FUND COMMENTARY

AlphaNorth Partners Fund

June 2026

NAV
Class A: $22.703
Class D: $17.102

Fund Review

In June, the Fund returned (8.6%), as compared to the TSX Venture index and TSX Total Return index, which returned (11.3%) and 0.5% respectively during the month.

Virtually every investment in the portfolio is selected with the potential to become a "multi-bagger"- an investment capable of appreciating several times its original value. Historically, each TSX Venture bull market has produced several of these exceptional performers within our portfolio and we believe that identifying and owning these companies through their value creation cycle is one of our key competitive advantages. Unlike many small cap investors, our objective is not to realize quick trading profits. Instead, we seek to remain invested in our highest conviction holdings as they execute and compound shareholder value over multiple years. We believe the greatest wealth creation in small cap investing often comes from having the patience and conviction to hold the relatively few companies that ultimately become the outsized winners of each market cycle.

This philosophy was reinforced in June as long held portfolio company, **BetterLife Pharma (CSE:BETR)** rebounded sharply from very depressed levels, gaining 146% during the month and continuing to advance in July. The rally was driven by a $2 million financing to advance its lead drug candidate and positive clinical data by U.S. listed comparable **Definium Therapeutics (NASDAQ:DFTX)**, which is developing a similar therapy. While it remains too early to determine whether BetterLife will ultimately become one of our next multi-baggers, we believe the opportunity is still in its infancy. With a market capitalization of $26 million versus Definium's US$5.8 billion valuation, we believe the company has substantial upside potential.

Outlook

The recent escalation of tensions in the Middle East has contributed to renewed weakness across global equity markets. Canadian small caps equities have retraced more than half of the gains achieved following their breakout in April 2025. While these declines have understandably unsettled investors, 50% retracements are not uncommon during the early stages of the bull market and, in isolation, do not necessarily signal a return to a prolonged bear market.

Historically, corrections of this nature often coincide with a broadening of market leadership. As investor confidence returns, sectors that initially drove the advance frequently consolidate while new areas of the market emerge as leaders. Although we remain positive on precious metals, we believe other areas of the resource market are likely to outperform during the next phase of the cycle. In particular, critical minerals appear especially well positioned, supported by years of underinvestment, increasing geopolitical emphasis on supply chain security, and accelerating demand driven by electrification, defense spending and strategic industrial policy.

In the U.S., small cap equities have begun to outperform the S&P following an extended period of relative underperformance. Historically, sustained periods of small cap leadership have lasted for several years. This trend remains in its early stages. We believe Canadian small cap equities are similarly positioned to outperform the broader Canadian market.

Regards,

Steve Palmer, CFA
President and CIO

Performance* (Class A)

	June	YTD	1 Year	3 Year	5 Year	10 Year	Inception	Cumulative
AlphaNorth Partners	**(8.6%)**	**(13.4%)**	**(6.2%)**	**(1.3%)**	**(14.0%)**	**9.8%**	**4.5%**	**127.0%**
S&P/TSX Venture	(11.3%)	(9.2%)	22.3%	13.0%	(1.4%)	2.1%	(5.8%)	(67.2%)
S&P/TSX Composite TRI	0.5%	11.2%	32.9%	23.5%	18.6%	12.8%	8.3%	342.4%

Key Reasons to Own This Fund

PROVEN LONG TERM PERFORMANCE:

- Management team has a 28 year track record of generating industry leading returns of 13.7% annualized compared to (0.1%) 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

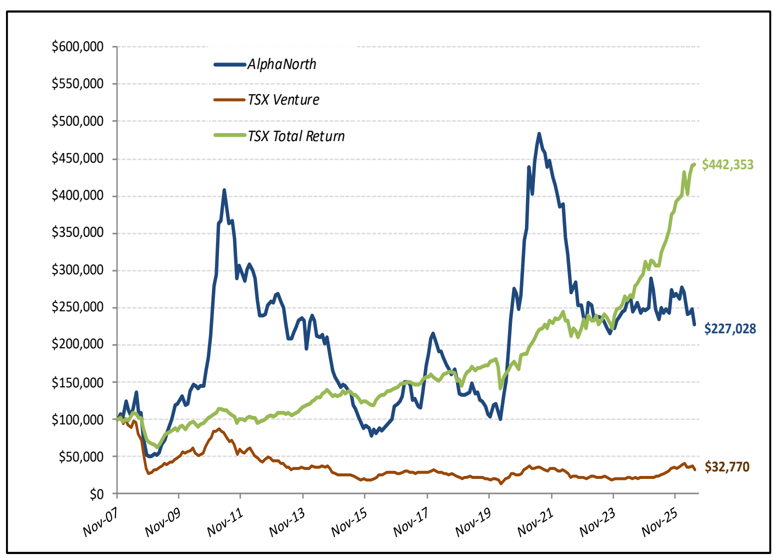
UNIQUE ASPECTS:

