



Portland Investment Counsel®

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PORTLAND ALTERNATIVE MUTUAL FUNDS  
**ANNUAL FINANCIAL REPORT**

SEPTEMBER 30, 2023

# PORTLAND ALTERNATIVE MUTUAL FUNDS ANNUAL FINANCIAL REPORT

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## Chairman's Message



*"In battle, in forest, at the precipice in the mountains,  
On the dark great sea, in the midst of javelins and arrows,  
In sleep, in confusion, in the depths of shame,  
The good deeds a man has done before defend him."*

– J. Robert Oppenheimer

Amidst a backdrop of enduring wisdom and historic achievement, I stand before you to reflect upon the path we have travelled and the journey that lies ahead.

On Monday, July 16, 1945, a couple of days after J. Robert Oppenheimer uttered the above Sanskrit verse, at precisely 5:30 a.m., the Trinity test illuminated the New Mexico desert. Recognized as one of the greatest scientific achievements, the successful detonation of the world's first nuclear weapon marked the dawn of the Atomic Age. The awe-inspiring power of the atom initially harnessed for the purpose of ending a war, soon transitioned into a force for peace and progress. By 1951, the Experimental Breeder Reactor No. 1 produced electricity, and in 1957, the Shippingport Atomic Power Station began lighting homes. The subsequent decades saw nuclear power play a crucial role in meeting the world's energy needs.

Today, we find ourselves in the midst of a nuclear "renaissance." The business and investment case for nuclear is compelling. If you want to build a long-term sustainable business, it must meet the needs of society, not just the commercial demand for the products or services. Nuclear technology is increasingly used to solve some of humankind's existential threats: combating cancer through diagnostic and therapeutic radioisotopes, responding to climate change, and the unsustainable use of fossil fuels. In this era of innovation, nuclear energy serves as a potential cornerstone for a sustainable future, offering a hub of baseload power, complemented by renewable energy sources.

Much like the transformational power of nuclear energy, each of us possesses the capacity to shape and influence the world around us. We are not just investors, entrepreneurs, or participants in the story, our behaviours, endeavours and investments form the foundation for future generations. Whenever there is a shift in the dominant source of energy, typically there is a shift in economic power.

At Portland Investment Counsel Inc. (Portland), our actions are deliberate and grounded in our effort to fulfill our mantra of "Doing Well, by Doing Good." Social, political, and economic volatility and uncertainty continue to reshape and redefine life and business. While it continues to be unsettling for many, it has only sharpened our focus and unearthed new investment opportunities. The ability to find such opportunities amid crisis is a skill we have honed and a mindset we have adopted on our journey. I embrace the present with the knowledge that "In the middle of difficulty, there is opportunity. The bigger the difficulty, the bigger the opportunity." – Albert Einstein.

In this ever-changing investment landscape, we stand firm in our mission to promote a culture of informed decision-making and strategic foresight. We understand that wealth creation is not a solitary endeavor, rather, it is an intricate dance between opportunity and acumen. At Portland, we continue to explore innovative avenues, leveraging our expertise and industry collaborations to unlock the potential of alternative investment strategies.

We extend our gratitude to each of you for entrusting us with your investments, and we pledge to navigate the evolving investment landscape with integrity, insight, and an unwavering commitment to your financial success.

Thank you,

***"Michael Lee-Chin"***

Director, Executive Chairman, CEO and Portfolio Manager  
Portland Investment Counsel Inc.

### Notes

*Certain statements included in this message constitute forward-looking statements, including those identified by the expressions "may", "should", "will", "anticipate", "believe", "plan", "predict", "estimate", "expect", "intend" and similar expressions. These forward-looking statements are not historical facts, but reflect the current expectations of the Executive Chairman regarding future results or events. These forward-looking statements are subject to a number of risks, uncertainties, assumptions and other factors that could cause actual results or events to differ materially from current expectations. There is no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, except as required by securities legislation.*

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## Management's Responsibility for Financial Reporting

The accompanying financial statements of Portland 15 of 15 Alternative Fund, Portland Global Alternative Fund, Portland Life Sciences Alternative Fund and Portland Replacement of Fossil Fuels Alternative Fund (collectively the Funds) have been prepared by Portland Investment Counsel Inc. (the Manager) in its capacity as manager of the Funds. The Manager of the Funds is responsible for the information and representations contained in these financial statements. The Board of Directors of the Manager, in its capacity as trustee of the Funds, have approved these financial statements.

The Manager 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 which management believes are appropriate for the Funds are described in note 3 to these financial statements.

KPMG LLP is the external auditor of the Funds. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to the Unitholders, their opinion on the financial statements. Their report is attached.

*"Michael Lee-Chin"*

**Michael Lee-Chin,  
Director  
December 12, 2023**

*"Robert Almeida"*

**Robert Almeida,  
Director  
December 12, 2023**



**KPMG LLP**

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**INDEPENDENT AUDITOR'S REPORT**

To the Unitholders of:

Portland 15 of 15 Alternative Fund  
Portland Global Alternative Fund  
Portland Life Sciences Alternative Fund  
Portland Replacement of Fossil Fuels Alternative Fund  
(Collectively, the "Funds")

***Opinion***

We have audited the financial statements of the Funds, which comprise:

- the statements of financial position as at September 30, 2023 and September 30, 2022
- the statements of comprehensive income (loss) for the applicable periods ended
- the statements of changes in net assets attributable to holders of redeemable units for the applicable periods ended
- the statements of cash flows for the applicable periods ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at September 30, 2023 and September 30, 2022, and their financial performance and their cash flows for the applicable periods ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB).

***Basis for Opinion***

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our auditor's report.

We are independent of the Funds in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.



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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### ***Other Information***

Management is responsible for the other information. Other information comprises:

- the information included in the Management Reports of Fund Performance filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audits and remain alert for indications that the other information appears to be materially misstated.

We obtained the Management Reports of Fund Performance filed with the relevant Canadian Securities Commissions as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.



We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants, Licensed Public Accountants

Toronto, Canada

December 12, 2023

## Statements of Financial Position

As at September 30,	2023		2022	
<b>Assets</b>				
Cash and cash equivalents	\$	3,027,833	\$	3,409,901
Margin accounts (note 11)		50,989		-
Subscriptions receivable		25,445		8,734
Interest receivable		173		-
Dividends receivable		2,773		10,130
Investments (note 5)		25,081,157		14,778,126
		28,188,370		18,206,891
<b>Liabilities</b>				
Management fees payable		36,904		25,127
Expenses payable		13,169		9,024
Redemptions payable		38,673		-
		88,746		34,151
<b>Net Assets Attributable to Holders of Redeemable Units</b>	<b>\$</b>	<b>28,099,624</b>	<b>\$</b>	<b>18,172,740</b>
<b>Net Assets Attributable to Holders of Redeemable Units Per Series</b>				
Series A		18,452,589		12,227,838
Series F		9,647,035		5,944,902
	<b>\$</b>	<b>28,099,624</b>	<b>\$</b>	<b>18,172,740</b>
<b>Number of Redeemable Units Outstanding (note 6)</b>				
Series A		1,985,325		1,776,964
Series F		945,250		793,934
<b>Net Assets Attributable to Holders of Redeemable Units Per Unit</b>				
Series A	\$	9.29	\$	6.88
Series F	\$	10.21	\$	7.49

Approved by the Board of Directors of Portland Investment Counsel Inc.

*"Michael Lee-Chin"*

Director

*"Robert Almeida"*

Director

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



## Statements of Comprehensive Income (Loss)

For the years ended September 30,	2023	2022
<b>Income</b>		
Net gain (loss) on investments and derivatives		
Dividends	\$ 120,178	\$ 36,432
Interest for distribution purposes	111,012	50,380
Net realized gain (loss) on investments	(644,655)	(167,583)
Change in unrealized appreciation (depreciation) on investments	7,504,370	(3,342,004)
	<u>7,090,905</u>	<u>(3,422,775)</u>
<b>Other income</b>		
Foreign exchange gain (loss) on cash and other net assets	23,424	(1,082)
<b>Total income (loss)</b>	<u>7,114,329</u>	<u>(3,423,857)</u>
<b>Expenses</b>		
Management fees (note 8)	366,761	309,659
Performance fees (note 8)	245,159	45,228
Unitholder reporting costs	130,512	186,055
Audit fees	27,030	23,082
Withholding tax expense	20,188	3,055
Transaction costs	15,872	5,519
Custodial fees	11,550	13,267
Independent review committee fees	2,364	2,539
Interest expense and bank charges	848	21
Legal fees	269	13,477
Total operating expenses	<u>820,553</u>	<u>601,902</u>
Less: expenses absorbed by Manager	(41,699)	(126,771)
Net operating expenses	<u>778,854</u>	<u>475,131</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<u>\$ 6,335,475</u>	<u>\$ (3,898,988)</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series</b>		
Series A	\$ 4,328,119	\$ (2,628,418)
Series F	\$ 2,007,356	\$ (1,270,570)
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Series A	\$ 2.34	\$ (1.58)
Series F	\$ 2.51	\$ (1.63)

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

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

For the years ended September 30,	2023		2022	
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Year</b>				
Series A	\$	12,227,838	\$	13,157,564
Series F		5,944,902		6,722,903
		<u>18,172,740</u>		<u>19,880,467</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>				
Series A		4,328,119		(2,628,418)
Series F		2,007,356		(1,270,570)
		<u>6,335,475</u>		<u>(3,898,988)</u>
<b>Redeemable Unit Transactions</b>				
Proceeds from redeemable units issued				
Series A		3,403,369		2,591,193
Series F		3,061,373		1,499,435
		<u>6,464,742</u>		<u>4,090,628</u>
Redemptions of redeemable units				
Series A		(1,506,736)		(892,502)
Series F		(1,366,597)		(1,006,865)
		<u>(2,873,333)</u>		<u>(1,899,367)</u>
<b>Net Increase (Decrease) from Redeemable Unit Transactions</b>		<u>3,591,409</u>		<u>2,191,261</u>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Year</b>				
Series A		18,452,590		12,227,838
Series F		9,647,034		5,944,902
	\$	<u>28,099,624</u>	\$	<u>18,172,740</u>

