



PIMCO CANADA CORP.

Interim Management Report of Fund Performance

June 30, 2023

PIMCO Unconstrained Bond Fund (Canada)



This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or annual financial statements of the investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling 866.341.3350 or by writing to us at PIMCO Canada Corp., 199 Bay Street, Suite 2050, Commerce Court Station, PO Box 363, Toronto, ON M5L 1G2 or by visiting our website at www.pimco.ca or SEDAR+ at www.sedarplus.ca.

Management Discussion of Fund Performance

Investment Objectives and Strategies

PIMCO Unconstrained Bond Fund (Canada) (“the Fund”) seeks to maximize long-term return, consistent with preservation of capital and prudent investment management. It will evaluate opportunities across global fixed income markets in order to outperform the 3 month Canadian Bankers Acceptance rate (CDOR).

In order to achieve its objectives, the Fund invests primarily in a diversified portfolio of non-Canadian dollar fixed income instruments of varying maturities.

Risk

No changes affecting the overall risk associated with investing in the Fund were made during the period. The risks of investing in the Fund remain as outlined in the Fund’s most recent Simplified Prospectus. Accordingly, the Fund remains suitable for the same investors outlined in the Simplified Prospectus.

Results of Operations

Series A units of the Fund returned 2.07%, net of fees, during the 6-month reporting period ending June 30, 2023. The Fund’s primary benchmark, 3 month Canadian Bankers Acceptance Rate (CDOR), returned 2.53% during the reporting period. The net returns of the other series of units of the Fund are similar to those of Series A, except for the expense structure differences.

The following market conditions were prevalent during the six-month reporting period:

In Q1, risk assets broadly gained despite the collapse of Silicon Valley Bank (“SVB”) and concerns over the health of the financial sector. Bond yields fell amid a global flight to quality and the yield curve further inverted, while the MOVE index reached its highest level since the peak of the Great Financial Crisis. The collapse of SVB and subsequent merger between UBS and Credit Suisse took center stage in Q1. Shockwaves reverberated through markets following the failure of SVB, with the 2-year Treasury posting its largest three-day slide since 1987 as investors flocked to quality. Volatility remained elevated as the market’s confidence in Credit Suisse deteriorated and the Swiss National Bank orchestrated its takeover by UBS. Stock indices fell and bond yields rallied globally as concerns of financial contagion dampened risk sentiment. Despite exceeding expectations, inflation data continued to cool, spurring mixed market reactions. Annualized core Consumer Price Index (CPI) in the U.S. continued its months-long decline, falling to 6.4% and 6.0% in January and February, respectively. In the Eurozone, headline inflation declined to 6.9% year-on-year in March from 8.5% in February given lower energy prices, though core inflation reached an all-time high of 5.7% in March. Instability in the financial sector and broadly cooling inflation led investors to revise their expectations for central bank rate hikes as a sharp pullback in bank lending may slow the economy. The Federal Reserve delivered two 25 bps hikes over the quarter, including one in March despite heightened volatility. The central bank also revised its forward guidance for rates, softening its commitment to future hikes while maintaining the same 5.1% terminal rate projection from December. The Bank of England also raised policy rates twice over the quarter (+50 and +25 bps, respectively), and markets are now pricing

in that the central bank will hike just once more as inflation has likely peaked. Similar to the U.S. and U.K., the European Central Bank raised policy rates twice (each time +50 bps); however, the central bank has signaled that it will continue to raise policy rates to lower core inflation. Bonds acted as safe haven assets in March amid broader market volatility, although returns for global equities and bonds over the quarter were both largely positive. The MSCI World Index and Global Aggregate Bond Index posted quarterly returns of 7.7% and 3.0%, respectively, while the Bloomberg Commodity Index returned -5.4% as energy prices fell. The widening of financial and high yield credit spreads impacted those market segments in March; however, returns over the quarter remained positive.

