

### Fund Overview

The fund objective is to generate attractive risk-adjusted returns with minimum volatility by investing primarily in Canadian leases and loans backed by secured, hard asset receivables that amortize and generate current cash flow. The fund will provide access to both leases and loans originated by Chesswood Group subsidiaries as well as third-party originators.

### Fund Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	-	0.67%	0.96%	0.76%	0.66%								3.16%

### Fund Commentary

The Chesswood Canadian Asset-Backed Credit Fund returned 0.66% for May 2023 or 3.16% year-to date (inclusive of distributions). The fund experienced a high level of pre-payments and paydowns within its business loan and non-prime auto portfolios and while this is positive from a credit risk perspective, it created higher than typical cash drag for the month.

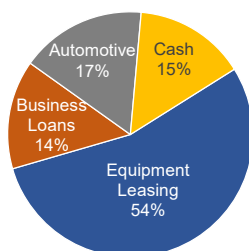
Central banks continue to react to stubbornly high inflation data with a surprise rate hike from the Bank of Canada (BoC) in June. As previously mentioned, we continue to expect further rate hikes in Canada and globally so long as inflation and aggregate demand remain resilient to tightening monetary policy. This should translate towards a modest increase in yield for the fund as we reinvest in new leases and loans. However, pressure on affordability is becoming evident within the consumer space as witnessed by rising consumer proposals and bankruptcy filings. To date, delinquencies are relatively low within our portfolio and not yet translating to charge-offs, particularly in our prime commercial equipment segment.

Interestingly, the visibility we have within the near-prime auto lending space has shown a material increase in industry volumes, likely a function of borrowers previously considered prime now falling into the near-prime category ('fallen angels'). These are borrowers that have previously demonstrated a strong track record of servicing their debts and are now offering attractive full-cycle risk-adjusted yields. We are excited to take advantage of these temporary credit profile dislocations by adding exposure within our near-prime auto portfolio.

### Fund Statistics

**Fund AUM:** C\$14.3M

#### Asset Mix



#### Equipment Concentration

Total Number of Contracts	520
Current Average Discounted Contract Balance	\$24,879
Average Duration (in Months)	44.4 Months
Leverage <sup>(1)</sup>	0.8x

#### Delinquency Summary (% of Contract Balance)

Current	99.42%
31 - 60 days past due	0.30%
61 - 90 days past due	0.28%
91 - 120 days past due	0.00%
120+ days past due	0.00%

(1) Credit Leverage defined as the sum of all private credit assets / AUM

### Fund Information

Inception Date	January 3, 2023	Management Fee	1.50%
Structure	Limited Partnership	Liquidity	5% Quarterly Unit Repurchase Plan <sup>(2)</sup>
Minimum Initial Investment	\$250,000	Administrator	SS&C Fund Administration Company
Minimum Subsequent Purchase	\$100,000	Auditor	KPMG LLP
Pricing Frequency	Monthly		
Distribution Frequency	Quarterly		

(2) 1-year lockup period; up to 5% of NAV

### Contact

<b>Max Torokvei</b> , CEO of Waypoint Investment Partners	mtorokvei@waypointinvestmentpartners.com	416-960-7683
<b>Chris Nunes</b> , Director of Operations & Client Service	cnunes@waypointinvestmentpartners.com	416-960-7690
<b>Michael Lindblad</b> , VP, Wealth Management	mlindblad@waypointinvestmentpartners.com	416-200-4457

1133 Yonge Street | Suite 603 | Toronto, ON | M4T 2Y7

**IMPORTANT:** This report is provided to you for informational purposes only. This report is not, and is not to be construed as, an offer to sell or solicitation of an offer to buy any securities and/or commodity futures contracts. Past performance or simulated past performance is not a reliable indicator of future results. Forecasts are not a reliable indicator of future performance. The securities mentioned in this report may neither be suitable for all investors nor eligible for sale in some jurisdictions where the report is distributed. The information and opinions contained herein have been compiled or arrived at from sources believed reliable, however, Waypoint Investment Partners makes no representation or warranty, express or implied, as to their accuracy or completeness. Waypoint Investment Partners has policies designed to make best efforts to ensure that the information contained in this report is current as of the date of this report, unless otherwise specified. Any prices that are stated in this report are for informational purposes only. Waypoint Investment Partners makes no representation that any transaction may be or could have been effected at those prices. Any opinions expressed herein are those of the author(s) and are subject to change without notice. Performance shown for periods of less than one year is non-annualized.

Waypoint Investment Partners accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report and all the information, opinions, and conclusions contained in it are protected by copyright. This report may not be reproduced in whole or in part, or referred to in any manner whatsoever, nor may the information, opinions, and conclusions contained in it be referred to without the prior express consent of Waypoint Investment Partners.