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

## Statements of Cash Flows

For the years ended September 30,	2023		2022	
<b>Cash Flows from Operating Activities</b>				
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$	6,335,475	\$	(3,898,988)
Adjustments for:				
Net realized (gain) loss on investments		644,655		167,583
Change in unrealized (appreciation) depreciation on investments		(7,504,370)		3,342,004
Unrealized foreign exchange (gain) loss on cash		89		(467)
(Increase) decrease in interest receivable		(173)		-
(Increase) decrease in dividends receivable		7,357		(4,694)
Increase (decrease) in management fees and expenses payable		15,922		(1,011)
Purchase of investments		(8,454,859)		(3,308,379)
Proceeds from sale of investments		5,011,543		920,038
<b>Net Cash Generated (Used) by Operating Activities</b>		<u>(3,944,361)</u>		<u>(2,783,914)</u>
<b>Cash Flows from Financing Activities</b>				
Change in margin account		(50,989)		-
Proceeds from redeemable units issued (note 3)		6,110,729		3,998,209
Amount paid on redemption of redeemable units (note 3)		(2,497,358)		(1,811,397)
<b>Net Cash Generated (Used) by Financing Activities</b>		<u>3,562,382</u>		<u>2,186,812</u>
Net increase (decrease) in cash and cash equivalents		(381,979)		(597,102)
Unrealized foreign exchange gain (loss) on cash		(89)		467
Cash and cash equivalents - beginning of year		3,409,901		4,006,536
<b>Cash and cash equivalents - end of year</b>		<u>3,027,833</u>		<u>3,409,901</u>
<b>Cash and cash equivalents comprise:</b>				
Cash at bank	\$	1,633,049	\$	3,409,901
Short-term investments		1,394,784		-
	<u>\$</u>	<u>3,027,833</u>	<u>\$</u>	<u>3,409,901</u>
<b>From operating activities:</b>				
Interest received, net of withholding tax	\$	110,839	\$	50,380
Dividends received, net of withholding tax	\$	107,347	\$	28,683
<b>From financing activities:</b>				
Interest paid	\$	(848)	\$	-

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

## Schedule of Investment Portfolio

As at September 30, 2023

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>EQUITIES</b>				
<b>Australia</b>				
984,088	Telix Pharmaceuticals Limited	\$ 2,910,277	\$ 9,797,064	34.9%
<b>British Virgin Islands</b>				
43,500	Nomad Foods Ltd.	1,153,174	899,257	3.2%
<b>Canada</b>				
12,669	Brookfield Asset Management Ltd.	527,041	573,704	
39,977	Brookfield Corporation	1,673,484	1,697,922	
9,285	Horizons Cash Maximizer ETF	936,038	1,011,601	
		3,136,563	3,283,227	11.7%
<b>France</b>				
2,260	LVMH Moet Hennessy Louis Vuitton SE, ADR	523,840	463,854	1.6%
<b>India</b>				
9,390	Reliance Industries Ltd.	742,132	712,947	2.5%
<b>Panama</b>				
57,000	Carnival Corporation	736,772	1,062,206	3.8%
<b>South Korea</b>				
535	Samsung Electronics Co., Ltd.	897,184	915,596	3.3%
<b>United States</b>				
161,170	Altice USA, Inc.	2,100,611	715,833	
2,530	Ares Management Corporation	115,955	353,500	
9,634	Berkshire Hathaway Inc., Class B	3,216,250	4,583,809	
3,590	D.R. Horton, Inc.	374,503	524,036	
5,252	Danaher Corporation	1,606,608	1,769,828	
		7,413,927	7,947,006	28.3%
	Total investment portfolio	17,513,869	25,081,157	89.3%
	Transaction costs	(27,501)	-	-
		\$ 17,486,368	25,081,157	89.3%
	Other assets less liabilities		3,018,467	10.7%
	<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS</b>		\$ 28,099,624	100.0%

**(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund may borrow on margin for the purposes of making investments. Collateral in the form of securities is required to secure the borrowing. Securities pledged as collateral have not been offset against the borrowing but are presented separately on the statements of financial position as investments that are pledged as collateral. The broker holding the collateral has the right to sell or re-pledge such securities in order to pay back the loan. However, the Fund does not have the right of offset. For the year ended September 30, 2023, the maximum borrowing in the Fund was \$1,833,423 (September 30, 2022: nil).

**(b) RISK MANAGEMENT**

Please see note 5 for a description of the various financial risks detailed below.

**Price Risk**

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2023 had been higher or lower by 10%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$2,508,116 (September 30, 2022: \$1,477,813). Actual results may differ from the above sensitivity analysis and the difference could be material.

**Concentration Risk**

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2023 and September 30, 2022:

By Geographic Region	September 30, 2023	September 30, 2022
Australia	34.9%	22.6%
United States	28.3%	25.6%
Canada	11.7%	26.7%
Cash & Cash Equivalents	10.9%	18.8%
Panama	3.8%	-
South Korea	3.3%	0.7%
British Virgin Islands	3.2%	1.6%
India	2.5%	0.2%
France	1.6%	-
Japan	(0.2%)	2.9%
Guernsey	-	1.0%
Other Net Assets (Liabilities)	-	(0.1%)
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

By Industry Sector	September 30, 2023	September 30, 2022
Health Care	41.2%	26.0%
Financials	25.7%	17.0%
Cash & Cash Equivalents	10.9%	18.8%
Consumer Discretionary	7.2%	1.8%
Exchange Traded Funds	3.6%	25.1%
Information Technology	3.3%	0.7%
Consumer Staples	3.2%	1.6%
Communication Services	2.6%	8.9%
Industrials	2.5%	0.2%
Other Net Assets (Liabilities)	(0.2%)	(0.1%)
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure as at September 30, 2023 and September 30, 2022 in Canadian dollar terms. The tables also illustrate the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 10% in relation to each of the other currencies, with all other variables held constant.

September 30, 2023	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	-	9,797,064	9,797,064	-	979,707	979,707
British Pound	1	-	1	-	-	-
Euro	254	-	254	25	-	25
United States Dollar	75,830	14,272,492	14,348,322	7,583	1,427,249	1,434,832
<b>Total</b>	<b>76,085</b>	<b>24,069,556</b>	<b>24,145,641</b>	<b>7,608</b>	<b>2,406,956</b>	<b>2,414,564</b>
% of net assets attributable to holders of redeemable units	0.3%	85.7%	86.0%	-	8.6%	8.6%

September 30, 2022	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	(1)	4,112,848	4,112,847	-	411,285	411,285
British Pound	1	-	1	-	-	-
United States Dollar	9,811	6,108,438	6,118,249	981	610,844	611,825
<b>Total</b>	<b>9,811</b>	<b>10,221,286</b>	<b>10,231,097</b>	<b>981</b>	<b>1,022,129</b>	<b>1,023,110</b>
% of net assets attributable to holders of redeemable units	-	56.3%	56.3%	-	5.6%	5.6%

## Interest Rate Risk

As at September 30, 2023 and September 30, 2022, the Fund did not have significant direct exposure to interest rate risk. The Fund has indirect exposure to interest rate risk through its investments in ETFs.

## Credit Risk

As at September 30, 2023 and September 30, 2022, the Fund had exposure to credit risk due to its holding of cash and cash equivalents, such as bankers acceptances. The Fund's cash accounts and bankers acceptances are maintained at financial institutions with a Standard & Poor's credit rating of A and therefore credit risk was deemed minimal.

## Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a portfolio of highly liquid equity securities. Redeemable units are redeemed on demand at the holder's option. All other obligations were due within three months from the financial reporting date.

## Leverage Risk

As at September 30, 2023 and September 30, 2022, the Fund did not have significant direct exposure to leverage risk.

## (c) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2023 and September 30, 2022:

September 30, 2023	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	25,081,157	-	-	25,081,157
<b>Total</b>	<b>25,081,157</b>	<b>-</b>	<b>-</b>	<b>25,081,157</b>

September 30, 2022	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	14,778,126	-	-	14,778,126
<b>Total</b>	<b>14,778,126</b>	<b>-</b>	<b>-</b>	<b>14,778,126</b>

**(d) STRUCTURED ENTITIES**

The Fund's investments in ETFs are susceptible to market price risk arising from uncertainties about the future values. The Manager makes investment decisions after its due diligence on the strategy and overall quality of the ETF's manager.

The Fund's investments in ETFs as at September 30, 2023 and September 30, 2022 is summarized below:

September 30, 2023	Investment at Fair Value (\$)	Net Asset Value (\$ millions)	% of Net Asset Value
Horizons Cash Maximizer ETF	1,011,601	3,002	-

  

September 30, 2022	Investment at Fair Value (\$)	Net Asset Value (\$ millions)	% of Net Asset Value
Horizons Cash Maximizer ETF	2,555,640	2,098	0.1%
Purpose High Interest Savings ETF	2,001,200	2,719	0.1%
Pershing Square Holdings Ltd	173,429	7,972	-

## Statements of Financial Position

As at September 30,	2023		2022	
<b>Assets</b>				
Cash	\$	29,952	\$	19,811
Margin accounts (note 11)		3,205		5,611
Subscriptions receivable		-		250
Dividends receivable		1,733		2,170
Investments (note 5)		1,196,931		1,371,706
Investments - pledged as collateral (note 5 and 11)		242,850		471,889
		<u>1,474,671</u>		<u>1,871,437</u>
<b>Liabilities</b>				
Borrowing (note 11)		174,148		336,000
Management fees payable		1,641		2,060
Expenses payable		1,406		1,784
Redemptions payable		5,226		315
		<u>182,421</u>		<u>340,159</u>
<b>Net Assets Attributable to Holders of Redeemable Units</b>	<b>\$</b>	<b>1,292,250</b>	<b>\$</b>	<b>1,531,278</b>
<b>Net Assets Attributable to Holders of Redeemable Units Per Series</b>				
Series A		774,735		1,023,056
Series F		517,515		508,222
		<u>\$ 1,292,250</u>		<u>\$ 1,531,278</u>
<b>Number of Redeemable Units Outstanding (note 6)</b>				
Series A		95,224		135,881
Series F		56,501		60,599
<b>Net Assets Attributable to Holders of Redeemable Units Per Unit</b>				
Series A	\$	8.14	\$	7.53
Series F	\$	9.16	\$	8.39

Approved by the Board of Directors of Portland Investment Counsel Inc.

