

**Fund Review** In June, the Fund returned (2.9%), as compared to the TSX Venture index and TSX Total Return index, which returned 5.6% and 2.9% respectively during the month.

The strong performance of the TSX Venture index continued to be primarily driven by the precious metals sector. The Fund has lagged the TSXV in recent months largely as a result of our lower precious metal weighting. Although we have a positive outlook for the precious metal sector, we do not believe it is prudent to allocate nearly half the Fund to this sector to match the index weighting. Historically, our diversified strategy has been advantageous as sector performance has fluctuated widely at times. Notwithstanding this, we have committed to several new positions in the precious metal sector which will increase our weighting in that sector.

Performance of one of our core holdings, **Delcath Systems (NASDAQ:DCTH)**, has corrected in recent weeks. DCTH declined by 16% during the month of June. We expect that the upcoming release in early August of the Q2/25 financial results will provide support for the share price with the company transitioning to profitability. The company will likely provide an update on the initiation of trials in much larger indications. These are lower risk trials and we expect successful trials will result in substantial upside for the shares.

Current sector allocations are as follows: 23% technology, 25% life sciences, 7% consumer, 7% precious metals, 33% metals, 2% energy, 2% levered short ETFs and 2% warrants.

**Outlook** Canadian small cap equities are poised for a potential resurgence following an extended period of underperformance relative to their large-cap counterparts. Historically, small caps have led during early-stage economic recoveries and periods of improving investor sentiment, both of which appear to be developing. With the Bank of Canada initiating interest rate cuts and inflation trending downward, the macroeconomic backdrop is becoming more supportive for risk assets. Small caps, which are more sensitive to economic cycles, could benefit disproportionately as capital rotates into more undervalued and higher-growth areas of the market.

Valuations for Canadian small cap equities remain compelling, with many stocks trading at multi-year lows relative to earnings and book value. This is especially true in sectors such as technology and clean energy, where innovation and global demand trends are creating long-term tailwinds. Moreover, resource-related small caps in areas like critical minerals and precious metals are benefiting from renewed global interest in supply chain security and macro uncertainty, making Canada's resource-rich economy a unique advantage. Investor appetite is also expected to improve as confidence returns to equity markets and liquidity conditions normalize. For investors willing to navigate volatility, the Canadian small cap space offers significant upside potential, especially when guided by experienced active managers who specialize in uncovering value in underfollowed names.

Regards,  
Steve Palmer, CFA  
President and CIO

### Performance\* (Class A)

	June	YTD	1 Year	3 Year	5 Year	10 Year	Inception	Cumulative
<b>AlphaNorth Partners</b>	<b>(2.9%)</b>	<b>(3.3%)</b>	<b>(0.9%)</b>	<b>(3.7%)</b>	<b>4.9%</b>	<b>7.3%</b>	<b>5.2%</b>	<b>142.0%</b>
S&P/TSX Venture	5.6%	22.7%	28.7%	5.9%	3.4%	0.9%	(7.2%)	(73.2%)
S&P/TSX Composite TRI	2.9%	10.2%	26.4%	16.1%	15.0%	9.6%	7.1%	232.9%

### Key Reasons to Own This Fund

#### PROVEN LONG TERM PERFORMANCE:

- Management team has a 26+ year track record of generating industry leading returns of 14.8% annualized compared to -1.4% for the BMO Small Cap/TSXV\*\*

#### DIVERSIFICATION THROUGH SMALL CAP:

- AlphaNorth Partners Fund is well diversified across the resource, technology and life sciences sectors
- One of the best performing asset classes over the long term which compliments any investment portfolio and greatly enhances wealth accumulation