In Q2, risk assets broadly gained despite concerns surrounding stress within the banking sector and a possible U.S. debt default. Bond yields broadly rose as growth proved resilient and inflation remained sticky, while central banks resumed hawkish forward guidance. Concerns over a possible U.S. debt default prompted yields on short-dated Treasury bills to exceed 5.3%, and the cost of 1-year U.S. Treasury default swaps reached an all-time high. Risk sentiment remained robust, however, as markets were optimistic about negotiations. The S&P 500 hit a 9-month high after the House of Representatives passed a bill to raise the debt ceiling, which then passed through the Senate without much excitement from markets. Signs of easing inflation prompted the Fed to offer dovish rhetoric earlier in the quarter; however, resilient growth and a swifter-than-expected resolution of stresses within the banking sector caused the Fed to signal that at least two additional rate hikes will be needed to combat inflation. U.S. headline inflation continued its decline over the quarter, rising at a 4% annual pace in May, which was the lowest reading in over two years. However, core inflation remained stubbornly high as much of the inflationary decline has been due to easing fuel and energy prices. Growth and inflation metrics have begun to diverge, prompting central banks to take different paths. The Federal Reserve hiked its policy rate once (+25 bps) before pausing in June, only to then signal that at least two additional hikes will be needed to combat inflation. Meanwhile, the Bank of England raised policy rates twice over the quarter (+25 bps and +50 bps, respectively) to a level of 5% as core inflation unexpectedly held steady at 8.7%. Markets are now pricing in a potential peak of 6% as Governor Bailey signaled further hikes will be necessary if inflation does not show signs of moderating. Similar to the U.K., the European Central Bank raised policy rates twice (each time +25 bps) and made it clear that more hikes are on the way. Despite this backdrop, the MSCI World finished the quarter up 6.99%, and credit spreads broadly tightened. The Global Aggregate Bond Index (Unhedged) posted a quarterly return of -1.53%, while the 10-year U.S. Treasury finished the quarter 37 bps higher at 3.84%.

Over the reporting period, the Fund’s spread sector contributed to absolute performance, while interest rate and currency strategies slightly detracted.

Recent Developments

Please note that the following contains the opinions of Pacific Investment Management Company LLC (“PIMCO”), the Fund’s sub-adviser, as of the time of writing, and may not have been updated

to reflect real-time market developments. All opinions are subject to change without notice.

Recent volatility in the banking sector has raised the prospect of a significant tightening of credit conditions, particularly in the U.S., and therefore the risk of a sooner and deeper recession. These recent events will likely act as yet another headwind that could very well pull Europe into recession as well. Meanwhile, annualized core inflation rates in the U.S. have fallen for 5 consecutive months, and headline inflation has declined for 8 consecutive months. The combination of a higher cost of lending and early signs of easing inflation likely puts global central banks near to or already at the end of their tightening cycles.

In our base case we see a weakening of the U.S. economy in late summer or fall that will likely prompt the Fed to pause rate hikes past July. The Fed is combatting a two-handed U.S. economy, where on one hand inflation and labor market data has remained resilient, and, on the other hand, payroll growth has continued to decelerate and sticky inflation sectors, such as rental inflation, seem to be peaking. However, if market data continues to prove resilient, the Fed may be pressured to keep hiking beyond July, increasing the risk of a sharper slowdown.

The strategy continues to emphasize flexibility, as the strategy seeks to provide investors a well-equipped fixed income process that can be nimble in a challenging market environment. The fund utilizes a time tested approach that has allowed the fund to remain resilient across a variety of market cycles, including periods of rising rates. The strategy reacts tactically as yield curves continue to shift around the globe.

The portfolio is positioned across a diverse set of global opportunities in developed and emerging market economies.

Interest Rates

We hold a modest long duration position, and favor long US interest rate exposure versus other global developed rates as a hedge against a risk asset sell-off. The fund also holds very modest long duration exposure to EM local countries such as South Africa and Brazil given they are further along in the monetary tightening cycle comparative to developed market countries.

Credit Spreads

We are cautious with corporate credit, emphasizing bottom-up selection. We see value in securitized credit including Non-Agency MBS as the sector is relatively insulated from key risks facing global markets. We also have modest, selective exposure to high yield credit. We prefer defensive non-cyclical sectors while still slightly favoring financials, along with telecommunications and healthcare within investment grade credit.

Currencies

We remain tactical with currency positioning, holding modest long positions across a diversified selection of both DM and EM currencies. We continue to increase our short exposure to the Euro, given strong USD support while increasing our long exposure to the Hungarian Forint given peaking inflation in the country and a cautious central bank policy. Additionally, we have slightly increased our long exposure

to the Brazilian Real as the country's trade surplus reaches a new all-time high and the country's economy continues to benefit from falling oil prices.

Related Party Transactions

PIMCO Canada Corp. (the "Manager") is an indirect, wholly-owned subsidiary of PIMCO. The Manager has retained PIMCO, a related party, to provide investment advice and make investment decisions for the Fund's investment portfolio. The Manager receives management fees from the Fund other than in the case of Series I and Series I (US\$) units, where the fees are paid directly by the investor to the Manager. The Manager, not the Fund, pays the fees payable to PIMCO for investment advisory services.

The Manager is a related party as defined by International Accounting Standards 24: Related Party Disclosures. The Fund is permitted to purchase or sell securities from or to certain related affiliated funds or portfolios under specified conditions outlined in the standing instructions of the Fund's independent review committee, which have been designed to mitigate potential conflicts of interest that may arise from a purchase or sale of securities by the Fund from or to another investment fund managed by PIMCO Canada.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past six months ended June 30, 2023, and for the past five years or periods since inception.