*"Michael Lee-Chin"*

Director

*"Robert Almeida"*

Director

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



## Statements of Comprehensive Income (Loss)

For the years ended September 30,	2023	2022
<b>Income</b>		
Net gain (loss) on investments		
Dividends	\$ 42,897	\$ 46,860
Interest for distribution purposes	335	-
Net realized gain (loss) on investments	67,580	(11,849)
Change in unrealized appreciation (depreciation) on investments	73,427	(186,253)
	<u>184,239</u>	<u>(151,242)</u>
<b>Other income</b>		
Foreign exchange gain (loss) on cash and other net assets	3,365	(14,665)
<b>Total income (loss)</b>	<u>187,604</u>	<u>(165,907)</u>
<b>Expenses</b>		
Unitholder reporting costs	146,501	148,915
Audit fees	26,223	22,461
Management fees (note 8)	22,506	32,268
Interest expense and bank charges (note 11)	14,277	7,238
Withholding tax expense	5,410	6,004
Custodial fees	3,091	2,996
Independent review committee fees	2,294	2,471
Legal fees	261	13,114
Transaction costs	172	222
Performance fees (note 8)	-	6,776
Total operating expenses	<u>220,735</u>	<u>242,465</u>
Less: expenses absorbed by Manager	<u>(170,241)</u>	<u>(179,787)</u>
Net operating expenses	<u>50,494</u>	<u>62,678</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<u>\$ 137,110</u>	<u>\$ (228,585)</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series</b>		
Series A	\$ 89,583	\$ (129,914)
Series F	\$ 47,527	\$ (98,671)
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Series A	\$ 0.78	\$ (0.73)
Series F	\$ 0.81	\$ (2.98)

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

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

For the years ended September 30,	2023		2022	
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Year</b>				
Series A	\$	1,023,056	\$	1,900,821
Series F		508,222		74,049
		<u>1,531,278</u>		<u>1,974,870</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>				
Series A		89,583		(129,914)
Series F		47,527		(98,671)
		<u>137,110</u>		<u>(228,585)</u>
<b>Redeemable Unit Transactions</b>				
Proceeds from redeemable units issued				
Series A		8,106		-
Series F		-		539,571
		<u>8,106</u>		<u>539,571</u>
Redemptions of redeemable units				
Series A		(346,010)		(747,851)
Series F		(38,234)		(6,727)
		<u>(384,244)</u>		<u>(754,578)</u>
<b>Net Increase (Decrease) from Redeemable Unit Transactions</b>		<u>(376,138)</u>		<u>(215,007)</u>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Year</b>				
Series A		774,735		1,023,056
Series F		517,515		508,222
	\$	<u>1,292,250</u>	\$	<u>1,531,278</u>

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

## Statements of Cash Flows

For the years ended September 30,	2023		2022	
<b>Cash Flows from Operating Activities</b>				
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$	137,110	\$	(228,585)
Adjustments for:				
Net realized (gain) loss on investments		(67,580)		11,849
Change in unrealized (appreciation) depreciation on investments		(73,427)		186,253
Unrealized foreign exchange (gain) loss on cash		(97)		58
(Increase) decrease in dividends receivable		437		2,507
Increase (decrease) in management fees and expenses payable		(797)		(479)
Purchase of investments		(30,174)		(34,215)
Proceeds from sale of investments		574,995		285,880
<b>Net Cash Generated (Used) by Operating Activities</b>		<u>540,467</u>		<u>223,268</u>
<b>Cash Flows from Financing Activities</b>				
Increase (decrease) in borrowing		(161,852)		1,735
Change in margin account		2,406		(5,611)
Proceeds from redeemable units issued (note 3)		250		535,822
Amount paid on redemption of redeemable units (note 3)		(371,227)		(750,827)
<b>Net Cash Generated (Used) by Financing Activities</b>		<u>(530,423)</u>		<u>(218,881)</u>
Net increase (decrease) in cash and cash equivalents		10,044		4,387
Unrealized foreign exchange gain (loss) on cash		97		(58)
Cash and cash equivalents - beginning of year		19,811		15,482
<b>Cash and cash equivalents - end of year</b>		<u>29,952</u>		<u>19,811</u>
<b>Cash and cash equivalents comprise:</b>				
Cash at bank	\$	29,952	\$	19,811
<b>From operating activities:</b>				
Interest received, net of withholding tax	\$	335	\$	-
Dividends received, net of withholding tax	\$	37,924	\$	43,363
<b>From financing activities:</b>				
Interest paid	\$	(14,533)	\$	(6,404)

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

## Schedule of Investment Portfolio

As at September 30, 2023

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>EQUITIES</b>				
<b>Canada</b>				
380	BCE Inc.	\$ 23,300	\$ 19,703	
250	Canadian National Railway Company	28,785	36,773	
431	Fortis, Inc.	23,214	22,235	
160	Metro Inc.	9,510	11,286	
300	Royal Bank of Canada	25,725	35,610	
		110,534	125,607	9.7%
<b>Denmark</b>				
250	Coloplast A/S	47,284	35,985	2.8%
<b>France</b>				
250	Sanofi	33,901	36,432	2.8%
<b>Switzerland</b>				
200	Nestle S.A.	29,910	30,787	
280	Novartis AG	35,230	39,001	
70	Roche Holding AG	31,668	26,014	
		96,808	95,802	7.4%
<b>United Kingdom</b>				
1,050	Bunzl PLC	29,737	50,914	
1,260	Compass Group PLC	28,017	41,762	
800	Diageo PLC	36,180	40,224	
3,600	Legal & General Group PLC	16,767	13,274	
1,500	SSE PLC	35,870	40,022	
		146,571	186,196	14.4%
<b>United States</b>				
130	Alphabet Inc., Class A	10,705	23,106	
220	Alphabet Inc., Class C	19,708	39,399	
340	Amazon.com, Inc.	60,490	58,705	
150	American Tower Corporation	49,899	33,505	
160	Berkshire Hathaway Inc., Class B	41,929	76,127	
220	Cincinnati Financial Corporation	19,337	30,566	
300	Colgate-Palmolive Company	30,743	28,976	
380	Consolidated Edison, Inc.	41,476	44,145	
85	Costco Wholesale Corporation	36,990	65,225	
800	Hormel Foods Corporation	52,994	41,323	
217	Johnson & Johnson	43,985	45,906	
300	JPMorgan Chase & Co.	11,806	59,092	
184	Kenvue Inc.	6,021	5,018	
150	Kimberly-Clark Corporation	29,699	24,622	
150	McDonald's Corporation	39,229	53,673	
140	Microsoft Corporation	33,408	60,041	
140	Target Corporation	25,018	21,025	
110	The Clorox Company	30,528	19,581	
600	The Coca-Cola Company	39,823	45,621	
280	The Procter & Gamble Company	46,684	55,472	
210	The Walt Disney Company	30,563	23,118	
150	Visa Inc., Class A	39,398	46,862	
270	Walmart Inc.	47,460	58,651	
		787,893	959,759	74.3%
	Total investment portfolio	1,222,991	1,439,781	111.4%
	Transaction costs	(231)	-	-
		\$ 1,222,760	1,439,781	111.4%
	Liabilities less other assets		(147,531)	(11.4%)
	<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS</b>	\$	<b>1,292,250</b>	<b>100.0%</b>

**(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund may borrow on margin for the purposes of making investments. Collateral in the form of securities is required to secure the borrowing. Securities pledged as collateral have not been offset against the borrowing but are presented separately on the statements of financial position as investments that are pledged as collateral. The broker holding the collateral has the right to sell or re-pledge such securities in order to pay back the loan. However, the Fund does not have the right of offset. As at September 30, 2023, the amount borrowed was \$174,148 (September 30, 2022: \$336,000). For the year ended September 30, 2023, the maximum borrowing in the Fund was \$428,631 (September 30, 2022: \$465,470).

**(b) RISK MANAGEMENT**

Please see note 5 for a description of the various financial risks detailed below.

**Price Risk**

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2023 had been higher or lower by 10%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$143,978 (September 30, 2022: \$184,360). Actual results may differ from the above sensitivity analysis and the difference could be material.

**Concentration Risk**

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2023 and September 30, 2022:

By Geographic Region	September 30, 2023	September 30, 2022
United States	74.3%	78.3%
United Kingdom	14.4%	17.9%
Canada	9.7%	8.8%
Switzerland	7.4%	6.0%
France	2.8%	1.7%
Denmark	2.8%	3.2%
Other Net Assets (Liabilities)	(0.4%)	(0.1%)
Cash & Cash Equivalents	(11.0%)	(20.3%)
Germany	-	2.8%
Spain	-	1.7%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

By Industry Sector	September 30, 2023	September 30, 2022
Consumer Staples	34.5%	30.4%
Financials	20.2%	17.6%
Health Care	14.1%	15.3%
Consumer Discretionary	12.0%	15.5%
Communication Services	8.4%	10.4%
Utilities	8.2%	10.8%
Industrials	6.8%	6.3%
Information Technology	4.6%	11.2%
Real Estate	2.6%	2.9%
Other Net Assets (Liabilities)	(0.4%)	(0.1%)
Cash & Cash Equivalents	(11.0%)	(20.3%)
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

**Currency Risk**

The tables below indicate the foreign currencies to which the Fund had significant exposure as at September 30, 2023 and September 30, 2022 in Canadian dollar terms. The tables also illustrate the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 10% in relation to each of the other currencies, with all other variables held constant.

September 30, 2023	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
British Pound	5,883	186,196	192,079	588	18,620	19,208
Danish Krone	-	35,985	35,985	-	3,599	3,599
Euro	1	36,431	36,432	-	3,643	3,643
Swiss Franc	-	95,802	95,802	-	9,580	9,580
United States Dollar	(110,529)	959,759	849,230	(11,053)	95,976	84,923
<b>Total</b>	<b>(104,645)</b>	<b>1,314,173</b>	<b>1,209,528</b>	<b>(10,465)</b>	<b>131,418</b>	<b>120,953</b>
% of net assets attributable to holders of redeemable units	(8.1%)	101.7%	93.6%	(0.8%)	10.2%	9.4%

September 30, 2022	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
British Pound	6,882	273,996	280,878	688	27,400	28,088
Danish Krone	-	49,440	49,440	-	4,944	4,944
Euro	3,298	95,144	98,442	330	9,514	9,844
Norwegian Krone	680	-	680	68	-	68
Swiss Franc	1	91,286	91,287	-	9,129	9,129
United States Dollar	(144,150)	1,198,922	1,054,772	(14,415)	119,892	105,477
<b>Total</b>	<b>(133,289)</b>	<b>1,708,788</b>	<b>1,575,499</b>	<b>(13,329)</b>	<b>170,879</b>	<b>157,550</b>
% of net assets attributable to holders of redeemable units	(8.7%)	111.6%	102.9%	(0.9%)	11.2%	10.3%

### Interest Rate Risk

As at September 30, 2023, the Fund had significant direct exposure to interest rate risk from its use of borrowing. The amount borrowed as at September 30, 2023 was \$174,148 and was repayable on demand (September 30, 2022: \$336,000). If interest rates had doubled during the year ended September 30, 2023, interest expense would have been higher and ending net assets attributable to holders of redeemable units would have been lower by \$14,277 (September 30, 2022: \$7,229).