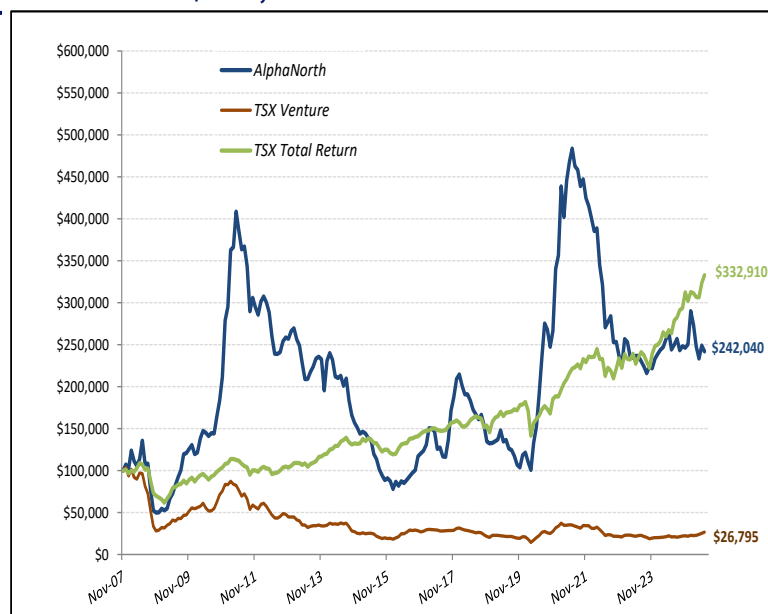
#### UNIQUE ASPECTS:

- Management owns a significant portion of fund assets
- All performance fees are reinvested into the fund

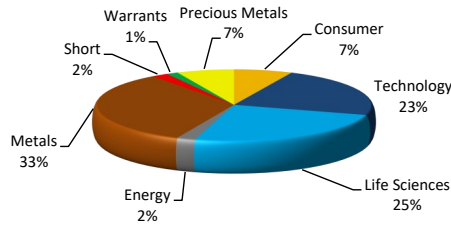
#### LEVERAGE WITH WARRANTS:

- Participate in numerous private placements to accumulate warrants for upside leverage

### Growth of \$100,000 Initial Investment



## Current Sector Allocation



## Fund Information

<b>Fund Type</b>	Alternative Strategies (Long biased small cap)
<b>Fund Codes</b>	Class A: AAM100/101, Class D: AAM200/201
<b>Eligibility</b>	Accredited Investors only; RRSP eligible
<b>Fund Details</b>	Management Fee Class A- 2%, Class D- 2.5%
<b>Sub/Redemption</b>	Monthly, 90 day notice
<b>Lock-up</b>	None
<b>Redemption Fee</b>	Class A: none; Class D: 3% yr 1, 1.5% yr 2
<b>Beta vs. TSXV/TSX</b>	0.91/1.37

## Monthly Performance\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>2007</b>												7.4%	<b>7.4%</b>
<b>2008</b>	(5.0%)	21.6%	(10.1%)	(5.6%)	8.1%	19.2%	(20.7%)	0.7%	(29.1%)	(31.9%)	(4.9%)	0.7%	<b>(53.3%)</b>
<b>2009</b>	9.0%	(3.5%)	4.0%	21.2%	9.0%	14.1%	11.5%	9.0%	19.1%	1.2%	4.1%	3.7%	<b>160.6%</b>
<b>2010</b>	(8.5%)	1.7%	14.0%	6.4%	(1.6%)	(2.7%)	2.6%	(0.4%)	14.2%	11.3%	15.4%	31.9%	<b>113.6%</b>
<b>2011</b>	5.8%	23.0%	0.9%	11.7%	(5.7%)	(5.7%)	1.0%	(6.5%)	(15.6%)	5.6%	(3.8%)	(2.9%)	<b>2.4%</b>
<b>2012</b>	5.6%	2.0%	(2.4%)	(3.9%)	(9.9%)	(7.9%)	(0.1%)	0.9%	5.3%	1.8%	(0.7%)	3.6%	<b>(6.8%)</b>
<b>2013</b>	1.3%	(4.9%)	(2.9%)	(8.4%)	(8.4%)	0.2%	4.1%	2.9%	4.2%	1.0%	(1.3%)	(16.0%)	<b>(26.6%)</b>
<b>2014</b>	18.1%	4.1%	(3.3%)	(8.6%)	(0.9%)	1.4%	(5.7%)	4.3%	(12.5%)	(9.5%)	(5.5%)	(3.6%)	<b>(22.6%)</b>
<b>2015</b>	(4.9%)	1.8%	(1.6%)	(3.8%)	(1.6%)	(12.1%)	(5.3%)	(10.7%)	(6.9%)	(6.1%)	2.5%	(3.95)	<b>(42.3%)</b>
<b>2016</b>	(10.8%)	11.4%	(5.8%)	7.0%	(2.6%)	4.4%	4.9%	4.6%	3.0%	16.6%	2.8%	2.8%	<b>41.6%</b>
<b>2017</b>	5.8%	15%	(0.3%)	(2.3%)	(14.2%)	1.5%	(8.4%)	(0.6%)	17.6%	25.8%	9.3%	11.4%	<b>69.0%</b>
<b>2018</b>	2.7%	(6.3%)	(5.1%)	0.0%	(3.9%)	(5.9%)	(3.2%)	(3.7%)	3.5%	(7.7%)	(12.5%)	(1.6%)	<b>(36.7%)</b>
<b>2019</b>	0.4%	1.5%	1.7%	7.9%	(9.1%)	1.4%	(7.5%)	(1.4%)	(5.8%)	(8.7%)	(3.3%)	14.3%	<b>(10.5%)</b>
<b>2020</b>	2.5%	(9.2%)	(8.5%)	31.8%	14.7%	25.3%	23.1%	17.1%	(2.7%)	(7.7%)	7.7%	27.7%	<b>187.3%</b>
<b>2021</b>	4.8%	23.1%	(8.4%)	10.9%	5.0%	3.4%	(4.4%)	(0.9%)	(4.3%)	1.9%	(5.0%)	(2.2%)	<b>22.0%</b>
<b>2022</b>	(3.5%)	(3.8%)	0.9%	(11.4%)	(6.7%)	(16.8%)	2.4%	2.5%	(11.0%)	0.2%	(6.6%)	(5.1%)	<b>(45.9%)</b>
<b>2023</b>	14.3%	(1.4%)	(6.9%)	(0.7%)	1.1%	(0.2%)	(2.6%)	(2.7%)	(3.6%)	3.6%	(0.9%)	5.2%	<b>3.8%</b>
<b>2024</b>	2.5%	2.0%	1.4%	3.7%	3.6%	(8.1%)	2.3%	2.8%	(5.3%)	2.0%	(0.8%)	1.7%	<b>7.4%</b>
<b>2025</b>	15.9%	(5.7%)	(9.5%)	(5.7%)	6.7%	(2.9%)							<b>(3.3%)</b>