The Fund's Net Assets per Unit ^{^(1)}

Series A	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period (\$)	9.13	10.11	10.27	10.27	10.22	10.44
Increase (decrease) from operations:						
Total revenue	0.23	0.35	0.29	0.36	0.45	0.38
Total expenses (excluding distributions)	(0.07)	(0.14)	(0.15)	(0.15)	(0.16)	(0.15)
Realized gains (losses) for the period	(0.37)	(0.32)	0.35	0.18	(0.20)	(0.15)
Unrealized gain (losses) for the period	0.41	(0.69)	(0.48)	(0.23)	0.27	(0.07)
Total increase (decrease) from operations ⁽²⁾	0.20	(0.80)	0.01	0.16	0.36	0.01
Distributions:						
From net investment income (excluding dividends)	(0.18)	(0.22)	(0.16)	(0.23)	(0.31)	(0.23)
Total Annual Distributions ⁽³⁾	(0.18)	(0.22)	(0.16)	(0.23)	(0.31)	(0.23)
Net Assets, end of year/period (\$) ⁽⁴⁾	9.15	9.13	10.11	10.27	10.27	10.22

Ratios and Supplemental Data

Series A	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Total net asset value (\$ (000's) ⁽⁵⁾	10,351	11,976	17,625	19,823	25,000	28,996
Number of units outstanding (000's) ⁽⁵⁾	1,132	1,311	1,743	1,930	2,434	2,837
Management expense ratio ⁽⁶⁾	1.47%	1.46%	1.46%	1.50%	1.50%	1.49%
Management expense ratio before waivers or absorptions ⁽⁷⁾	1.47%	1.46%	1.46%	1.50%	1.50%	1.55%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	9.15	9.13	10.11	10.27	10.27	10.22

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series F	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period (\$)	9.13	10.11	10.27	10.29	10.23	10.44
Increase (decrease) from operations:						
Total revenue	0.23	0.35	0.30	0.37	0.45	0.39
Total expenses (excluding distributions)	(0.04)	(0.09)	(0.10)	(0.10)	(0.10)	(0.10)
Realized gains (losses) for the period	(0.38)	(0.33)	0.34	0.13	(0.22)	(0.17)
Unrealized gain (losses) for the period	0.42	(0.70)	(0.48)	(0.31)	0.27	(0.05)
Total increase (decrease) from operations ⁽²⁾	0.23	(0.77)	0.06	0.09	0.40	0.07
Distributions:						
From net investment income (excluding dividends)	(0.21)	(0.28)	(0.21)	(0.29)	(0.36)	(0.27)
Total Annual Distributions ⁽³⁾	(0.21)	(0.28)	(0.21)	(0.29)	(0.36)	(0.27)
Net Assets, end of year/period (\$) ⁽⁴⁾	9.14	9.13	10.11	10.27	10.29	10.23

Ratios and Supplemental Data

Series F	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Total net asset value (\$) (000's) ⁽⁵⁾	21,717	26,144	42,907	47,322	83,570	97,741
Number of units outstanding (000's) ⁽⁵⁾	2,377	2,864	4,244	4,607	8,126	9,551
Management expense ratio ⁽⁶⁾	0.95%	0.93%	0.93%	0.97%	0.97%	0.97%
Management expense ratio before waivers or absorptions ⁽⁷⁾	0.95%	0.93%	0.93%	0.97%	0.97%	1.03%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	9.14	9.13	10.11	10.27	10.29	10.23

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series I	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period (\$)	8.87	9.82	9.94	9.79	9.74	9.95
Increase (decrease) from operations:						
Total revenue	0.22	0.34	0.29	0.32	0.43	0.36
Total expenses (excluding distributions)	(0.00)	(0.00)	—	—	(0.01)	—
Realized gains (losses) for the period	(0.31)	(0.32)	0.11	0.11	(0.20)	(0.14)
Unrealized gain (losses) for the period	0.35	(0.63)	(0.37)	0.96	0.26	(0.07)
Total increase (decrease) from operations ⁽²⁾	0.26	(0.61)	0.03	1.39	0.48	0.15
Distributions:						
From net investment income (excluding dividends)	(0.31)	(0.35)	(0.26)	(0.22)	(0.43)	(0.36)
Total Annual Distributions ⁽³⁾	(0.31)	(0.35)	(0.26)	(0.22)	(0.43)	(0.36)
Net Assets, end of year/period (\$) ⁽⁴⁾	8.81	8.87	9.82	9.94	9.79	9.74