### Credit Risk

As at September 30, 2023 and September 30, 2022, the Fund did not have significant direct exposure to credit risk.

### Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a portfolio of highly liquid equity securities. Redeemable units are redeemed on demand at the holder's option. All other obligations were due within three months from the financial reporting date.

The main concentration of liquidity risk arises from the Fund's borrowing activities. Borrowings are repayable upon demand and are partially covered by collateral held on account at the broker with whom the borrowings are made.

### Leverage Risk

As at September 30, 2023, the amount borrowed was \$174,148 (September 30, 2022: \$336,000). The borrowing percentage (amount borrowed divided by total assets less liabilities) as at September 30, 2023 was 11.9% (September 30, 2022: 17.9%). Interest expense for the year ended September 30, 2023 was \$14,277 (September 30, 2022: \$7,229).

### (c) FAIR VALUE MEASUREMENTS

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2023 and September 30, 2022:

September 30, 2023	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities – Long	1,439,781	-	-	1,439,781
<b>Total</b>	<b>1,439,781</b>	<b>-</b>	<b>-</b>	<b>1,439,781</b>

September 30, 2022	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities – Long	1,843,595	-	-	1,843,595
<b>Total</b>	<b>1,843,595</b>	<b>-</b>	<b>-</b>	<b>1,843,595</b>

**(d) STRUCTURED ENTITIES**

As at September 30, 2023 and September 30, 2022, the Fund did not have any investments in structured entities.

## Statements of Financial Position

As at September 30,	2023	2022
<b>Assets</b>		
Cash and cash equivalents	\$ 522,356	\$ 755,059
Subscriptions receivable	500	-
Receivable for investments sold	-	70,811
Interest receivable	2	-
Investments (note 5)	2,485,005	840,675
	<u>3,007,863</u>	<u>1,666,545</u>
<b>Liabilities</b>		
Management fees payable	4,125	2,238
Expenses payable	1,421	705
Payable for investments purchased	-	141,936
	<u>5,546</u>	<u>144,879</u>
<b>Net Assets Attributable to Holders of Redeemable Units</b>	<u>\$ 3,002,317</u>	<u>\$ 1,521,666</u>
<b>Net Assets Attributable to Holders of Redeemable Units Per Series</b>		
Series A	2,107,170	1,284,764
Series F	895,147	236,902
	<u>\$ 3,002,317</u>	<u>\$ 1,521,666</u>
<b>Number of Redeemable Units Outstanding (note 6)</b>		
Series A	185,569	129,982
Series F	76,941	23,602
<b>Net Assets Attributable to Holders of Redeemable Units Per Unit</b>		
Series A	\$ 11.36	\$ 9.88
Series F	\$ 11.63	\$ 10.04

Approved by the Board of Directors of Portland Investment Counsel Inc.

*"Michael Lee-Chin"*

Director

*"Robert Almeida"*

Director

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



## Statements of Comprehensive Income (Loss)

For the years ended September 30,	2023	2022
<b>Income</b>		
Net gain (loss) on investments		
Dividends	\$ 3,605	\$ 597
Interest for distribution purposes	12,767	1,581
Change in unrealized appreciation (depreciation) on investments	309,593	34,521
	<u>325,965</u>	<u>36,699</u>
<b>Other income</b>		
Foreign exchange gain (loss) on cash and other net assets	432	(433)
<b>Total income (loss)</b>	<u>326,397</u>	<u>36,266</u>
<b>Expenses</b>		
Unitholder reporting costs	129,747	110,054
Performance fees (note 8)	47,909	267
Management fees (note 8)	37,723	17,270
Audit fees	27,030	24,490
Independent review committee fees	2,369	2,551
Transaction costs	2,127	531
Custodial fees	1,478	3,018
Withholding tax expense	535	89
Legal fees	270	13,855
Bank charges	6	2
Total operating expenses	<u>249,194</u>	<u>172,127</u>
Less: expenses absorbed by Manager	(148,598)	(148,378)
Net operating expenses	<u>100,596</u>	<u>23,749</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<u>\$ 225,801</u>	<u>\$ 12,517</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series</b>		
Series A	\$ 195,691	\$ 11,988
Series F	\$ 30,110	\$ 529
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Series A	\$ 1.26	\$ 0.15
Series F	\$ 0.73	\$ 0.03

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

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

For the years ended September 30,	2023		2022	
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Year</b>				
Series A	\$	1,284,764	\$	419,889
Series F		236,902		150,725
		<u>1,521,666</u>		<u>570,614</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>				
Series A		195,691		11,988
Series F		30,110		529
		<u>225,801</u>		<u>12,517</u>
<b>Redeemable Unit Transactions</b>				
Proceeds from redeemable units issued				
Series A		734,187		852,887
Series F		768,089		85,648
		<u>1,502,276</u>		<u>938,535</u>
Redemptions of redeemable units				
Series A		(107,472)		-
Series F		(139,954)		-
		<u>(247,426)</u>		<u>-</u>
<b>Net Increase (Decrease) from Redeemable Unit Transactions</b>				
		<u>1,254,850</u>		<u>938,535</u>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Year</b>				
Series A		2,107,170		1,284,764
Series F		895,147		236,902
	\$	<u>3,002,317</u>	\$	<u>1,521,666</u>

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

## Statements of Cash Flows

For the years ended September 30,	2023	2022
<b>Cash Flows from Operating Activities</b>		
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$ 225,801	\$ 12,517
Adjustments for:		
Change in unrealized (appreciation) depreciation on investments	(309,593)	(34,521)
Unrealized foreign exchange (gain) loss on cash	171	(171)
(Increase) decrease in interest receivable	(2)	-
Increase (decrease) in management fees and expenses payable	2,603	2,226
Purchase of investments	(1,476,674)	(545,787)
Proceeds from sale of investments	70,812	(70,811)
<b>Net Cash Generated (Used) by Operating Activities</b>	<u>(1,486,882)</u>	<u>(636,547)</u>
<b>Cash Flows from Financing Activities</b>		
Proceeds from redeemable units issued (note 3)	1,501,776	964,981
Amount paid on redemption of redeemable units (note 3)	(247,426)	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<u>1,254,350</u>	<u>964,981</u>
Net increase (decrease) in cash and cash equivalents	(232,532)	328,434
Unrealized foreign exchange gain (loss) on cash	(171)	171
Cash and cash equivalents - beginning of year	755,059	426,454
<b>Cash and cash equivalents - end of year</b>	<u>522,356</u>	<u>755,059</u>
<b>Cash and cash equivalents comprise:</b>		
Cash at bank	\$ 123,364	\$ 755,059
Short-term investments	398,992	-
	<u>\$ 522,356</u>	<u>\$ 755,059</u>
<b>From operating activities:</b>		
Interest received, net of withholding tax	\$ 12,765	\$ -
Dividends received, net of withholding tax	\$ 3,070	\$ -

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

## Schedule of Investment Portfolio

As at September 30, 2023

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>EQUITIES</b>				
<b>Australia</b>				
234,235	Clarity Pharmaceuticals Limited	\$ 161,282	\$ 239,329	
57,176	Telix Pharmaceuticals Limited	279,465	569,214	
		440,747	808,543	26.9%
<b>Canada</b>				
2,830	Horizons Cash Maximizer ETF	299,315	308,329	10.3%
<b>Cayman Islands</b>				
600	BeiGene, Ltd. - ADR	171,710	146,585	4.9%
<b>United States</b>				
500	Amgen Inc.	148,900	182,522	
2,000	Arvinas, Inc.	78,002	53,352	
3,500	BridgeBio Pharma, Inc.	46,490	125,360	
150	Danaher Corporation	47,712	50,547	
1,700	Fate Therapeutics, Inc.	59,928	4,895	
900	Guardant Health, Inc.	56,320	36,233	
2,500	IGM Biosciences, Inc.	47,963	28,353	
15,000	Iovance Biotherapeutics, Inc.	141,094	92,701	
2,000	Lantheus Holdings, Inc.	154,517	188,742	
20,000	POINT Biopharma Global Inc.	171,152	181,191	
4,500	RadNet, Inc.	132,645	172,300	
2,500	Relay Therapeutics, Inc.	66,381	28,557	
2,000	Schrodinger, Inc.	84,596	76,795	
		1,235,700	1,221,548	40.7%
	Total investment portfolio	2,147,472	2,485,005	82.8%
	Transaction costs	(3,416)	-	-
		\$ 2,144,056	2,485,005	82.8%
	Other assets less liabilities		517,312	17.2%
	<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS</b>		<b>\$ 3,002,317</b>	<b>100.0%</b>

**(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund may borrow on margin for the purposes of making investments. Collateral in the form of securities is required to secure the borrowing. Securities pledged as collateral have not been offset against the borrowing but are presented separately on the statements of financial position as investments that are pledged as collateral. The broker holding the collateral has the right to sell or re-pledge such securities in order to pay back the loan. However, the Fund does not have the right of offset. As at September 30, 2023 and September 30, 2022, there was no borrowing in the Fund.

**(b) RISK MANAGEMENT**

Please see note 5 for a description of the various financial risks detailed below.

**Price Risk**

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2023 had been higher or lower by 10%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$248,501 (September 30, 2022: \$84,068). Actual results may differ from the above sensitivity analysis and the difference could be material.

**Concentration Risk**

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2023 and September 30, 2022:

By Geographic Region	September 30, 2023	September 30, 2022
United States	40.7%	37.3%
Australia	26.9%	17.9%
Cash & Cash Equivalents	17.4%	49.6%
Canada	10.3%	-
Cayman Islands	4.9%	-
Other Net Assets (Liabilities)	(0.2%)	(4.8%)
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

By Industry Sector	September 30, 2023	September 30, 2022
Biotechnology	45.3%	38.6%
Cash & Cash Equivalents	17.4%	49.6%
Exchange Traded Funds	10.3%	-
Pharmaceuticals	9.7%	2.2%
Health Care Services	6.9%	8.1%
Health Care Supplies	6.3%	3.8%
Health Care Technology	2.6%	2.5%
Life Sciences Tools & Services	1.7%	-
Other Net Assets (Liabilities)	(0.2%)	(4.8%)
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

**Currency Risk**

The tables below indicate the foreign currencies to which the Fund had significant exposure as at September 30, 2023 and September 30, 2022 in Canadian dollar terms. The tables also illustrate the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 10% in relation to each of the other currencies, with all other variables held constant.

