



Genus High Impact Equity Fund

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended June 30, 2025

This Interim Management Report of Fund Performance contains financial highlights but does not contain either the interim financial statements or the annual financial statements of the fund. You can get a copy of the interim financial statements or annual financial statements at your request, and at no cost, by calling 1-800-668-7366, by writing to us at 860 – 980 Howe Street, Vancouver, British Columbia V6Z 0C8, or by visiting our website at <https://genuscap.com/for-advisors/> or SEDAR+ at www.sedarplus.ca. Unitholders may also contact us using one of these methods to request a copy of the fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Results of Operations

Investment Performance

The net asset value of the Genus High Impact Equity Fund (the “**Fund**”) increased to US\$118.3 million as of June 30, 2025, from US\$108.8 million at the end of 2024. The increase in net assets was attributable to an increase from operations of US\$8.0 million and net contributions of US\$1.5 million.

Over the first six months of 2024, the Fund’s Series F units return was 7.12% versus 9.75% for the MSCI World Index. Unlike the benchmark, the Fund’s return is net of the deduction of fees and expenses paid by the Fund. All performance values provided are in U.S. dollar terms.

Global markets experienced considerable volatility during the first half of 2025, with investor sentiment shifting between risk-off and risk-on positioning. Equity markets opened the year under pressure as artificial intelligence (“**AI**”) stocks faced valuation concerns following their previous gains. Trade policy uncertainty added to market stress, particularly affecting growth sectors. Energy, Utilities, and Financial sectors provided relative stability during the initial downturn, while Communications, Information Technology, and Consumer Discretionary faced headwinds. The MSCI World Index and S&P 500 declined 1.6% and 4.2% respectively in the first quarter of 2025, while the TSX posted a positive 1.5% return, all in Canadian dollar terms.

Market conditions improved substantially in the second quarter as risk appetite returned. Technology stocks, including AI-related companies, led the recovery from their earlier weakness. Sector leadership broadened to include Communications and Industrial companies, though Energy, Health Care, and Real Estate underperformed during this period. The recovery was reflected across major indices, with the MSCI World Index increasing 5.8%, the TSX gaining 8.5%, and the S&P 500 rising 5.2% in Canadian dollar terms.

The commodity complex exhibited significant price movements throughout the period. Gold advanced 19% in the first quarter and added another 4% in the second quarter of 2025, establishing new record levels as investors sought safe haven assets amid geopolitical tensions and trade uncertainties. Copper’s performance reflected changing economic expectations, initially climbing over 25% on Chinese stimulus hopes before retreating on tariff concerns. The metal recovered strongly in the second quarter of 2025, gaining more than 20% following President Trump’s “Liberation Day” tariff announcements as markets anticipated renewed economic momentum from government spending and stimulus measures.

Environmental, Social and Governance (“ESG”) Impact

The Fund seeks to invest most of its assets in sustainable and impactful securities. As such, the Fund excluded some industries and companies engaged in certain activities, such as those related to thermal coal, oil and gas, power generation, tobacco, weapons, gambling and adult entertainment. The Fund has also excluded companies that are involved in Indigenous controversies, misaligned with United Nations Sustainable Development Goals related to reducing inequalities and gender equality, and severe biodiversity degradation, based on a proprietary ESG rating system, irrespective of industry. In total, the Fund excluded approximately 1,200 stocks (out of nearly 1,500 stocks in its investible universe) during the period. Additionally, the Fund incorporates positive impact considerations when making investment decisions, scoring firms based on a proprietary Net Impact Score.

Recent Developments

The U.S. Federal Reserve held interest rates steady at 4.5% during the second quarter, maintaining its cautious stance given persistent inflation and strong employment data. While near-term U.S. Federal Reserve projections remained stable, longer-term rate expectations have increased reflecting robust economic indicators. Labor market conditions continue to diverge between the U.S. and Canada, with U.S. unemployment falling to 4.1% compared to Canada’s 7.0% in June, more than 2% higher than its 2022 low. This divergence allows the U.S. Federal Reserve flexibility in timing rate cuts, while the Bank of Canada is positioned to continue rate reductions in the second half of 2025, having already implemented 2.25% in cuts versus the U.S. Federal Reserve’s 1.0%.

