 policy is to recognize transfers in and out of the fair value hierarchy levels as at the end of the reporting year for transfers between Levels 1 and 2 and as at the date of the transfer for transfers in and out of Level 3.

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

c) **Securities Transactions and Income**

Securities transactions are accounted for on the trade date. Realized gains and losses from investment transactions are calculated on an average cost basis. Dividend income is recognized on the ex-dividend date and interest income for distribution purposes is recognized on an accrual basis based at the bond coupon rate.

d) **Other Assets and Liabilities**

All amounts receivable and payable are recorded at cost or amortized cost. Cost or amortized cost approximates fair values for these assets and liabilities due to their short-term nature.

e) **Translation of Foreign Currencies**

The Fund's subscriptions and redemptions are denominated in U.S. dollars, which is also the Fund's functional and reporting currency. The fair values of investments and other assets and liabilities in foreign currencies are translated into the Fund's presentation currency at the closing exchange rate on each valuation date. Purchases and sales of investments, income and expenses are translated at the rate of exchange prevailing on the respective dates of the transactions. Realized and change in unrealized gains and losses on foreign currency translation are included in the statements of comprehensive income.

f) **Transaction Costs**

Transaction costs such as brokerage commissions incurred on the purchase and sale of securities are recorded as an expense and are recognized in the statements of comprehensive income.

g) **Unrealized Gain or Loss on Investments**

Amounts by which the fair values of investments owned at the valuation date have changed during the year are disclosed in the financial statements as change in unrealized gain or loss on investments.

h) **Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit**

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units attributable to the series for the year by the weighted average number of units outstanding of the respective series during the year.

i) **Securities Lending**

The Fund may enter into securities lending transactions. These transactions involve the temporary exchange of securities as collateral with a commitment by the counterparty to return 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 and dividends paid on securities held as collateral. Income earned from these transactions is recognized on an accrual basis and is included in the statements of comprehensive income.

3. **CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements:

a) **Fair Value Measurement of Derivatives and Securities Not Quoted in an Active Market**

Fair values of instruments not quoted in active markets are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Fund may value positions using models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager, independent of the party that created them. The models used for private equity securities are based mainly on earnings multiples adjusted for a lack of marketability as appropriate.

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to Note 4 for further information about the fair value measurement of the Fund's financial instruments.

b) IFRS 10 - Investment Entity Status

The Fund has not consolidated their financial results with the financial results of the underlying companies held as investments given that the Fund is considered an investment entity. The investment entity requirements in IFRS 10.27 (a-c) have been met since funds are received from multiple investors; the business purpose of the Fund is to generate returns for investors through appreciation of underlying investments; and performance of investments is measured on a fair value basis.

c) IFRS 12 - Interests in Other Entities

The Fund may invest in other funds as part of its overall investment strategy. IFRS 12.19 (a-g) requires additional disclosures for investment entities that have interests in unconsolidated subsidiaries. A subsidiary is an entity that is controlled by another entity. The Fund does not have control over any underlying fund as there are no contractual agreements in place between them and thus no power over the investee exists. The Fund also has no ability to impact returns by exerting power over the underlying fund. Thus, the definition of control as defined in IFRS 10.7 has not been met and no additional disclosures are required by the Fund. A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. Disclosure with respect to the Fund's interest in unconsolidated structured entities are included in Note 9.

4. FAIR VALUE DISCLOSURE

The fair value hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level measurement) and the lowest priority to unobservable inputs (Level 3 measurement). The three levels of the fair value hierarchy are as follows.

Level 1 - Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Manager has the ability to access at the measurement date.

Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 - Inputs that are unobservable. There is little if any market activity. Inputs into the determination of fair value require significant management judgment or estimation.

All fair value measurements above are recurring. Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

a) Equities

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain of the Fund's equities do not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

b) Futures Contracts

Futures contracts are priced based on inputs from markets that are not considered active and therefore are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out.

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

The following fair value hierarchy tables provide information about the Fund's assets and derivative liabilities measured at fair value on a recurring basis as at June 30, 2024 and December 31, 2023.