September 30, 2023	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	-	808,543	808,543	-	80,854	80,854
United States Dollar	1,463	1,368,133	1,369,596	146	136,813	136,959
<b>Total</b>	<b>1,463</b>	<b>2,176,676</b>	<b>2,178,139</b>	<b>146</b>	<b>217,667</b>	<b>217,813</b>
<b>% of net assets attributable to holders of redeemable units</b>	<b>-</b>	<b>72.5%</b>	<b>72.5%</b>	<b>-</b>	<b>7.2%</b>	<b>7.2%</b>

September 30, 2022	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	-	272,888	272,888	-	27,289	27,289
United States Dollar	1	567,787	567,788	-	56,779	56,779
<b>Total</b>	<b>1</b>	<b>840,675</b>	<b>840,676</b>	<b>-</b>	<b>84,068</b>	<b>84,068</b>
% of net assets attributable to holders of redeemable units	0.1%	55.2%	55.3%	-	5.5%	5.5%

### Interest Rate Risk

As at September 30, 2023 and September 30, 2022, the Fund did not have significant direct exposure to interest rate risk.

### Credit Risk

As at September 30, 2023 and September 30, 2022, the Fund had exposure to credit risk due to its holding of cash. The Fund's cash accounts are maintained at a financial institution with a Standard & Poor's credit rating of A and therefore credit risk is deemed minimal.

### Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a portfolio of highly liquid equity securities. Redeemable units are redeemed on demand at the holder's option. All other obligations were due within three months from the financial reporting date.

### Leverage Risk

As at September 30, 2023 and September 30, 2022, the Fund did not have significant direct exposure to leverage risk as borrowing was nil.

### (c) FAIR VALUE MEASUREMENTS

The following tables illustrates the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2023 and September 30, 2022:

September 30, 2023	Assets (Liabilities)			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities - Long	2,485,005	-	-	2,485,005
<b>Total</b>	<b>2,485,005</b>	<b>-</b>	<b>-</b>	<b>2,485,005</b>

September 30, 2022	Assets (Liabilities)			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities - Long	840,675	-	-	840,675
<b>Total</b>	<b>840,675</b>	<b>-</b>	<b>-</b>	<b>840,675</b>

### (d) STRUCTURED ENTITIES

The Fund's investments in ETFs are susceptible to market price risk arising from uncertainties about the future values. The Manager makes investment decisions after its due diligence on the strategy and overall quality of the ETF's manager.

The Fund's investments in ETFs as at September 30, 2023 is summarized below. As of September 30, 2022, the Fund did not have any investments in structured entities.

September 30, 2023	Investment at Fair Value (\$)	Net Asset Value (\$ millions)	% of Net Asset Value
Horizons Cash Maximizer ETF	308,329	3,002	-

## Statement of Financial Position

As at September 30,	2023
<b>Assets</b>	
Cash and cash equivalents	\$ 854,127
Investments (note 5)	1,606,420
	<u>2,460,547</u>
<b>Liabilities</b>	
Management fees payable	2,656
Expenses payable	1,119
	<u>3,775</u>
<b>Net Assets Attributable to Holders of Redeemable Units</b>	<b>\$ 2,456,772</b>
<b>Net Assets Attributable to Holders of Redeemable Units Per Series</b>	
Series A	1,105,357
Series F	1,351,415
	<u>\$ 2,456,772</u>
<b>Number of Redeemable Units Outstanding (note 6)</b>	
Series A	108,549
Series F	132,050
<b>Net Assets Attributable to Holders of Redeemable Units Per Unit</b>	
Series A	\$ 10.18
Series F	\$ 10.23

Approved by the Board of Directors of Portland Investment Counsel Inc.

*"Michael Lee-Chin"*

Director

*"Robert Almeida"*

Director

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

## Statement of Comprehensive Income (Loss)

For the period ended September 30,

2023\*

## Income

Net gain (loss) on investments		
Dividends	\$	2,281
Interest for distribution purposes		3,816
Change in unrealized appreciation (depreciation) on investments		51,004
		<u>57,101</u>

## Other income

Foreign exchange gain (loss) on cash and other net assets		727
<b>Total income (loss)</b>		<u>57,828</u>

## Expenses

Unitholder reporting costs		29,770
Audit fees		24,408
Management fees (note 8)		7,700
Performance fees (note 8)		6,985
Custodial fees		3,966
Transaction costs		1,503
Independent review committee fees		604
Withholding tax expense		385
Total operating expenses		<u>75,321</u>
Less: expenses absorbed by Manager		(55,555)
Net operating expenses		<u>19,766</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	\$	<u>38,062</u>

## Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series

Series A	\$	10,537
Series F	\$	27,525

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

Series A	\$	0.17
Series F	\$	0.38

\* From April 28, 2023 (commencement of operations) to September 30, 2023



## Statement of Changes in Net Assets Attributable to Holders of Redeemable Units

For the period ended September 30,	2023*
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	
Series A	\$ -
Series F	-
	<u>-</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	
Series A	10,537
Series F	27,525
	<u>38,062</u>
<b>Redeemable Unit Transactions</b>	
Proceeds from redeemable units issued	
Series A	1,106,831
Series F	1,323,890
	<u>2,430,721</u>
Redemptions of redeemable units	
Series A	(12,011)
Series F	-
	<u>(12,011)</u>
<b>Net Increase (Decrease) from Redeemable Unit Transactions</b>	<u>2,418,710</u>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	
Series A	1,105,357
Series F	1,351,415
	<u>\$ 2,456,772</u>

\* From April 28, 2023 (commencement of operations) to September 30, 2023

## Statement of Cash Flows

For the period ended September 30,	2023*
<b>Cash Flows from Operating Activities</b>	
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$ 38,062
Adjustments for:	
Change in unrealized (appreciation) depreciation on investments	(51,004)
Increase (decrease) in management fees and expenses payable	3,775
Purchase of investments	(1,555,416)
<b>Net Cash Generated (Used) by Operating Activities</b>	<u>(1,564,583)</u>
<b>Cash Flows from Financing Activities</b>	
Proceeds from redeemable units issued (note 3)	2,430,721
Amount paid on redemption of redeemable units (note 3)	(12,011)
<b>Net Cash Generated (Used) by Financing Activities</b>	<u>2,418,710</u>
Net increase (decrease) in cash and cash equivalents	854,127
<b>Cash and cash equivalents - end of period</b>	<u>854,127</u>
<b>Cash and cash equivalents comprise:</b>	
Cash at bank	\$ 455,135
Short-term investments	398,992
	<u>\$ 854,127</u>
<b>From operating activities:</b>	
Interest received, net of withholding tax	\$ 3,430
Dividends received, net of withholding tax	\$ 1,896

\* From April 28, 2023 (commencement of operations) to September 30, 2023

## Schedule of Investment Portfolio

As at September 30, 2023

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>EQUITIES</b>				
<b>Australia</b>				
50,000	Silex Systems Limited	\$ 157,976	\$ 152,826	6.2%
<b>Canada</b>				
3,250	Cameco Corporation	142,184	175,142	
7,000	Sprott Physical Uranium Trust	128,652	162,260	
		270,836	337,402	13.7%
<b>Cayman Islands</b>				
4,000	Ares Acquisition Corporation	55,779	58,459	2.4%
<b>France</b>				
2,000	Assystem	131,487	114,019	4.6%
<b>United Kingdom</b>				
62,265	ITM Power PLC	86,291	77,823	
1,500	Johnson Matthey PLC	44,586	40,469	
		130,877	118,292	4.8%
<b>United States</b>				
6,000	Bloom Energy Corporation	126,272	108,062	
1,500	BWX Technologies, Inc.	139,685	152,762	
2,500	Centrus Energy Corp.	122,849	192,736	
1,000	Constellation Energy Corporation	126,882	148,158	
15,000	NuScale Power Corporation	139,339	99,831	
12,000	Plug Power, Inc.	154,937	123,873	
		809,964	825,422	33.7%
	Total investment portfolio	1,556,919	1,606,420	65.4%
	Transaction costs	(1,503)	-	-
		\$ 1,555,416	1,606,420	65.4%
	Other assets less liabilities		850,352	34.6%
	<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS</b>		<b>\$ 2,456,772</b>	<b>100.0%</b>

**(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund may borrow on margin for the purposes of making investments. Collateral in the form of securities is required to secure the borrowing. Securities pledged as collateral have not been offset against the borrowing but are presented separately on the statements of financial position as investments that are pledged as collateral. The broker holding the collateral has the right to sell or re-pledge such securities in order to pay back the loan. However, the Fund does not have the right of offset. For the period ended September 30, 2023, there was no borrowing in the Fund.

**(b) RISK MANAGEMENT**

Please see note 5 for a description of the various financial risks detailed below.

**Price Risk**

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2023 had been higher or lower by 10%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$160,642. Actual results may differ from the above sensitivity analysis and the difference could be material.

**Concentration Risk**

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and industry sector as at September 30, 2023:

By Geographic Region	September 30, 2023
Cash & Cash Equivalents	34.8%
United States	33.7%
Canada	13.7%
Australia	6.2%
United Kingdom	4.8%
France	4.6%
Cayman Islands	2.4%
Other Net Assets (Liabilities)	(0.2%)
<b>Total</b>	<b>100.0%</b>

By Industry Sector	September 30, 2023
Cash & Cash Equivalents	34.8%
Industrials	34.1%
Energy	15.0%
Information Technology	6.2%
Utilities	6.0%
Financials	2.4%
Materials	1.7%
Other Net Assets (Liabilities)	(0.2%)
<b>Total</b>	<b>100.0%</b>

**Currency Risk**

The table below indicates the foreign currencies to which the Fund had significant exposure as at September 30, 2023 and in Canadian dollar terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 10% in relation to each of the other currencies, with all other variables held constant.

September 30, 2023	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	-	152,826	152,826	-	15,283	15,283
British Pound	162	118,292	118,454	16	11,829	11,845
Euro	1	114,019	114,020	-	11,402	11,402
United States Dollar	527	883,881	884,408	53	88,388	88,441
<b>Total</b>	<b>690</b>	<b>1,269,018</b>	<b>1,269,708</b>	<b>69</b>	<b>126,902</b>	<b>126,971</b>
% of net assets attributable to holders of redeemable units	-	51.7%	51.7%	-	5.2%	5.2%

**Interest Rate Risk**

As at September 30, 2023, the Fund did not have significant direct exposure to interest rate risk.

**Credit Risk**

As at September 30, 2023, the Fund did not have significant direct exposure to credit risk.

**Liquidity Risk**

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a portfolio of highly liquid equity securities. Redeemable units are redeemed on demand at the holder's option. All other obligations were due within three months from the financial reporting date.