Canadian economic conditions were influenced by trade policy developments and domestic political uncertainty during the first half of 2025. Trump administration tariffs created challenges for the Canadian economy, compounded by federal election dynamics. Recent positive developments include Canada’s decision to eliminate its digital services tax on U.S. technology companies to facilitate trade discussions, which has supported the Canadian dollar. The U.S. One Big Beautiful Bill Act dominated second quarter policy discussions, implementing job reshoring initiatives and tax reductions for high earners and corporations while cutting Medicaid and federal research spending. Independent analyses suggest these measures could increase the federal deficit by \$3-4 trillion over ten years, contributing to concerns about fiscal sustainability and upward pressure on long-term bond yields.

Looking ahead to the third quarter, our preference for equity allocations while minimizing cash positions. The first quarter correction improved valuations across asset classes, while the subsequent tariff pause enabled the second quarter rally to new highs. Sustained progress will likely depend on trade negotiations and improved global policy clarity. Currency analysis suggests modest support for the Canadian dollar, which continues trading below long-term fair value estimates relative to economic fundamentals.

Related Party Transactions

Genus Capital Management Inc. (the “**Manager**”) is the manager and portfolio advisor of the Fund and is responsible for the Fund’s day-to-day operations. The Manager is considered a related party of the fund. The Fund pays the Manager a management fee as compensation for its services in respect of Series F units. The annualized management fee for the Series F units is 0.65% (subject to applicable taxes). During the six-month period ended June 30, 2025, the Series F units paid \$7,364 in management fees as payable to the Manager during the period.

Financial Highlights

The Fund's Net Assets per Unit⁽¹⁾

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years ended December 31 and the six-month period ended June 30, 2025. The Fund was previously a reporting issuer from October 23, 2017 to September 6, 2019, and became a reporting issuer again on January 19, 2024.⁽²⁾

Series F ⁽²⁾	2025 Jun 30	2024 Dec 31	2023 Dec 31	2022 Dec 31	2021 Dec 31	2020 Dec 31
Net asset value, beginning of period	\$ 124.86	\$ 130.57	\$ -	\$ -	\$ -	\$ -
Increase (decrease) from operations:						
Total revenue	1.43	(1.73)	-	-	-	-
Total expenses	(0.88)	(7.51)	-	-	-	-
Realized gains (losses) for the period	(1.69)	49.51	-	-	-	-
Unrealized gains (losses) for the period	9.95	(163.00)	-	-	-	-
Total increase (decrease) from operations⁽³⁾	8.81	(122.73)	-	-	-	-
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	(1.34)	-	-	-	-
From capital gains	-	(10.91)	-	-	-	-
Return of capital	-	-	-	-	-	-
Total Annual Distributions⁽⁴⁾	-	(12.25)	-	-	-	-
Net asset value, end of period	\$133.75	\$124.86	\$ -	\$ -	\$ -	\$ -

Series O *	2025 Jun 30	2024 Dec 31	2023 Dec 31	2022 Dec 31	2021 Dec 31	2020 Dec 31
* Series O units are only offered by way of private placement						
Net asset value, beginning of period	\$125.57	\$129.05	\$116.77	\$130.01	\$127.71	\$108.34
Increase (decrease) from operations:						
Total revenue	1.44	2.58	2.41	2.54	2.91	1.75
Total expenses	(0.47)	(0.83)	(1.30)	(0.89)	(1.16)	(0.70)
Realized gains (losses) for the period	(1.67)	12.43	7.68	(4.92)	21.45	10.10
Unrealized gains (losses) for the period	10.12	(6.40)	12.59	(8.14)	(5.32)	16.71
Total increase (decrease) from operations⁽³⁾	9.42	7.78	21.38	(11.41)	17.88	27.86
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	(1.34)	(2.57)	(1.92)	(2.06)	(1.28)
From capital gains	-	(10.98)	(6.53)	-	(13.42)	(8.86)
Return of capital	-	-	-	-	-	-
Total Annual Distributions⁽⁴⁾	-	(12.32)	(9.10)	(1.92)	(15.48)	(10.14)
Net asset value, end of period	\$134.98	\$125.57	\$129.05	\$116.77	\$130.01	\$127.71

⁽¹⁾ This information is derived from the Fund's audited annual financial statements and unaudited interim financial statements.

⁽²⁾ 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 until January 19, 2024, when the Fund became a public mutual fund again and since then has offered Series F units publicly.

⁽³⁾ Net assets attributable to holders of units and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial periods. These tables are not intended to be a reconciliation of the net assets per unit as set out in the Fund's financial statements.

⁽⁴⁾ Distributions are reinvested in additional units of the Fund or paid in cash.

Financial Highlights (cont.)

