

## Goodwood Fixed Income Strategies

Compound Return (%)	1 Mo	YTD	1 Yr	3 Yr	5 Yr	10 Yr	15 Yr	Inception	Weighted Average Yield (%)	Effective Duration
<b>Goodwood Milford Fund LP, Class S</b>	<b>-0.08</b>	<b>3.59</b>	<b>9.19</b>	<b>2.89</b>	<b>6.82</b>	<b>4.57</b>	<b>8.52</b>	<b>10.00</b>	<b>5.1</b>	<b>5.2</b>
<b>Goodwood Milford Fund Trust, Class F</b>	<b>0.13</b>	<b>3.46</b>	<b>8.89</b>	<b>3.82</b>	<b>7.14</b>	<b>-</b>	<b>-</b>	<b>3.85</b>	<b>5.2</b>	<b>5.3</b>
iShares Core Canadian Universe Bond ETF	0.03	1.36	7.20	3.47	-0.14	1.68	2.86	-	3.5	7.2
iShares Canadian Corporate Bond ETF	0.59	1.94	8.78	5.55	1.96	2.63	3.59	-	4.0	5.6
S&P/TSX Composite TR Index ("TSX")	5.56	7.05	21.05	11.55	14.92	8.99	8.03	-	2.9	-

Returns are net of fees. Source: Goodwood Inc., S&amp;P Dow Jones Indices and iShares by Blackrock. See page 2 for more detailed footnote.

### Portfolio Manager

Chris Currie, CFA

[ccurrie@goodwoodfunds.com](mailto:ccurrie@goodwoodfunds.com)


### Goodwood Fixed Income Strategies

**Goodwood Milford Fund Units** - The Goodwood Milford Fund has a core strategy of investing in corporate bonds selected to provide higher coupon income and capital gains from credit upgrades and credit-enhancing events. The Fund's manager uses a bottom-up, fundamental investment style to deliver strong returns with low monthly volatility. The Fund can invest a portion of its assets in long-short equity investments.

**Institutional Segregated Accounts** – Goodwood offers sub-advisory portfolio management services to pensions, endowments, foundations and other institutional investors. The [investment-grade bond](#) mandate's objective is to preserve capital and provide a high rate of cash coupon income. The environmental, social, and (corporate) governance ("[ESG](#)") [conscious investment-grade bond](#) mandate's objective is to preserve capital and generate income by investing in bonds with good relative ESG performance and attractive coupons.

**Private Client Accounts** - Goodwood offers segregated managed accounts to individual investors utilizing a corporate bond and equity investment strategy similar to the Goodwood Milford Fund; however, each account is customized to meet investors' goals, objectives and risk tolerances.

### Goodwood Milford Fund Portfolio Review

**Investment Grade Corporate Bonds** - Volatility in the bond market declined in May as compared to the fireworks in April. The Canadian 10 year bond rose in yield from 3.1% to 3.2%. In terms of economic data, weaker employment data in Canada was the most notable. As expected, inflation ticked higher due to tariffs from Trump's "Liberation Day" platform. The long end of the maturity curve underperformed as investors were concerned about weaker long bond auctions in the US and in Japan. Corporate bond spreads continued the April rally - following the markets rally in risk assets. On average, investment grade corporate bond spreads tightened 5-10 basis points and new issue volumes were strong. The Bank of Canada announced no change to the 2.75% policy rate on June 4.

The Canadian dollar ended April at approximately \$1.3854 CAD per USD, then sold off to the \$1.3982 level mid month. The C\$ ended the month of May in positive territory at \$1.3740.

In the US, the 10 year bond rose from 4.2% to 4.4% partly due to investors' negative reaction to the projected deficit increase set out in Trump's "Big Beautiful Bill". On May 7, the FOMC announced no change in the Fed Funds rate target of 4.25% to 4.50%. FOMC Chairman Powell's post meeting comments downplayed any near-term rate cuts. Goodwood's internal US interest rate forecast is for two 25 basis points cuts in Q4.

The Goodwood Milford Fund LP, Class S returned -0.08% in May and +3.59% year-to-date and the Goodwood Milford Fund Trust, Class F returned +0.13% in May and +3.46% year-to-date.