Ratios and Supplemental Data

Series I	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Total net asset value (\$ (000's) ⁽⁵⁾	27,186	53,151	72,314	26,441	12	11
Number of units outstanding (000's) ⁽⁵⁾	3,085	5,993	7,360	2,660	1	1
Management expense ratio ⁽⁶⁾	0.02%	0.01%	0.00%	0.04%	0.05%	0.04%
Management expense ratio before waivers or absorptions	0.02%	0.01%	0.00%	0.04%	0.05%	0.04%
Trading expense ratio ⁽⁷⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁸⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	8.81	8.87	9.82	9.94	9.79	9.74

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁸⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series M	Period ended June 30	Periods ended December 31				
		2023	2022	2021	2020	2019
Net Assets, beginning of year/period (\$)	9.11	10.09	10.25	10.27	10.24	10.46
Increase (decrease) from operations:						
Total revenue	0.23	0.35	0.29	0.37	0.45	0.38
Total expenses (excluding distributions)	(0.04)	(0.09)	(0.09)	(0.10)	(0.10)	(0.10)
Realized gains (losses) for the period	(0.38)	(0.32)	0.36	0.16	(0.18)	(0.13)
Unrealized gain (losses) for the period	0.41	(0.71)	(0.49)	(0.38)	0.27	(0.08)
Total increase (decrease) from operations ⁽²⁾	0.22	(0.77)	0.07	0.05	0.44	0.07
Distributions:						
From net investment income (excluding dividends)	(0.20)	(0.27)	(0.22)	(0.30)	(0.39)	(0.29)
Total Annual Distributions ⁽³⁾	(0.20)	(0.27)	(0.22)	(0.30)	(0.39)	(0.29)
Net Assets, end of year/period (\$) ⁽⁴⁾	9.13	9.11	10.09	10.25	10.27	10.24

Ratios and Supplemental Data

Series M	Period ended June 30	Periods ended December 31				
		2023	2022	2021	2020	2019
Total net asset value (\$ (000's) ⁽⁵⁾	12,314	12,827	19,074	22,961	39,893	42,841
Number of units outstanding (000's) ⁽⁵⁾	1,349	1,408	1,890	2,239	3,885	4,185
Management expense ratio ⁽⁶⁾	0.91%	0.91%	0.90%	0.96%	0.95%	0.94%
Management expense ratio before waivers or absorptions ⁽⁷⁾	0.91%	0.91%	0.90%	0.96%	0.95%	1.00%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	9.13	9.11	10.09	10.25	10.27	10.24

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series O	Period ended June 30	Periods ended December 31				
		2023	2022	2021	2020	2019
Net Assets, beginning of year/period (\$)	9.13	10.10	10.26	10.26	10.21	10.43
Increase (decrease) from operations:						
Total revenue	0.23	0.36	0.29	0.36	0.45	0.38
Total expenses (excluding distributions)	(0.06)	(0.13)	(0.14)	(0.14)	(0.15)	(0.15)
Realized gains (losses) for the period	(0.37)	(0.36)	0.31	0.16	(0.21)	(0.08)
Unrealized gain (losses) for the period	0.40	(0.62)	(0.46)	(0.21)	0.28	(0.13)
Total increase (decrease) from operations ⁽²⁾	0.20	(0.75)	—	0.17	0.37	0.02
Distributions:						
From net investment income (excluding dividends)	(0.18)	(0.23)	(0.16)	(0.23)	(0.32)	(0.24)
Total Annual Distributions ⁽³⁾	(0.18)	(0.23)	(0.16)	(0.23)	(0.32)	(0.24)
Net Assets, end of year/period (\$) ⁽⁴⁾	9.14	9.13	10.10	10.26	10.26	10.21

Ratios and Supplemental Data

Series O	Period ended June 30	Periods ended December 31				
		2023	2022	2021	2020	2019
Total net asset value (\$ (000's) ⁽⁵⁾	5,990	7,454	9,225	8,433	10,242	10,502
Number of units outstanding (000's) ⁽⁵⁾	656	817	913	822	998	1,028
Management expense ratio ⁽⁶⁾	1.40%	1.39%	1.40%	1.44%	1.43%	1.44%
Management expense ratio before waivers or absorptions ⁽⁷⁾	1.40%	1.39%	1.40%	1.44%	1.43%	1.50%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	9.14	9.13	10.10	10.26	10.26	10.21

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series A (US\$)	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period (\$)	12.43	12.85	13.14	13.37	13.88	12.94
Increase (decrease) from operations:						
Total revenue	0.31	0.46	0.38	0.50	0.60	0.49
Total expenses (excluding distributions)	(0.09)	(0.18)	(0.19)	(0.21)	(0.21)	(0.20)
Realized gains (losses) for the period	(0.37)	0.15	0.13	0.34	(0.11)	0.22
Unrealized gain (losses) for the period	0.19	(0.59)	(0.45)	(0.39)	(0.42)	0.76
Total increase (decrease) from operations ⁽²⁾	0.04	(0.16)	(0.13)	0.24	(0.14)	1.27
Distributions:						
From net investment income (excluding dividends)	(0.25)	(0.30)	(0.20)	(0.31)	(0.39)	(0.28)
Total Annual Distributions ⁽³⁾	(0.25)	(0.30)	(0.20)	(0.31)	(0.39)	(0.28)
Net Assets, end of year/period (\$) ⁽⁴⁾	12.20	12.43	12.85	13.14	13.37	13.88

