

PORTLAND NORTH AMERICAN ALTERNATIVE FUND



(as at August 31, 2021)

"I'm a better investor because I'm a businessman, and a better businessman because I'm an investor."
Warren Buffett

	Series Start Date	Net Asset Value Per Unit (as at August 31, 2021)	PERFORMANCE (as at August 31, 2021)			
			1 Month	3 Months	1 Year	Since Inception ⁴
Portland North American Alternative Fund - Series A	Apr. 17, 2020	\$12.1958	1.1%	(1.3%)	22.0%	16.1%
Portland North American Alternative Fund - Series F	Apr. 17, 2020	\$12.3806	1.2%	(1.0%)	23.4%	17.4%
MSCI Canada Index	-	-	1.4%	4.6%	26.8%	31.8%

FUND FACTS

Fund Net Assets	\$3.2 million
CIFSC* Asset Class	Alternative Equity Focused
Risk Tolerance	Medium
Management Fee	Series A: 1.75%, Series F: 0.75%
Performance Fee	Series A, Series F: 10% above high water mark
MER ⁵	Series A: 2.8%, Series F: 1.6%

INVESTMENT OBJECTIVE

- The Fund's objective is to achieve, over the long-term, preservation of capital and a satisfactory return through focused investing in long security positions.
- The Fund may also engage in borrowing for investment purposes.

KEY REASONS TO INVEST

- Close adherence to Framework:
 - Five Laws of Wealth Creation:**
 - Own a few high quality businesses
 - Thoroughly understand these businesses
 - Ensure these businesses are domiciled in strong, long-term growth industries
 - Use other people's money prudently
 - Hold these businesses for the long run

HOW THE FUND IS MANAGED

- Active management of equities to enhance returns
- Active management of leverage – up to 50% of net assets
- Focused number of equity holdings
- Willingness to hold cash and hedge currency
- Objectives:
 - Preservation of capital
 - Satisfactory long-term total returns

Geographic Mix

Canada	25.8%
Cash & Other Net Assets (Liabilities) ¹	22.3%
United States	20.5%
Japan	16.5%
United Kingdom	14.9%

Sector Mix

Communication Services	39.6%
Cash & Other Net Assets (Liabilities) ¹	22.3%
Industrials	13.1%
Energy	12.6%
Financials	12.4%

Top Holdings²

Cash & Cash Equivalents	22.9%
Vodafone Group PLC	13.5%
Shaw Communications, Inc.	13.2%
TC Energy Corp	12.6%
SoftBank Group Corp.	11.5%
Citigroup Inc.	9.9%
General Electric Company	8.1%
Mitsubishi Corporation	5.0%
The Bank of New York Mellon Corporation	2.5%
Liberty Global PLC	1.4%

PORTFOLIO MANAGER

James Cole, BA, CFA
Senior Vice President and Portfolio Manager

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FUND COMMENTARY (As at June 30, 2021)

For the quarter ended June 30, 2021, the Fund's Series F units had a return of 1.6%. For the same period, the MSCI Canada Index ("Index") had a return of 8.4%. For the full period since inception of the Fund on April 17, 2020 to June 30, 2021, the Fund's Series F units had an annualized return of 20.9%. For the same period, the Index had an annualized return of 34.6%. Unlike the Index, the Fund's return is after the deduction of its fees and expenses. The Fund's net asset value as at June 30, 2021 was \$3.1 million. Asset mix as at June 30, 2021 was common equities, 74.4%; and cash and other net assets, 25.6%. By geography, assets were invested in cash and securities of issuers based in Canada, 52.5%; the United States, 23.0%; Japan, 14.2%; and the United Kingdom, 10.3%.

The top five contributors to the Fund's performance during the quarter were Shaw Communications Inc., TC Energy Corp., General Electric Company, Bank of New York Mellon Corporation and Liberty Global PLC. Shaw's stock price rose as investors appeared to place a higher probability upon its eventual takeover by Rogers Communications Inc. Banks benefitted from continued declines in loan losses and the relaxation of COVID-19 related restrictions on capital deployment. TC Energy's performance was strong in tandem with higher oil prices. General Electric garnered increased investor interest

as its turnaround continues to make progress, while Liberty Global likewise attracted more attention as its capital allocation strategy unfolds.

The only three common equities that contributed negatively to the Fund's performance during the quarter were Vodafone Group PLC, SoftBank Group Corp. and Mitsubishi Corporation. In all cases, we believe that these recent declines have resulted in attractive valuations from which we expect the investments to deliver strong future total returns.

POTENTIAL RISKS

The Manager believes the following risks may impact the performance of the Fund: equity risk, leverage risk, concentration risk and currency risk. Please read the "What are the risks of investing in the Fund?" section in the Simplified Prospectus for a more detailed description of all the relevant risks.

Fund Name	SERIES A			SERIES F ³
	Code - Initial Sales Charge	Code - DSC	Code - LL	
Portland North American Alternative Fund	PTL420	PTL425	PTL430	PTL020

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* Canadian Investment Funds Standards Committee

1. Other Net Assets (Liabilities) refers to all other assets and liabilities in the Fund excluding portfolio investments.
2. Where the Fund holds less than 25 holdings, all investments have been disclosed. There may be other assets and liabilities which are not included, and therefore the summary does not add up to 100%.
3. Generally available through dealers who have entered into a Portland Series F Dealer Agreement.
4. Annualized
5. MER or management expense ratio is presented excluding performance fees and is after absorptions as at March 31, 2021. MER is updated on a semi-annual basis and the Manager may absorb operating expenses of the Fund at its discretion but is under no obligation to do so. The MER including performance fees and absorptions was 8.1% and 7.2% for Series A and Series F, respectively, as at March 31, 2021.

James Cole is the portfolio manager of Portland Focused Plus Fund LP, Portland Focused Plus Fund, Portland North American Alternative Fund and Portland Canadian Balanced Fund. The four funds generally hold some of the same securities and may make trades in such securities simultaneously.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Any indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions [dividends] and does not take into account sales, redemptions, distributions or optional charges or income taxes payable by any securityholder in respect of a participating fund that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Risk tolerance measures the degree of uncertainty that an investor can handle regarding fluctuations in the value of their portfolio. The amount of risk associated with any particular investment depends largely on your own personal circumstances including your time horizon, liquidity needs, portfolio size, income, investment knowledge and attitude toward price fluctuations. Investors should consult their Financial Advisor before making a decision as to whether this Fund is a suitable investment for them

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