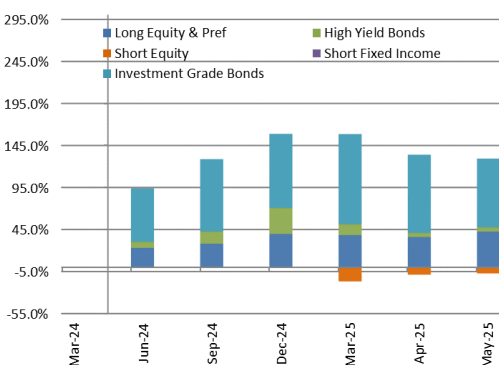
**High Yield Bonds** - The US high yield bond ETF (iShares iBoxx \$ High Yield Corporate Bond ETF) May and 2025 returns were +1.71% and +2.87%, respectively. High yield bonds generated a positive return that was driven by the sharp rally in the equity markets.

**Equities** - The S&P/TSX Composite TR Index returns for May and 2025 were +5.56% and +7.05% and the Dow Jones Industrial Average total returns were +4.16% and +0.08%, respectively. Equities were strong in May, rebounding from the April lows as investors became more confident on a positive outcome for tariff negotiations. Trump's pausing of a number of tariffs until July 9 helped the bullish narrative.

**Preferred Shares** - The S&P/TSX Preferred Share Index returned +5.05% in May and +4.40% year-to-date. The Fund currently holds no preferred shares.

As a reminder, the Fund provides weekly & monthly liquidity and is open to new investors.

### Historical Asset Allocation\*



\*Source: Goodwood Inc., Goodwood Milford Fund LP, Class S

Portfolio Statistics	Class S*	Class F**
Effective Duration (Years) (Net)	5.2	5.3
Net Capital Invested	122.3	124.3
Gross Exposure	136.6	136.4
Correlation to Broad Mkt (TSX)	0.60	0.73

Source: Goodwood Inc.

\*Goodwood Milford Fund LP, Class S

\*\*Goodwood Milford Fund Trust, Class F

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### Growth of \$100,000 Invested January 1, 2006



Returns are net of fees. Source: Goodwood Inc., Goodwood Milford Fund LP Class S

### Investment Awards:

2021 Global Manager Research Top Performer: **Credit-Focused Alternatives - 3-Year Return**  
 2021 Global Manager Research Top Performer: **Credit-Focused Alternatives - 1-Year Return**  
 2019 Canadian Hedge Fund Awards: **Overall Best Hedge Fund Category**  
 2019 Canadian Hedge Fund Awards: **Best 1-Year Return Category**  
 2018 Canadian Hedge Fund Awards: **Best 5-Year Return Category**  
 2017 Canadian Hedge Fund Awards: **Best 5-Year Return Category**  
 2016 Canadian Hedge Fund Awards: **Best 5-Year Sharpe Ratio Category**  
 2015 Canadian Hedge Fund Awards: **Best 5-Year Sharpe Ratio Category**  
 2014 Canadian Hedge Fund Awards: **Best 5-Year Return Category**  
 2012 Canadian Hedge Fund Awards: **Best 3-Year Sharpe Ratio Category**  
 2012 Canadian Hedge Fund Awards: **Best 3-Year Return Category**

#### Goodwood Milford Fund



WINNER OF THE  
2019 CANADIAN  
HF AWARDS

Credit Focused

Best 1 Year Return

1st Place

#### Goodwood Milford Fund



WINNER OF THE  
2019 CANADIAN  
HF AWARDS

Overall Best Hedge Fund

Best Combined 10 Year Return

AND Sharpe Ratio

1st Place

### Information Disclosure:

This communication is for information purposes only and is not, and under no circumstances is it to be construed as, an invitation to make an investment in the Goodwood Milford Fund LP or Goodwood Milford Fund Trust (the "Funds") nor does it constitute a public offering to sell the Funds, strategy or any other products described herein. It should not be relied upon when evaluating the merits of a potential investment in any funds or strategies managed by Goodwood Inc. \*Performance returns within are calculated for the founding Class of Units for the Fund - Goodwood Milford Fund LP Class S Units. The Fundserv Codes provided herein are for Units of the Goodwood Milford Fund Trust. While the Goodwood Milford Fund LP utilizes the same investment mandate as Goodwood Milford Fund Trust, other classes or series, including the Goodwood Milford Fund Trust may charge different fees and/or have varying investments therefore performance returns between classes and Funds may vary. The returns are net of all management fees, expenses and incentive performance fees. Performance data from certain market indices/ETFs (iShares Core Canadian Corporate Bond Index ETF (XCB), iShares Core Canadian Universe Bond Index ETF (XBB) and TSX) are provided in this presentation for information purposes only. A comparison of the Fund's performance to such market indices is of limited use because the composition of the Fund's portfolio may contain other securities not found in the market index. As a result, no market indices are directly comparable to the results of the Fund or strategy.