**Leverage Risk**

As at September 30, 2023, the Fund did not have significant direct exposure to leverage risk as borrowing was nil.

**(c) FAIR VALUE MEASUREMENTS**

The following table illustrates the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2023:

September 30, 2023	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	1,606,420	-	-	1,606,420
<b>Total</b>	<b>1,606,420</b>	<b>-</b>	<b>-</b>	<b>1,606,420</b>

**(d) STRUCTURED ENTITIES**

As at September 30, 2023, the Fund did not have any investments in structured entities.

## 1. GENERAL INFORMATION

Portland 15 of 15 Alternative Fund, Portland Global Alternative Fund, Portland Life Sciences Alternative Fund and Portland Replacement of Fossil Fuels Alternative Fund (each a Fund and collectively referred to as the Funds) are open-ended alternative mutual funds created under the laws of Ontario in Canada and governed by a master declaration of trust as amended and restated from time to time. The Funds offer units to the public under a simplified prospectus dated April 5, 2023, as may be amended from time to time (the Prospectus). The formation date of the Funds and commencement of operations dates of each series of the Funds are as follows:

Name of Fund	Formation Date of Fund	Commencement of Operations	
		Series A	Series F
Portland 15 of 15 Alternative Fund	April 27, 2007	May 29, 2014	May 29, 2014
Portland Global Alternative Fund	June 25, 2007	Dec. 17, 2013	Dec. 17, 2013
Portland Life Sciences Alternative Fund	March 4, 2021	April 14, 2021	April 14, 2021
Portland Replacement of Fossil Fuels Alternative Fund	Feb. 23, 2023	April 28, 2023	April 28, 2023

Portland Investment Counsel Inc. (the Manager) is the Investment Fund Manager, Portfolio Manager and Trustee of the Funds. The head office of the Funds is 1375 Kerns Road, Suite 100, Burlington, Ontario L7P 4V7. These financial statements are presented in Canadian dollars and were authorized for issue by the board of directors of the Manager on December 12, 2023. The Funds are authorized to issue an unlimited number of units in an unlimited number of series.

Each Fund is considered an “alternative mutual fund” according to National Instrument 81-102, meaning it is permitted to use strategies generally prohibited by conventional mutual funds, such as the ability to invest up to 20% of its net asset value (NAV) in securities of a single issuer (rather than 10% for conventional mutual funds); the ability to invest up to 100% or more of its NAV in physical commodities either directly or through the use of specified derivatives; borrow, up to 50% of its NAV, cash to use for investment purposes; sell, up to 50% of its NAV, securities short (the combined level of cash borrowing and short selling is limited to 50% in aggregate); and aggregate exposure up to 300% of its NAV. The following table presents the investment objective of each Fund.

Name of Fund	Investment Objective
Portland 15 of 15 Alternative Fund	Provide positive long-term total returns by investing primarily in a portfolio of global equities and debt-like securities. In selecting its investment, the Fund considers 15 principles/attributes, which the Manager believes, will result in successful wealth creation.
Portland Global Alternative Fund	Provide positive long-term total returns consisting of both income and capital gains by investing primarily in a portfolio of global equities and debt-like securities.
Portland Life Sciences Alternative Fund	Provide positive long-term total returns by investing primarily in a portfolio of securities focused on companies active in the healthcare sector.
Portland Replacement of Fossil Fuels Alternative Fund	Provide positive long-term total returns by investing primarily in a portfolio of securities focused on businesses active in industries which will drive the transition from traditional energy (primarily based in fossil fuels) to sustainable energy sources, which will include the area of nuclear energy.

The statements of financial position of the Funds are as at September 30, 2023 and September 30, 2022. The statements of comprehensive income (loss), changes in net assets attributable to holders of redeemable units, and cash flows of the Funds are for the years ended September 30, 2023 and September 30, 2022, as applicable, unless the Fund commenced operations during either year, in which case the statements of comprehensive income (loss), changes in net assets attributable to holders of redeemable units, and cash flows are for the period from commencement of operations in the above table to the applicable year end reporting date.

## 2. BASIS OF PRESENTATION

These financial statements of the Funds have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss (FVTPL).

## 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Financial instruments

#### (a) Classification

The Funds classify financial assets based on the business model used for managing such financial assets and the contractual cash flow characteristics of those financial assets. Each Fund may be divided into sub-portfolios that have different business models. Where contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI test), the financial asset will be classified as a financial asset at amortized cost.

The Funds classify their investment in equities, fixed income securities and derivatives as financial assets or financial liabilities at FVTPL. The Funds' obligation for net assets attributable to holders of redeemable units does not meet the criteria for equity treatment and therefore is presented as a liability on the statement of financial position. The Funds have elected to classify their obligations for net assets attributable to holders of redeemable units as financial liabilities at FVTPL.

All remaining assets and liabilities of the Funds are classified as amortized cost and are reflected at the amount required to be paid, discounted to reflect the time value of money when appropriate.

The Funds accounting policies for measuring the fair value of its investments and derivatives are similar to those used in measuring its NAV for unitholder transactions; therefore, it is expected that net assets attributable to holders of redeemable units will be the same in all material respects as the NAV per unit used in processing unitholder transactions, except for differences in the month end NAV and financial statements date. There is a comparison of the NAV per unit and net assets attributable to holders of redeemable units per unit within note 12.

Financial assets and liabilities may be offset and the net amount 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. In the normal course of business, the Funds may enter into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the statements of financial position but still allow the related amounts to be set off in certain circumstances, such as bankruptcy, certain events of default or termination of the contracts.

#### (b) Recognition, de-recognition and measurement

Purchases and sales of financial assets are recognized on their trade date - the date on which the Funds commit to purchase or sell the investment. Financial assets and liabilities are initially recognized at fair value. Transaction costs incurred to acquire financial assets at FVTPL are expensed as incurred in the statements of comprehensive income (loss). Subsequent to initial recognition, all financial assets and liabilities at FVTPL are measured at fair value. Unrealized gains and losses arising from changes in fair value of the FVTPL category are presented in the statements of comprehensive income (loss) within 'Change in unrealized appreciation (depreciation) on investments' in the period in which they arise. Financial assets at amortized cost are subsequently measured at amortized cost, less any impairment losses. Transaction costs incurred on financial assets or liabilities at amortized cost are amortized over the life of the asset or liability.

Financial assets are de-recognized when the rights to receive cash flows have expired or the Funds have transferred substantially all the risks and rewards of ownership. Upon disposal, the difference between the amount received and the average cost to acquire the financial asset (for financial assets at FVTPL) or the amortized cost (for financial assets at amortized cost) is included within 'Net realized gain (loss) on investments' in the statements of comprehensive income (loss).

#### Fair value measurement

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. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. 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. If there has been no trade, the mid price (average bid and asking price) as of the close of the business on the reporting date is used to approximate fair value. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The fair value of bonds is based on closing bid quotations provided by independent security pricing services.

#### Structured entities

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. A structured entity often has some or all of the following features or attributes:

- a) restricted activities;
- b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors;
- c) insufficient equity to permit the structured entity to finance its activities without subordinate financial support; and
- d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Funds consider all of their investments in exchange traded funds (ETFs) to be investments in unconsolidated structured entities. ETFs are bought and sold on the stock market on which they are traded and are valued at the last traded price as per above section on Fair Value Measurement.

The change in fair value of each ETF is included in the statements of comprehensive income (loss) in 'Change in unrealized appreciation (depreciation) of the investments'.

#### Revenue recognition

'Interest for distribution purposes' shown on the statements of comprehensive income (loss) represents the stated rate of interest earned by the Funds on fixed income securities accounted for on an accrual basis, as applicable. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities other than zero coupon debt securities. Interest receivable is shown separately in the statements of financial position based on the debt instruments' stated rates of interest. Dividends on equity investments are recognized as income on the ex-dividend date.

#### Foreign currency translation

The Funds' subscriptions and redemptions are denominated in Canadian dollars, which is also its functional and presentation currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates that transactions occur. Assets and

liabilities denominated in a foreign currency are translated into the functional currency using the exchange rate prevailing at the reporting date. Foreign exchange gains and losses related to assets and liabilities at amortized cost are recognized in profit and loss and are presented as 'Foreign exchange gain (loss) on cash and other net assets' on the statements of comprehensive income (loss). Realized foreign exchange gains and losses related to investments are recognized when incurred and are presented in the statements of comprehensive income (loss) within 'Net realized gain (loss) on investments'.

Unrealized exchange gains or losses on investments are included in 'Change in unrealized appreciation (depreciation) of investments' in the statements of comprehensive income (loss).

'Foreign exchange gain (loss) on cash and other net assets' arise from sale of foreign currencies, currency gains or losses realized between trade and settlement dates on securities transactions, and the difference between the recorded amounts of dividend, interest and foreign withholding taxes and the Canadian dollar equivalent of the amounts actually received or paid.

### **Cash and cash equivalents**

The Funds consider highly liquid investments with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value to be cash equivalents. Cash is comprised of deposits with financial institutions. Where cash and cash equivalents are in net bank overdraft positions, these are presented as current liabilities in the statements of financial position.

### **Cost of investments**

The cost of investments represents the cost for each security and amortization of premiums and discounts on fixed income securities with the exception of zero coupon bonds. The cost of each investment is determined on an average basis by dividing the total cost of such investment by the number of shares purchased. On the schedule of investment portfolio, transaction costs have been deducted in aggregate from the total cost of individual investments.

### **Redeemable units**

The Funds issue multiple series of redeemable units, which are redeemable at the holder's option and do not have identical rights. Therefore, such units are classified as financial liabilities. Redeemable units can be put back to the Funds at any redemption date for cash equal to a proportionate share of the Funds' NAV attributable to the unit series. Units are redeemable daily.

Redeemable units are issued and redeemed at the holder's option at prices based on the Fund's NAV per unit at the time of issue or redemption. The NAV per unit is calculated by dividing the NAV of each series of redeemable units by the total number of outstanding redeemable units of each respective series.

### **Expenses**

Expenses of the Funds, including management fees, performance fees and other operating expenses, are recorded on an accrual basis. Interest charged on margin borrowing is recorded on an accrual basis.

Transaction costs associated with investment transactions for financial assets and liabilities at FVTPL, including brokerage commissions, have been expensed on the statements of comprehensive income (loss).

### **Increase (decrease) in net assets attributable to holders of redeemable units per unit**

'Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit' in the statements of comprehensive income (loss) represents the Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series, divided by the daily average units outstanding of that series during the reporting period.