Ratios and Supplemental Data

Series A (US\$)	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Total net asset value (\$ (000's) ⁽⁵⁾	731	902	1,177	779	4,130	4,206
Number of units outstanding (000's) ⁽⁵⁾	60	73	92	59	309	303
Management expense ratio ⁽⁶⁾	1.47%	1.46%	1.45%	1.56%	1.56%	1.50%
Management expense ratio before waivers or absorptions ⁽⁷⁾	1.47%	1.46%	1.45%	1.56%	1.56%	1.56%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	12.20	12.43	12.85	13.14	13.37	13.88

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%..

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series F (US\$)	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period (\$)	12.41	12.83	13.12	13.35	13.87	12.90
Increase (decrease) from operations:						
Total revenue	0.31	0.46	0.37	0.49	0.60	0.51
Total expenses (excluding distributions)	(0.06)	(0.12)	(0.12)	(0.13)	(0.13)	(0.13)
Realized gains (losses) for the period	(0.37)	0.16	0.13	0.10	(0.08)	0.30
Unrealized gain (losses) for the period	0.17	(0.65)	(0.43)	(0.26)	(0.53)	0.65
Total increase (decrease) from operations ⁽²⁾	0.05	(0.15)	(0.05)	0.20	(0.14)	1.33
Distributions:						
From net investment income (excluding dividends)	(0.29)	(0.36)	(0.27)	(0.40)	(0.48)	(0.32)
Total Annual Distributions ⁽³⁾	(0.29)	(0.36)	(0.27)	(0.40)	(0.48)	(0.32)
Net Assets, end of year/period (\$) ⁽⁴⁾	12.17	12.41	12.83	13.12	13.35	13.87

Ratios and Supplemental Data

Series F (US\$)	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Total net asset value (\$ (000's) ⁽⁵⁾	2,232	2,730	3,863	4,644	6,344	11,201
Number of units outstanding (000's) ⁽⁵⁾	183	220	301	354	475	808
Management expense ratio ⁽⁶⁾	0.91%	0.93%	0.92%	0.95%	0.96%	0.95%
Management expense ratio before waivers or absorptions ⁽⁷⁾	0.91%	0.93%	0.92%	0.95%	0.96%	1.01%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	12.17	12.41	12.83	13.12	13.35	13.87

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series I (US\$)	Period ended June 30	Periods ended December 31				
		2023	2022	2021	2020	2019
Net Assets, beginning of year/period (\$)	13.79	13.92	13.98	13.91	14.22	13.07
Increase (decrease) from operations:						
Total revenue	0.35	0.51	0.40	0.51	0.62	0.50
Total expenses (excluding distributions)	(0.00)	(0.00)	—	(0.01)	(0.01)	—
Realized gains (losses) for the period	(0.43)	0.18	0.15	(0.01)	(0.06)	0.13
Unrealized gain (losses) for the period	0.20	(0.62)	(0.43)	(0.19)	(0.46)	0.81
Total increase (decrease) from operations ⁽²⁾	0.12	0.07	0.12	0.30	0.09	1.44
Distributions:						
From net investment income (excluding dividends)	(0.18)	(0.20)	(0.17)	(0.23)	(0.40)	(0.29)
Total Annual Distributions ⁽³⁾	(0.18)	(0.20)	(0.17)	(0.23)	(0.40)	(0.29)
Net Assets, end of year/period (\$) ⁽⁴⁾	13.73	13.79	13.92	13.98	13.91	14.22

Ratios and Supplemental Data

Series I (US\$)	Period ended June 30	Periods ended December 31				
		2023	2022	2021	2020	2019
Total net asset value (\$ (000's) ⁽⁵⁾	16	16	16	16	16	16
Number of units outstanding (000's) ⁽⁵⁾	1	1	1	1	1	1
Management expense ratio ⁽⁶⁾	0.02%	0.01%	0.01%	0.04%	0.05%	0.04%
Management expense ratio before waivers or absorptions	0.02%	0.01%	0.01%	0.04%	0.05%	0.04%
Trading expense ratio ⁽⁷⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁸⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	13.73	13.79	13.92	13.98	13.91	14.22

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁸⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Financial Highlights (continued)