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

LEVERAGE WITH WARRANTS:

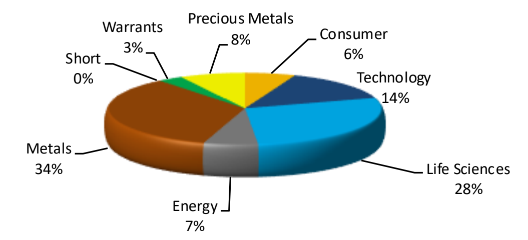
- Participate in numerous private placements to accumulate warrants for upside leverage

Growth of $100,000 Initial Investment



10 Prince Arthur Ave.| Toronto, ON | M5R 1A9 | 416-506-0776 | info@alphanorthasset.com
www.alphanorthasset.com

Current Sector Allocation



Fund Information

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

Monthly Performance*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2007													**7.4%**
2008	(5.0%)	21.6%	(10.1%)	(5.6%)	8.1%	19.2%	(20.7%)	0.7%	(29.1%)	(31.9%)	(4.9%)	0.7%	**(53.3%)**
2009	9.0%	(3.5%)	4.0%	21.2%	9.0%	14.1%	11.5%	9.0%	19.1%	1.2%	4.1%	3.7%	**160.6%**
2010	(8.5%)	1.7%	14.0%	6.4%	(1.6%)	(2.7%)	2.6%	(0.4%)	14.2%	11.3%	15.4%	31.9%	**113.6%**
2011	5.8%	23.0%	0.9%	11.7%	(5.7%)	(5.7%)	1.0%	(6.5%)	(15.6%)	5.6%	(3.8%)	(2.9%)	**2.4%**
2012	5.6%	2.0%	(2.4%)	(3.9%)	(9.9%)	(7.9%)	(0.1%)	0.9%	5.3%	1.8%	(0.7%)	3.6%	**(6.8%)**
2013	1.3%	(4.9%)	(2.9%)	(8.4%)	(8.4%)	0.2%	4.1%	2.9%	4.2%	1.0%	(1.3%)	(16.0%)	**(26.6%)**
2014	18.1%	4.1%	(3.3%)	(8.6%)	(0.9%)	1.4%	(5.7%)	4.3%	(12.5%)	(9.5%)	(5.5%)	(3.6%)	**(22.6%)**
2015	(4.9%)	1.8%	(1.6%)	(3.8%)	(1.6%)	(12.1%)	(5.3%)	(10.7%)	(6.9%)	(6.1%)	2.5%	(3.95)	**(42.3%)**
2016	(10.8%)	11.4%	(5.8%)	7.0%	(2.6%)	4.4%	4.9%	4.6%	3.0%	16.6%	2.8%	2.8%	**41.6%**
2017	5.8%	15%	(0.3%)	(2.3%)	(14.2%)	1.5%	(8.4%)	(0.6%)	17.6%	25.8%	9.3%	11.4%	**69.0%**
2018	2.7%	(6.3%)	(5.1%)	0.0%	(3.9%)	(5.9%)	(3.2%)	(3.7%)	3.5%	(7.7%)	(12.5%)	(1.6%)	**(36.7%)**
2019	0.4%	1.5%	1.7%	7.9%	(9.1%)	1.4%	(7.5%)	(1.4%)	(5.8%)	(8.7%)	(3.3%)	14.3%	**(10.5%)**
2020	2.5%	(9.2%)	(8.5%)	31.8%	14.7%	25.3%	23.1%	17.1%	(2.7%)	(7.7%)	7.7%	27.7%	**187.3%**
2021	4.8%	23.1%	(8.4%)	10.9%	5.0%	3.4%	(4.4%)	(0.9%)	(4.3%)	1.9%	(5.0%)	(2.2%)	**22.0%**
2022	(3.5%)	(3.8%)	0.9%	(11.4%)	(6.7%)	(16.8%)	2.4%	2.5%	(11.0%)	0.2%	(6.6%)	(5.1%)	**(45.9%)**
2023	14.3%	(1.4%)	(6.9%)	(0.7%)	1.1%	(0.2%)	(2.6%)	(2.7%)	(3.6%)	3.6%	(0.9%)	5.2%	**3.8%%**
2024	2.5%	2.0%	1.4%	3.7%	3.6%	(8.1%)	2.3%	2.8%	(5.3%)	2.0%	(0.8%)	1.7%	**7.4%**
2025	15.9%	(5.7%)	(9.5%)	(5.7%)	6.7%	(2.9%)	2.5%	(2.2%)	12.9%	(3.2%)	1.4%	(2.4%)	**4.8%**
2026	5.5%	(2.0%)	(11.1%)	0.6%	2.4%	(8.6%)							(13.4%)

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 2nd 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