### **Distributions to the unitholders**

Distributions will be made to unitholders only at such times and in such amounts as may be determined at the discretion of the Manager. The Funds are required to distribute enough net income and net realized capital gains so that they do not have to pay ordinary income taxes. All distributions by the Funds will be automatically reinvested in additional units of the Fund held by the investor at the NAV per unit thereof, unless the investor notifies the Manager in writing that cash distributions are preferred.

### **Allocation of income and expense, and realized and unrealized gains and losses**

Management fees and other costs directly attributable to a series are charged to that series. Each Fund's shared operating expenses, income, and realized and unrealized gains and losses are generally allocated proportionately to each series based upon the relative NAV of each series.

### **Collateral**

Cash collateral provided by the Funds is identified in the statements of financial position as 'Margin accounts' and is not included as a component of cash and cash equivalents.

Collateral other than cash is classified in the statements of financial position separately from other assets and liabilities as 'Investments - pledged as collateral' if the party to whom the collateral is provided has the right by contract or custom to sell or re-pledge the collateral.

### **Allocation of non-cash items on the statement of cash flows**

The Funds include only the net cash flow impact and do not include non-cash switches between series of a Fund that occurred during the period in 'Proceeds from redeemable units issued' or 'Amount paid on redemption of redeemable units'. The below non-cash switches have been excluded from each Fund's operation and financing activities on the statements of cash flows for the years ended September 30, 2023 and September 30, 2022.



	September 30, 2023 (\$)	September 30, 2022 (\$)
Portland 15 of 15 Alternative Fund	337,302	117,555
Portland Global Alternative Fund	8,106	3,499
Portland Life Sciences Alternative Fund	-	-
Portland Replacement of Fossil Fuels Alternative Fund	-	-

#### Future accounting changes

There are no new accounting standards effective after January 1, 2023 which affect the accounting policies of the Funds.

## 4. 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 the Funds have made in preparing these financial statements.

#### Fair value of securities not quoted in an active market

The fair value of such securities not quoted in an active market may be determined by the Funds using reputable pricing sources (such as pricing agencies) or indicative prices. Such values may be indicative and not executable or binding. The Funds would exercise judgement and estimates on the quantity and quality of pricing sources used. Where no market data is available, the Funds may value positions using their own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The inputs into these models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments. The determination of what constitutes 'observable' requires significant judgment by the Funds. The Funds consider observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

## 5. FINANCIAL INSTRUMENTS

#### (a) Offsetting of Financial Assets and Financial Liabilities

The Funds may have a master netting or similar arrangements in place with the counterparty for borrowing and the execution of forward currency contracts. This means that in the event of default or bankruptcy, the Fund may set off the assets held with the counterparty against the liabilities it owes to the same counterparty. The contracts in place under these arrangements that settle on the same date have been offset and presented as a net figure in the statements of financial position of the Fund and the table below, where there is a legally enforceable right and an intention to settle the contracts on a net basis. There is no collateral associated with these arrangements.

#### (b) Risk Management

The Funds' investment activities may be exposed to various financial risks, including market risk (which includes price risk, currency risk and interest rate risk), concentration risk, credit risk and liquidity risk. The Funds' risk management goals are to ensure that the outcome of activities involving risk is consistent with the Funds' investment objectives and risk tolerance per the Funds' Prospectus. All investments result in a risk of loss of capital.

For a detailed discussion of risks associated with each Fund, refer to the 'Fund Specific Notes to the Financial Statements'.

#### Price risk

Price risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk). Financial instruments held by the Funds are susceptible to market price risk arising from uncertainties about future prices of the instruments.

#### Leverage risk

When a Fund makes investments in derivatives, borrows cash for investment purposes, or uses physical short sales on equities, fixed-income securities or other portfolio assets, leverage may be introduced into each Fund. Leverage occurs when a Fund borrows to invest or when a Fund's notional exposure to underlying assets is greater than the amount invested. It is an investment technique that can magnify gains and losses. Consequently, any adverse change in the value or level of the Fund's investments, or of the underlying assets, rate or index to which the Fund's investments relate, may amplify losses compared to those that would have been incurred if the Fund had not borrowed to invest or if the underlying asset had been directly held by a Fund. This may result in losses greater than if the Fund had not borrowed to invest, or, in the case of derivatives, losses greater than the amount invested in the derivative itself. The Funds may borrow, up to 50% of their NAV, cash to use for investment purposes and are subject to an aggregate exposure limit of 300% of their net asset values. The Fund pledges securities as collateral and is able to borrow up to limits imposed by the broker it has pledged the collateral to. The amount of borrowing allowed by the broker depends on the nature of the securities pledged. The Fund pays interest on the amounts borrowed. Interest is accrued daily and paid monthly.

**Concentration risk**

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, asset type or industry sector. The Funds are subject to increased concentration risk as they are permitted to invest up to 20% of their NAV in the securities of a single issuer.

**Currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. Securities included in the Funds may be valued in or have exposure to currencies other than the Canadian dollar and when measured in Canadian dollars, be affected by fluctuations in the value of such currencies relative to the Canadian dollar.

**Interest rate risk**

Interest rate risk arises on interest-bearing financial instruments having fixed interest rates held by the Funds, such as bonds and borrowings. The fair value and future cash flows of such instruments will fluctuate due to changes in market interest rates.

**Credit risk**

Credit risk is the risk that the issuer of a debt security (including preferred shares) or counterparty to a financial instrument will fail to pay the interest or to repay the principal or discharge an obligation of a commitment that it has entered into with the Fund.

All transactions in listed securities are executed with approved brokers. The risk of default is considered minimal, as delivery of all securities sold is only made once the broker has received payment.

**Liquidity risk**

Liquidity risk is the risk that the Funds will encounter difficulty in meeting their obligations associated with financial liabilities. The Funds are exposed to daily cash redemptions. As a result, the Funds invest the majority of assets in investments that are traded in an active market and can be readily disposed of. There can be no assurance that an active trading market for the investments will exist at all times, or that the prices at which the securities trade accurately reflect their values.

In accordance with securities regulations, each Fund must maintain at least 90% of assets in liquid investments at time of purchase. In addition, the Funds may borrow, up to 50% of their NAV, cash to use for investment purposes and are subject to an aggregate exposure limit of 300% of their net asset values. The Funds may not invest more than 20% of its net assets at the time of purchase in securities of a single issuer nor invest in more than 10% of any issuer's outstanding voting securities at the time of purchase.

**(c) Fair value of financial instruments**

Financial instruments measured at fair value are classified according to a fair value hierarchy that reflects the importance of the inputs used to perform each valuation. The fair value hierarchy is made up of the following levels:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3 - inputs are unobservable for the asset or liability.

The fair value hierarchy requires the use of observable market data each time such data exists. A financial instrument is classified at the lowest level of the hierarchy for which significant input has been considered in measuring fair value. 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. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

**6. REDEEMABLE UNITS**

The Funds are permitted to issue an unlimited number of series of units, having such terms and conditions as the Manager may determine. Additional series may be offered in the future on different terms. Each unit of a series represents an undivided ownership interest in the net assets of the Fund attributable to that series of units.

The Funds endeavor to invest capital in appropriate investments in conjunction with their investment objectives. The Funds maintain sufficient liquidity to meet redemptions, such liquidity being augmented by short-term borrowings or disposal of investments, where necessary.

Units of the Funds are available in multiple series as outlined below. The principal difference between the series of units relates to the management fee payable to the Manager, the compensation paid to dealers, distributions and the expenses payable by the series. Units of each Fund are entitled to participate in its liquidation of assets on a series basis. Units are issued as fully paid and non-assessable and are redeemable at the NAV per unit of the applicable series of units being redeemed, determined at the close of business on the day the redemption request is submitted.

Series A Units are available to all investors.

Series F Units are available to investors who participate in fee-based programs through their dealer and whose dealer has signed a Series F Agreement with the Manager, investors for whom the Funds do not incur distribution costs, or individual investors approved by the Manager.

## NOTES TO THE FINANCIAL STATEMENTS

Series O Units are available to certain institutional investors. The Funds have not yet issued any Series O Units.

The number of units issued and outstanding for the years ended September 30, 2023 and September 30, 2022 were as follows:

September 30, 2023	Beginning Balance	Units Issued Including Switches from Other Series	Units Reinvested	Units Redeemed Including Switches to Other Series	Ending Balance	Weighted Average Number of Units
<b>Portland 15 of 15 Alternative Fund</b>						
Series A Units	1,776,964	387,674	-	179,313	1,985,325	1,847,548
Series F Units	793,934	308,369	-	157,053	945,250	798,916
<b>Portland Global Alternative Fund</b>						
Series A Units	135,881	935	-	41,592	95,224	114,474
Series F Units	60,599	-	-	4,098	56,501	58,795
<b>Portland Life Sciences Alternative Fund</b>						
Series A Units	129,982	65,515	-	9,928	185,569	155,333
Series F Units	23,602	66,503	-	13,164	76,941	41,455
<b>Portland Replacement of Fossil Fuels Alternative Fund</b>						
Series A Units	-	109,711	-	1,162	108,549	60,458
Series F Units	-	132,050	-	-	132,050	71,979

September 30, 2022	Beginning Balance	Units Issued Including Switches from Other Series	Units Reinvested	Units Redeemed Including Switches from Other Series	Ending Balance	Weighted Average Number of Units
<b>Portland 15 of 15 Alternative Fund</b>						
Series A Units	1,558,571	329,149	-	110,756	1,776,964	1,667,096
Series F Units	739,699	175,304	-	121,069	793,934	781,705
<b>Portland Global Alternative Fund</b>						
Series A Units	219,329	-	-	83,448	135,881	178,747
Series F Units	7,762	53,581	-	744	60,599	33,003
<b>Portland Life Sciences Alternative Fund</b>						
Series A Units	41,830	88,152	-	-	129,982	79,955
Series F Units	14,942	8,660	-	-	23,602	20,378

## 7. TAXATION

Portland 15 of 15 Alternative Fund and Portland Global Alternative Fund qualify as mutual fund trusts within the meaning of the Income Tax Act (Canada) (the Tax Act) and have a taxation year end of December 15.

Portland Life Sciences Alternative Fund and Portland Replacement of Fossil Fuels Alternative Fund (collectively the Unit Trusts) have registered investment status and have a taxation year end of December 31. The Unit Trusts could be subject to a 40% tax under Part XII.2 of the Tax Act and may incur Minimum Tax as defined in the Tax Act. Minimum Tax may arise if the unit trust retains capital gains by virtue of applying: a) expenses, b) non-capital loss carry forwards, or c) dividend tax credits against those gains. Minimum Tax may also arise in certain circumstances where dividend income is retained to utilize the dividend tax credit. Minimum Tax is reflected as an expense on the statements of comprehensive income (loss), if applicable. The Unit Trusts will be liable for tax under Part X.2 of the Tax Act if, at the end of any month, the Unit Trusts holds property that is not a "qualified investment" for an RRSF, RRIF or DPSP.