Ratios and Supplemental Data

Series F ⁽¹⁾	2025 Jun 30	2024 Dec 31	2023 Dec 31	2022 Dec 31	2021 Dec 31	2020 Dec 31
Total net asset value ⁽²⁾	\$2,281,428	\$2,210,151	\$ -	\$ -	\$ -	\$ -
Number of units outstanding ⁽²⁾	17,058	17,701	-	-	-	-
Management expense ratio ⁽³⁾	0.87%	0.77%	-	-	-	-
Management expense ratio before waivers or absorptions	0.87%	0.77%	-	-	-	-
Trading expense ratio ⁽⁴⁾	0.31%	0.38%	-	-	-	-
Portfolio turnover rate ⁽⁵⁾	67.73%	142.26%	-	-	-	-
Net asset value per unit	\$133.75	\$124.86	-	-	-	-

Series O*	2025 Jun 30	2024 Dec 31	2023 Dec 31	2022 Dec 31	2021 Dec 31	2020 Dec 31
* Series O units are only offered by way of private placement						
Total net asset value ⁽²⁾	\$115,995,616	\$106,503,942	\$78,309,264	\$63,132,147	\$71,546,065	\$52,396,131
Number of units outstanding ⁽²⁾	859,362	848,155	606,802	540,676	550,326	410,259
Management expense ratio ⁽³⁾	0.19%	0.21%	0.25%	0.22%	0.20%	0.35%
Management expense ratio before waivers or absorptions	0.19%	0.21%	0.25%	0.22%	0.20%	0.35%
Trading expense ratio ⁽⁴⁾	0.31%	0.38%	0.24%	0.26%	0.36%	0.25%
Portfolio turnover rate ⁽⁵⁾	67.73%	142.26%	122.58%	119.28%	124.26%	111.60%
Net asset value per unit	\$134.98	\$125.57	\$129.05	\$116.77	\$130.01	\$127.71

⁽¹⁾ 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 until January 19, 2024, when the Fund became a public mutual fund again and since then has offered Series F units publicly.

⁽²⁾ This information is provided as at the date shown.

⁽³⁾ Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of the daily average net asset value during the period.

⁽⁴⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁵⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Management Fees

The Fund pays the Manager a management fee as compensation for its services in respect of Series F units of the Fund. Management fees in respect of Series F units are calculated at 0.65% of the net asset value of Series F units of the Fund on each valuation day (plus applicable taxes) and are paid on a quarterly basis. During the six-month period ended June 30, 2025, the Fund paid the Manager \$7,364 in management fees in respect of Series F units.

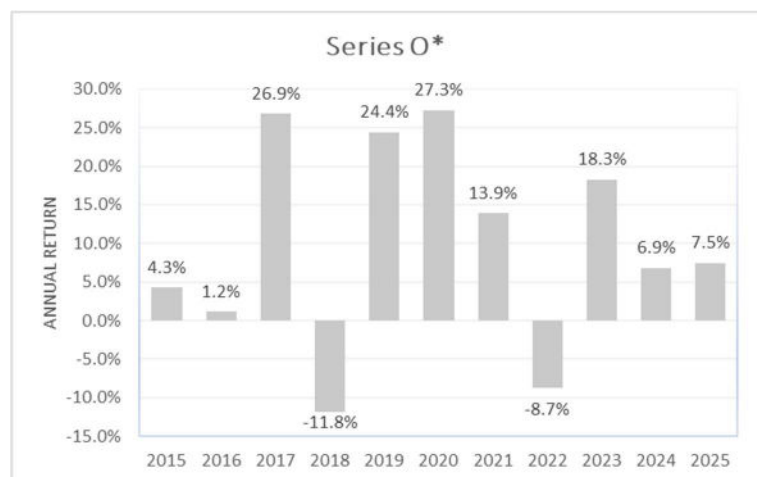
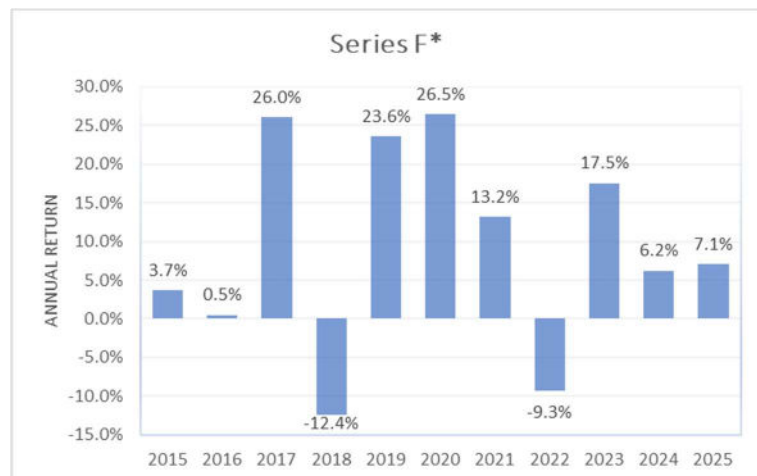
In respect of Series O units, no management fees are paid by the Fund. Each holder of Series O units pays the Manager a negotiated management fee outside of the Fund.