The Fund's Net Assets per Unit ^{^(1)}

Series M (US\$)	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period (\$)	12.26	12.69	12.97	13.24	13.87	12.91
Increase (decrease) from operations:						
Total revenue	0.30	0.45	0.37	0.49	0.60	0.50
Total expenses (excluding distributions)	(0.06)	(0.11)	(0.12)	(0.13)	(0.12)	(0.12)
Realized gains (losses) for the period	(0.36)	0.17	0.15	0.25	0.04	0.32
Unrealized gain (losses) for the period	0.18	(0.79)	(0.42)	(0.38)	(0.51)	0.63
Total increase (decrease) from operations ⁽²⁾	0.06	(0.28)	(0.02)	0.23	0.01	1.33
Distributions:						
From net investment income (excluding dividends)	(0.27)	(0.38)	(0.27)	(0.43)	(0.60)	(0.34)
Total Annual Distributions ⁽³⁾	(0.27)	(0.38)	(0.27)	(0.43)	(0.60)	(0.34)
Net Assets, end of year/period (\$) ⁽⁴⁾	12.04	12.26	12.69	12.97	13.24	13.87

Ratios and Supplemental Data

Series M (US\$)	Period ended June 30	Periods ended December 31				
	2023	2022	2021	2020	2019	2018
Total net asset value (\$ (000's) ⁽⁵⁾	1,912	2,030	3,970	4,939	11,952	35,204
Number of units outstanding (000's) ⁽⁵⁾	159	166	313	381	903	2,539
Management expense ratio ⁽⁶⁾	0.93%	0.92%	0.92%	0.95%	0.91%	0.91%
Management expense ratio before waivers or absorptions ⁽⁷⁾	0.93%	0.92%	0.92%	0.95%	0.91%	0.97%
Trading expense ratio ⁽⁸⁾	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%
Portfolio turnover rate ⁽⁹⁾	87%	90%	127%	393%	337%	233%
Net asset value per unit (\$)	12.04	12.26	12.69	12.97	13.24	13.87

[^] A zero balance may reflect actual amounts rounding to less than \$0.01 or 0.01%.

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

⁽²⁾ Net assets and distributions are based on the actual number of Fund units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This is not a reconciliation of the beginning and ending net assets per unit.

⁽⁵⁾ This information is presented as at June 30, 2023 and December 31 of the years shown.

⁽⁶⁾ Management expense ratio is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁷⁾ The management expense ratio before waivers currently being charged to the Fund incorporates a reduction of 0.10%. Effective August 3, 2018, the fee reduction became permanent.

⁽⁸⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁹⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Management Fees

The Manager is responsible for the operations of the Fund including arranging for the provision of services such as investment management, transfer agency, fund accounting and other administrative services. In consideration for the provision of such services, the Manager is paid a management fee by the Fund that is calculated and accrued daily and is payable monthly. With respect to Series I and Series I (US\$) units, management fees are negotiated between the investor and the Manager. These fees are paid directly by the investor and are not an expense of the Fund. Many of the operating expenses of the Fund are largely payable by the Manager and not by the Fund. Management fees are used to pay trailing commissions, in connection with Series A, Series A (US\$), and Series O units, to registered dealers for the services and/or advice that they provide to investors.

The breakdown of the services received as a percentage of the management fees are as follows:

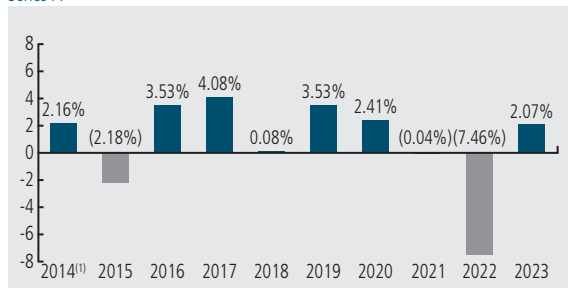
	Management Fee	Trailing Commissions paid to dealers	Investment management and general administration
Series A and Series A (US\$)	1.35%	37%	63%
Series F and Series F (US\$)	0.85%	0%	100%
Series M and Series M (US\$)	0.82%	0%	100%
Series O	1.30%	38%	62%

Past Performance

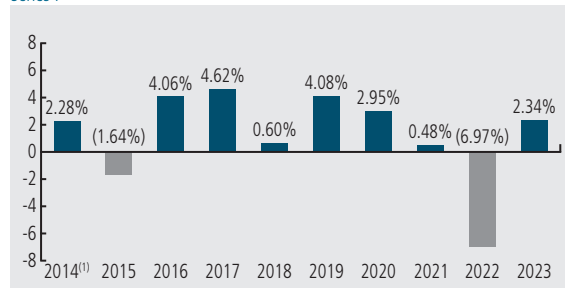
Year-by-Year Returns

The following bar charts show each Series' performance for the 6-month period ended June 30, 2023, and for each of the previous periods ended December 31 and illustrate how the Series' performance has changed from year to year. In percentage terms, the bar charts indicate how much an investment made on the first day of the period would have grown or decreased by the end of the period.