## Investment Strategy

The AlphaNorth Partners Fund Inc. (the "Fund") is a long-biased, small cap hedge fund which focuses primarily on Canadian companies. The Fund's investment objective is to maximize returns over the long term through superior selection of principally Canadian securities. AlphaNorth believes that superior long term investment returns are achievable by exploiting inefficiencies in the Canadian small cap universe through careful security selection on both a long and short basis. Fundamental analysis of companies is used in combination with technical analysis techniques, which has proven to be successful, to assist in the timing of buy/sell decisions. The firm combines both a bottom-up and top-down strategy in the selection of investments offering the best risk/reward characteristics.

## Company Profile

Founded in 2007, AlphaNorth Asset Management's goal is to achieve superior long term returns for investors. Our value added approach combines the successful track record and investment experience of Steven Palmer and Joey Javier who have worked together as a team since 1998 managing small cap portfolios. AlphaNorth manages the AlphaNorth Partners Fund, a long biased small cap focused hedge fund.

Prior to founding AlphaNorth, Steve and Joey managed an award winning small cap equity fund at one of the largest investment firms in North America for 9 years that had an annualized return of 35.8% over their term significantly beating all relevant benchmarks. Founding AlphaNorth Asset Management in 2007, Steve and Joey launched the AlphaNorth Partner Fund which is a two-time winner for best 3 year return at the Canadian Hedge Fund Awards. The Fund recently won 2<sup>nd</sup> place for best one year return at the 2020 Canadian Hedge Fund Awards. Steve Palmer is President and CIO and a Chartered Financial Analyst (CFA). Joey is the trader and is a Chartered Investment Manager (CIM).

## Disclaimer

\*The information contained in this document is not a solicitation to sell any investment products offered by AlphaNorth Asset Management. The information contained herein is for discussion purposes only. Please refer to the Offering Memorandum for complete details of any investment products offered by AlphaNorth Asset Management. There is no guarantee of performance and past performance is not indicative of future results. Returns are presented for Class A shares on an annualized basis except where noted and stated net of all fees. The inception date is December 1, 2007 for the fund. Returns subsequent to 2024 are unaudited. \*\*Based on growth of investment in institutional small cap pooled fund from inception August 1, 1998, to August 1, 2007, and growth of investment in AlphaNorth Partners Fund Inc. from inception December 1, 2007 to the current NAV.