As at June 30, 2024

	Financial Assets at Fair Value as at June 30, 2024			Total
	Level 1	Level 2	Level 3	
	\$	\$	\$	\$
Genus High Impact Equity Fund (in U.S.\$)				
Equities	101,298,305	-	-	101,298,305
Derivative Assets - Futures	500,256	-	-	500,256
Derivative Liabilities - Futures	(29,063)	-	-	(29,063)
	101,769,498	-	-	101,769,498

As at December 31, 2023

	Financial Assets at Fair Value as at December 31, 2023			Total
	Level 1	Level 2	Level 3	
	\$	\$	\$	\$
Genus High Impact Equity Fund (in U.S.\$)				
Equities	75,229,343	-	-	75,229,343
Derivative Assets - Futures	143,782	-	-	143,782
Derivative Liabilities - Futures	(344,669)	-	-	(344,669)
	75,028,456	-	-	75,028,456

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

5. REDEEMABLE UNITS OUTSTANDING

The Fund is authorized to issue an unlimited number of redeemable units which rank equally in all respects and represent a pro-rata interest in the net assets attributable to holders of redeemable units.

The Fund was established on May 15, 2014. Prior to October 23, 2017, the Fund existed as a non-public mutual fund. From October 23, 2017 to September 6, 2019, the Fund offered Series F units publicly. The Fund ceased to offer Series F units to the public on September 6, 2019, and the Fund had existed as a non-public mutual fund since that date. As of January 19, 2024, the Fund became a public mutual fund again and since then has offered Series F units publicly.

The Fund's redeemable units are classified as financial liabilities on the statements of financial position, as the Fund has the obligation to distribute income to minimize taxes such that there is no discretion to avoid cash distributions and the units have an ongoing redemption option, which does not meet the criteria in IAS 32.16A(d) to be classified as equity.

Series O units are offered by way of private placement. Series F units are available to investors who have fee-based accounts with their dealers.

Changes in outstanding redeemable units of Series O of the Fund for the periods ended June 30, 2024 and December 31, 2023 were as follows:

	Series F Units	Series O Units
<i>Period Ended June 30, 2024</i>		
Units outstanding, beginning of period	-	606,802
Issuance of units	13	240,902
Redemption of units	-	(77,101)
Reinvested units	-	1
Units outstanding, end of period	<u>13</u>	<u>770,604</u>

Year Ended December 31, 2023

Units outstanding, beginning of year	-	540,676
Issuance of units	-	65,004
Redemption of units	-	(38,810)
Reinvested units	-	39,932
Units outstanding, end of year	<u>-</u>	<u>606,802</u>

6. INCOME TAXES

As of December 31, 2023 and 2022, the Fund qualified as an open-ended mutual fund trust under the Income Tax Act (Canada). The Fund distributes to their unitholders all of their annual taxable income, including such portion of their taxable net realized capital gains, with the result that the Fund is not liable for any income taxes. Such income is taxable in the hands of the unitholders and not in the Fund. Accordingly, no provision for Canadian income taxes has been made in these financial statements. Capital losses are available to be carried forward indefinitely and applied against future capital gains.

The Fund may be liable to pay income or profits tax on income or gains derived from investments in the U.S. and other foreign countries. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the statements of comprehensive income. There is no non-capital loss carry forwards for the Fund.

The following is a summary of the Fund's capital losses available for carryforward as at December 31, 2023:

	Capital Losses Carried Forward (US\$)	
	<u>2023</u>	<u>2022</u>
Genus High Impact Equity Fund	\$-	\$1,137,216

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

7. EXPENSES

The Fund incurs expenses that can be specifically attributed to the Fund. Common expenses of the funds managed by the Manager are allocated to the Fund on a pro-rata basis. The Manager provides or arranges for the provision of investment and advisory services.

a) Transaction costs

The following is a summary of the Fund's transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

Genus High Impact Equity Fund

(in U.S.\$)

	June 30, 2024		June 30, 2023	
	\$	%	\$	%
Total transaction costs	187,817	100	72,525	100
Commission arrangements	72,125	38	34,605	48

Note: Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

8. FINANCIAL RISK MANAGEMENT

The investment activities of the Fund expose them to a variety of financial risks. Significant risks that are relevant to the Fund are discussed below.

a) Currency Risk

Currency risk is the risk that financial instruments held by the Fund that are denominated in a currency other than the Fund's reporting currency will fluctuate due to changes in exchange rates. The table below summarizes the currency risk exposure of the Fund that held assets denominated in currencies other than the reporting currency as at June 30, 2024 and December 31, 2023.