The Funds calculate taxable and net capital gains/(losses) in accordance with the Tax Act and intend to distribute sufficient net income and net realized capital gains, if any, to ensure they do not pay ordinary income tax. As a result, the Funds do not record income taxes. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses, if any, has not been reflected in the statements of financial position as a deferred income tax asset.

The Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statements of comprehensive income (loss). Withholding taxes are shown as a separate item in the statements of comprehensive income (loss).

The following chart presents the amount of non-capital loss carry forwards and capital loss carry forwards available to the Funds as of December 31, 2022.

	Non-Capital Loss Carry Forwards (\$)	Capital Loss Carry Forwards (\$)
Portland 15 of 15 Alternative Fund	1,127,709	27,541,334
Portland Global Alternative Fund	511,345	160,432,123
Portland Life Sciences Alternative Fund	36,507	446
Portland Replacement of Fossil Fuels Alternative Fund	-	-

## 8. MANAGEMENT FEES, PERFORMANCE FEES AND EXPENSES

Pursuant to the Prospectus, the Funds agree to pay management fees to the Manager, calculated and accrued daily based on a percentage of the average daily NAV of each series of each Fund and paid monthly. The annual management fees rate of the respective series of units are as follows:

	Series A Units	Series F Units
Portland 15 of 15 Alternative Fund	1.75%	0.75%
Portland Global Alternative Fund	1.75%	0.75%
Portland Life Sciences Alternative Fund	1.75%	0.75%
Portland Replacement of Fossil Fuels Alternative Fund	1.75%	0.75%

Management fees on Series O Units are negotiated with the Manager. Such fees are paid directly to the Manager and are not deducted from the NAV of Series O.

The Manager is entitled to receive a performance fee (Performance Fee), calculated and accrued on each business day for each series of units and paid monthly. The Performance Fee is equal to: (a) 10% of the amount by which the NAV of the series of units on that business day (including the effect of any declared distributions on said business day and adjusted to exclude the accrual of the Performance Fee) exceeds the High Water Mark (as defined below); multiplied by (b) the number of units of that series outstanding on such business day, prior to giving effect to subscriptions, redemptions and distributions re-invested on such date. For each series of units that is subject to a Performance Fee, a high water mark (High Water Mark) will be calculated for use in the determination of the Performance Fee. The highest NAV on the last business day of the month (minus the effect of any declared distributions since the business day at which the last Performance Fee became payable) for each series of units, upon which a Performance Fee was paid, establishes a High Water Mark for each series of units which must be exceeded subsequently for the Performance Fee applicable to each series of units to be payable. At the inception of each series of a Fund to which a Performance Fee may be applicable, the High Water Mark will be the initial NAV of the series of units. Performance Fees will be accrued daily such that the NAV reflects such accrual. A separate Performance Fee is calculated for each series of units offered by a Fund.

Certain Funds may invest in mutual funds, investment funds and ETFs (collectively referred to as an Underlying Fund), and the Underlying Fund may pay a management fee and other expenses in addition to the expenses payable by the Fund. The Fund will not pay a management fee on the portion of its assets that it invests in the Underlying Fund that, to a reasonable person, would duplicate a management fee payable by the Underlying Fund for the same service.

The Manager is reimbursed for any operating expenses it incurs on behalf of the Funds, including regulatory filing fees, custodian fees, legal and audit fees, costs associated with the independent review committee, bank charges, the costs of financial reporting, and all related sales taxes. The Manager also provides key management personnel to the Funds. The Manager may charge the Funds for actual time spent by its personnel (or those of its affiliates) in overseeing the day-to-day business affairs of the Funds. The amount charged for time spent by personnel is determined based on fully allocated costs and does not include a mark-up or administration fee. The Manager may absorb operating expenses of the Funds at its discretion but is under no obligation to do so.

All management fees, Performance Fees and operating expenses payable by the Funds to the Manager are subject to GST and/or HST as applicable and will be deducted as an expense of the applicable series of units in the calculation of the NAV of such series of units.

## 9. SOFT DOLLARS

Allocation of business to brokers of the Funds is made on the basis of coverage, trading ability and fundamental research expertise. The Manager may choose to execute portfolio transactions with dealers who provide research, statistical and other similar services to the Funds or to the Manager at prices, which reflect such services (termed proprietary research). The dealers do not provide the Manager with an estimate of the cost of the research, statistical and other similar services (referred to as soft dollars).

The Manager may use third party proprietary research, which is generally also available on a subscription basis, the value of which will be used to approximate the value of research and other similar services received from third parties through commission sharing arrangements with executing brokers. The ascertainable value of the third party soft dollar arrangements in connection with portfolio transactions for the years ended September 30, 2023 and September 30, 2022 are presented in the table below.

	September 30, 2023 (\$)	September 30, 2022 (\$)
Portland 15 of 15 Alternative Fund	293	-
Portland Global Alternative Fund	14	1
Portland Life Sciences Alternative Fund	89	121
Portland Replacement of Fossil Fuels Alternative Fund	337	-

## 10. RELATED PARTY TRANSACTIONS

The following tables outline the management fees, Performance Fees and operating expense reimbursements that were paid to the Manager by the Funds during the years ended September 30, 2023 and September 30, 2022. The tables include the amount of operating expense reimbursement that was paid to affiliates of the Manager for administrative services provided in managing the day-to-day operation of the Funds and the amount

## NOTES TO THE FINANCIAL STATEMENTS

of additional absorbed operating expenses that the Manager chose not to charge to the Funds. All of the dollar amounts in the tables below exclude applicable GST or HST.

September 30, 2023	Management Fees (\$)	Performance Fees (\$)	Operating Expense Reimbursement (\$)	Absorbed Operating Expenses (\$)	Operating Expenses Reimbursed to Affiliates of the Manager (\$)
Portland 15 of 15 Alternative Fund	325,381	217,499	115,356	36,995	826
Portland Global Alternative Fund	20,578	-	7,432	155,652	826
Portland Life Sciences Alternative Fund	33,406	42,426	10,889	131,593	826
Portland Replacement of Fossil Fuels Alternative Fund	6,815	6,181	2,825	49,164	-

September 30, 2022	Management Fees (\$)	Performance Fees (\$)	Operating Expense Reimbursement (\$)	Absorbed Operating Expenses (\$)	Operating Expenses Reimbursed to Affiliates of the Manager (\$)
Portland 15 of 15 Alternative Fund	275,288	40,207	99,256	112,700	833
Portland Global Alternative Fund	29,480	6,190	9,291	164,250	833
Portland Life Sciences Alternative Fund	15,280	236	4,945	131,283	833

The Funds owed the following amounts to the Manager excluding applicable GST or HST:

As at September 30, 2023	Management Fees (\$)	Performance Fees (\$)	Operating Expense Reimbursement (\$)
Portland 15 of 15 Alternative Fund	32,753	-	11,677
Portland Global Alternative Fund	1,504	-	555
Portland Life Sciences Alternative Fund	3,654	-	1,259
Portland Replacement of Fossil Fuels Alternative Fund	2,350	-	991

As at September 30, 2022	Management Fees (\$)	Performance Fees (\$)	Operating Expense Reimbursement (\$)
Portland 15 of 15 Alternative Fund	22,311	-	8,002
Portland Global Alternative Fund	1,877	-	660
Portland Life Sciences Alternative Fund	1,980	-	623

The Manager and/or its affiliates and key management personnel of the Manager and their family (collectively referred to as Related Parties) may invest in units of the Funds from time to time in the normal course of business. The following table presents the number of shares of each of the Funds held by the Related Parties on each reporting date.

	September 30, 2023	September 30, 2022
Portland 15 of 15 Alternative Fund	69,436	98,039
Portland Global Alternative Fund	1,183	2,132
Portland Life Sciences Alternative Fund	674	15,000
Portland Replacement of Fossil Fuels Alternative Fund	15,089	-

## 11. BROKERAGE FACILITY

The Funds have a Settlement Services Agreement with RBC Dominion Securities Inc. (RBCDS), and have placed securities and cash on account with RBCDS as collateral for their option writing strategy and/or borrowing. Such non-cash collateral has been classified separately within the statements of financial position from other assets and is identified as 'Investments - pledged as collateral'. Cash collateral has been classified separately on the statements of financial position as 'Margin accounts'. In the event of default, including failure to make any payment or delivery to RBCDS, RBCDS may freeze the collateral property and cease the provision of settlement services. In such circumstances, RBCDS had the right to set off the collateral property to reduce or eliminate the amount owed to them. RBCDS also has the right to sell or otherwise dispose of the collateral property held on account for the Funds in order to set off against amounts owing to them from the Funds.

During the year, Portland 15 of 15 Alternative Fund and Portland Global Alternative Fund made use of borrowings denominated in Canadian and/or U.S. dollars. The rate of interest payable on borrowed money in Canadian dollars is the 3-month CDOR (Canadian Dealer Offered Rate) + 50bps and in U.S. dollars is the OBFR (Overnight Bank Funding Rate) + 60bps. The facility is repayable upon demand.

## NOTES TO THE FINANCIAL STATEMENTS

The amount borrowed as at September 30, 2023 and September 30, 2022 and the minimum and maximum amounts borrowed and the amount of interest paid during the years ended September 30, 2023 and September 30, 2022 are presented below.

September 30, 2023	Amount Borrowed (\$)	Minimum Amount Borrowed (\$)	Maximum Amount Borrowed (\$)	Interest Incurred (\$)
Portland 15 of 15 Alternative Fund	-	-	1,833,423	813
Portland Global Alternative Fund	174,148	172,396	428,631	14,277

September 30, 2022	Amount Borrowed (\$)	Minimum Amount Borrowed (\$)	Maximum Amount Borrowed (\$)	Interest Incurred (\$)
Portland Global Alternative Fund	336,000	325,415	465,470	7,229

## 12. RECONCILIATION OF NAV PER UNIT AND NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT

The following table provides a comparison of NAV per unit and net assets attributable to holders of redeemable units of the Funds as of September 30, 2023, as applicable if differences apply. There was no difference as of September 30, 2022.

September 30, 2023	NAV per unit (\$)	Net assets attributable to holders of redeemable units per unit (\$)
Portland 15 of 15 Alternative Fund		
Series A Units	9.30	9.29
Series F Units	10.21	10.21

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