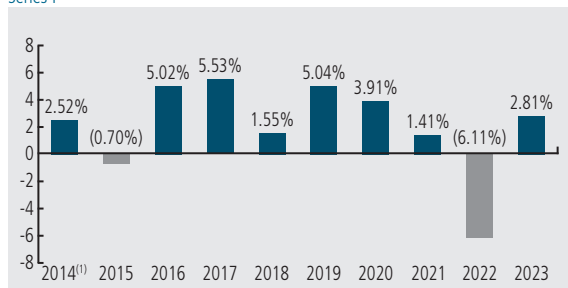
Series A



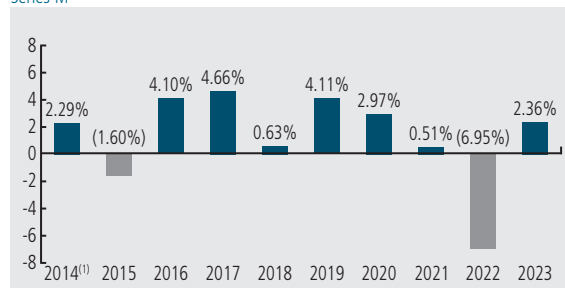
Series F



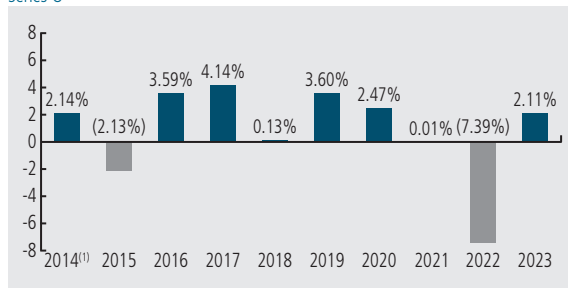
Series I



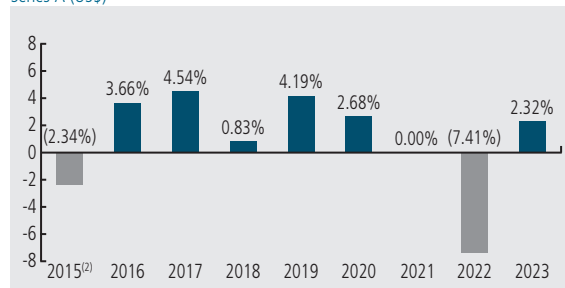
Series M



Series O

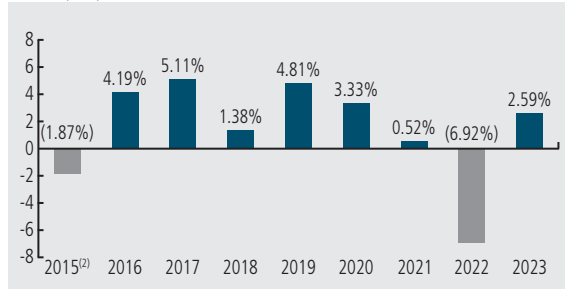


Series A (US\$)

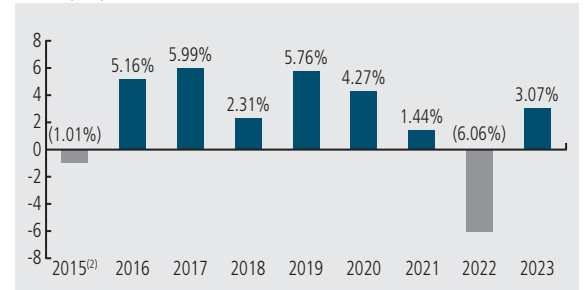


Past Performance (continued)

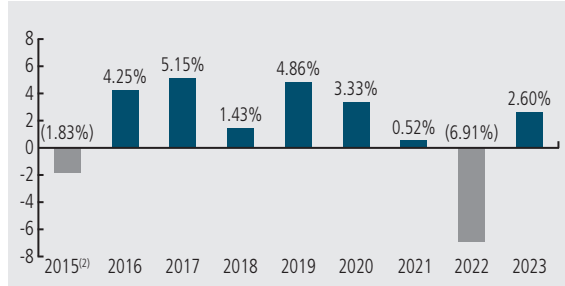
Series F (US\$)



Series I (US\$)



Series M (US\$)



⁽¹⁾ Returns are from series inception September 30, 2014 to December 31, 2014.

⁽²⁾ Returns are from series inception January 30, 2015 to December 31, 2015.

Summary of Investment Portfolio as at June 30, 2023

The Summary of Investment Portfolio may change due to the Fund's ongoing portfolio transactions. Updates are available quarterly. To obtain a copy, please contact a member of our client services team at 1-866-341-3350.