Past Performance

The following charts show how the Fund has performed in the past and can help you understand the risks of investing in the Fund. These returns include the reinvestment of all distributions in additional units of the Fund and would be lower if an investor did not reinvest distributions. They do not include deduction of sales, switch, redemption, distribution or other optional charges (which dealers may charge) or income taxes payable, and these returns would be lower if they did. The Fund's past performance does not necessarily indicate how it will perform in the future.

Year-by-Year Returns

The bar charts show the Fund's return of Series F and Series O units for each of the financial years shown. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the respective periods.



* Note: For the 12-month period ended December 31 and the 6-month period ended June 30, 2025.

Summary of Investment Portfolio

As at June 30, 2025

Summary of Investment Portfolio

Top 25 Holdings	Percentage of Net Asset Value (%)
NVIDIA Corp.	5.8
Gilead Sciences Inc.	3.8
Flex Ltd.	3.8
Siemens Energy AG	3.7
Kimberly-Clark Corp.	3.6
International Business Machines Corp.	3.6
Cash and Cash Equivalents	3.5
Essity AB	3.4
Insulet Corp.	3.3
Texas Instruments Inc.	3.2
Rivian Automotive Inc.	3.1
GE Vernova Inc.	3.1
Quanta Services Inc.	2.9
Klepierre SA	2.9
Steel Dynamics Inc.	2.8
American Water Works Co., Inc.	2.7
F5 Inc.	2.7
ACS Actividades de Construcción y Servicios SA	2.5
First Capital Real Estate Investment Trust	2.4
Analog Devices Inc.	2.4
Balfour Beatty PLC	2.4
Pearson PLC	2.3
Alnylam Pharmaceuticals Inc.	2.1
Stantec Inc.	2.1
Azbil Corp.	2.0
	76.1
Total Net Asset Value	\$118,277,044

Portfolio by Category

Sector	Percentage of Net Asset Value (%)
Information Technology	24.9
Industrials	17.6
Health Care	15.5
Materials	9.2
Consumer Staples	8.4
Real Estate	7.9
Consumer Discretionary	6.5
Utilities	5.6
Derivatives - Long	0.1
Derivatives - Short	(0.3)
Cash	3.5
Other Assets (Liabilities)	1.1
	100.0

Geographical Allocation	Percentage of Net Asset Value (%)
United States	57.4
United Kingdom	7.5
Canada	6.1
Sweden	4.9
Japan	4.8
Singapore	3.8
Germany	3.7
Spain	3.5
France	2.9
Finland	1.0
Derivatives - Long	0.1
Derivatives - Short	(0.3)
Cash	3.5
Other Assets (Liabilities)	1.1
	100.0

The Fund's investment portfolio may change due to ongoing portfolio transactions of the Fund. Quarterly updates are available within 60 days of each quarter end where an annual or interim report is not published at <https://genuscap.com/for-advisors/>.

Other Material Information

The Fund has received exemptive relief from applicable Canadian securities regulatory authorities that permits the Fund to include in its sales communications, Fund Facts and annual and interim management reports of Fund performance data relating to Series F units for periods prior to the Fund becoming a reporting issuer. In addition, the exemptive relief permits the Fund to disclose performance data in sales communications and the Fund Facts for Series F units that shows how Series O units of the Fund have performed during periods in which the Fund was not a reporting issuer. Series O units have only been offered on a private placement basis. The relief is subject to certain conditions, including that the Fund provide investors with certain disclosure regarding the inclusion of performance data for periods prior to the Fund becoming a reporting issuer.

This Management Report of Fund Performance may contain forward-looking statements relating to anticipated results or expectations. Forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. Forward-looking statements are not guarantees of future performance. We caution you not to place undue reliance on this report, as a number of factors could cause actual future results or events to differ materially from expectations and estimates expressed or implied in any forward-looking statements. Actual results may differ from management expectations for a variety of reasons, including but not limited to market and general economic conditions, interest rates, regulatory and statutory developments. The above-mentioned list of factors is not exhaustive. You should carefully consider these factors and the inherent uncertainty of forward-looking statements before making any investment decisions. Further, you should be aware that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.