June 30, 2024

	Canadian Dollar	British Pound	European Union Euro	Australian Dollar	Japanese Yen	Others	Total
Genus High Impact Equity Fund (in U.S.\$)	449,573	10,822,779	5,347,859	516	12,722,230	10,005,299	39,348,256

December 31, 2023

	Canadian Dollar	British Pound	European Union Euro	Australian Dollar	Japanese Yen	Others	Total
Genus High Impact Equity Fund (in U.S.\$)	879,170	4,712,257	7,138,395	832,644	10,559,862	5,935,049	30,057,377

As at June 30, 2024 and December 31, 2023, had the reporting currency strengthened or weakened by 5% in relation to all foreign currencies, with all other factors remaining constant, net assets value would have decreased or increased by approximately the values disclosed in the table below. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

	June 30, 2024 5% Appreciaton (-) or Depreciation (+) \$	December 31, 2023 5% Appreciaton (-) or Depreciation (+) \$
Genus High Impact Equity Fund (in U.S.\$)	+ or - 1,967,413	+ or - 3,870,628

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

b) Other Price Risk

The Russian-Ukraine conflict is likely to have an ongoing effect on the financial markets where the Fund operates. The Manager performs routine risk assessment procedures and maintains robust controls over its accounts, balances, and transactions. As at the Financial Statement Issue Date, there are no material events or conditions that impact the Fund's ability to continue as a going concern.

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 securities present a risk of loss of capital.

The table below summarizes the other price risk exposure of investment instruments influenced by the general market movement of securities as at June 30, 2024 and December 31, 2023. Additionally, the table also discloses the impact on the Fund's NAV of a 5% increase or decrease in the securities market.

June 30, 2024	Other Price Risk Exposure		5% Increase (+) or Decrease (-)	
	\$	% of NAV		\$
Genus High Impact Equity Fund (in U.S.\$)	101,298,305	95.3	+ or-	5,064,915

December 31, 2023	Other Price Risk Exposure		5% Increase (+) or Decrease (-)	
	\$	% of NAV		\$
Genus High Impact Equity Fund (in U.S.\$)	75,229,343	96.1	+ or-	3,761,467

c) Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to settle or meet their obligations on time or at a reasonable price. The Fund's investments are considered readily realizable and highly liquid, therefore the Fund's liquidity risk is considered minimal.

d) Concentration Risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The following is a summary of the Fund's concentration risk as percentage of total investments:

Genus High Impact Equity Fund (in U.S.\$)

Sector	June 30, 2024	December 31, 2023
	(%)	(%)
Equities		
Information Technology	24.0	27.9
Health Care	18.4	19.4
Industrials	16.4	16.7
Consumer Staples	11.5	13.6
Consumer Discretionary	11.0	3.5
Materials	9.8	3.8
Real Estate	8.0	7.6
Utilities	0.9	2.8
Communication Services	-	4.7
Total	100.0	100.0

Genus High Impact Equity Fund

Notes to the Financial Statements

June 30, 2024 (unaudited)

9. RELATED PARTIES

The Manager, its directors and family members and its employees hold investments within the Fund as follows:

	June 30, 2024		December 31, 2023	
	Units (Series O)	Market value \$	Units (Series O)	Market value \$
Genus High Impact Equity Fund (in U.S.\$)	6,338	1,195,797	5,713	737,283

10. SECURITY LENDING

The Fund may enter into a securities lending program with its custodian, RBC Investor Services Trust, in order to earn additional income. The aggregate market value of all securities loaned by each Fund will not exceed 50% of the fair value of the assets of the Fund. The Fund will receive collateral of at least 102% of the fair value of the securities on loan. Collateral consists primarily of fixed income securities. Securities lending income reported in the statements of comprehensive income is net of securities lending charges which the Fund's custodian is entitled to receive.

For the periods ended June 30, 2024 and 2023, securities lending income was as follows:

Genus High Impact Equity Fund	2024	2023
	(\$)	(\$)
Gross securities lending income	7,375	25,989
Securities lending charges	(2,581)	(9,096)
Net securities lending income	4,794	16,893
Withholding taxes on securities lending income	317	(68)
Net securities lending income received by the Fund	4,477	16,825

Securities lending charges represented 35% (2023 - 35%) of the gross securities lending income, all of which was paid to the Fund's custodian.

The following table summarizes the securities loaned and collateral held as at June 30, 2024 and December 31, 2023:

Genus High Impact Equity Fund	June 30, 2024	December 31, 2023
	(\$)	(\$)
Securities loaned	28,088,265	13,475,016
Collateral received	28,650,033	13,744,520
Collateral percentage of the securities loaned	102	102