Country Allocation		% of NAV	Top 25 Holdings		% of NAV
United States		60.7	Cash and Cash Equivalents		25.2
Cayman Islands		6.1	Uniform Mortgage-Backed Security, TBA 5.000% 08/01/2053		6.3
United Kingdom		3.6	Uniform Mortgage-Backed Security, TBA 3.500% 08/01/2053		3.7
South Africa		3.1	Uniform Mortgage-Backed Security, TBA 4.000% 08/01/2053		3.6
Other		16.8	South Africa Government International Bond 10.500% 12/21/2026		2.8
Total Investments (Long Positions)		90.3	Fremont Home Loan Trust 5.765% 11/25/2035		2.8
Cash and Cash Equivalents		25.2	Option One Mortgage Loan Trust Asset-Backed Certificates 5.840% 11/25/2035		2.6
Financial Derivative Positions (Long Positions) ⁽¹⁾		(1.9)	Uniform Mortgage-Backed Security, TBA 4.500% 07/01/2053		2.5
Financial Derivative Positions (Short Positions) ⁽¹⁾		1.2	Renaissance Home Equity Loan Trust 5.612% 04/25/2037		1.7
Liabilities Less Other Assets		(14.8)	Home Equity Asset Trust 6.185% 08/25/2035		1.7
Total Portfolio Allocation		100.0	Morgan Stanley Home Equity Loan Trust 5.670% 04/25/2036		1.5
			Park Place Securities, Inc. Asset-Backed Pass-Through Certificates 5.975% 07/25/2035		1.5
Class Allocation		% of NAV	Fremont Home Loan Trust 5.690% 02/25/2036		1.4
Asset-Backed Securities		32.8	Countrywide Asset-Backed Certificates Trust 6.095% 02/25/2036		1.3
Corporate Bonds & Notes		25.6	Securitized Asset-Backed Receivables LLC Trust 5.430% 07/25/2036		1.3
U.S. Government Agencies		17.0	Halsey CLO Ltd. 6.350% 07/20/2031		1.1
Non-Agency Mortgage-Backed Securities		7.0	UBS Group AG 3.750% 03/26/2025		1.0
Sovereign Issues		5.0	OSD CLO Ltd. 6.130% 04/17/2031		0.9
Other		2.9	RegionalCare Hospital Partners Holdings, Inc. 9.023% 11/16/2025		0.9
Total Investments (Long Positions)		90.3	Towd Point Mortgage Trust 2.900% 10/25/2059		0.9
Cash and Cash Equivalents		25.2	Hilton Worldwide Finance LLC 6.939% 06/22/2026		0.9
Financial Derivative Positions (Long Positions) ⁽¹⁾		(1.9)	Towd Point Mortgage Funding 5.635% 10/20/2051		0.9
Financial Derivative Positions (Short Positions) ⁽¹⁾		1.2	Morgan Stanley ABS Capital, Inc. Trust 5.310% 09/25/2026		0.9
Liabilities Less Other Assets		(14.8)	Uniform Mortgage-Backed Security, TBA 3.000% 08/01/2053		0.9
Total Portfolio Allocation		100.0	Receive 1-Day USD-SOFR Compounded-OIS 0.500% 06/16/2026 Centrally Cleared Interest Rate Swap ⁽¹⁾		(0.8)
			Total Net Assets Attributable to Holders of Redeemable Units (amount in thousands)		\$82,449

⁽¹⁾ % of NAV Represents unrealized gain (loss).

[THIS PAGE INTENTIONALLY LEFT BLANK]

[THIS PAGE INTENTIONALLY LEFT BLANK]

Caution Regarding Forward Looking Notes. This document may contain forward-looking statements about the Fund (including its performance, strategies, risks, prospects, condition and actions) and other anticipated future events, results, circumstances and expectations. Speculation or stated beliefs about future events, such as market and economic conditions, security performance or other projections are "forward-looking statements". Forward-looking statements may include statements that are predictive in nature, depend upon or refer to future events or conditions, or include words such as "may", "will", "should", "expects", "anticipates", "intends", "plans", "believes", "estimates", "predicts", "suspect", "potential" or "continue", "forecast", "objective", "preliminary", "typical", and other similar expressions. Forward-looking statements are inherently subject to risks, uncertainties and assumptions, including, without limitation, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, the volatility of global equity and capital markets, business competition, technological change, changes in government regulations, changes in tax laws, unexpected judicial or regulatory proceedings, catastrophic events. The foregoing list of important risks that may affect future results is not exhaustive. We caution you not to place undue reliance on forward-looking statements. Forward-looking statements are not guarantees of future performance, and actual events could differ materially from those expressed or implied in any forward looking statements. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility. There is no specific intention of updating any forward looking statements whether as a result of new information, future events or otherwise.