

Financial Statements of

QWEST FUNDS CORP.

And Independent Auditors' Report thereon

Years ended December 31, 2024 and 2023



KPMG LLP

777 Dunsmuir Street, 11th floor
Vancouver, BC V7Y 1K3
Canada
Tel 604-691-3000
Fax 604-691-3031

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of:

AlphaDelta Tactical Growth Class
AlphaDelta Canadian Dividend Income Class
AlphaDelta Global Dividend Income Class
(collectively, the "Funds")

Opinion

We have audited the financial statements of the Funds, which comprise:

- the statements of financial position as at December 31, 2024 and December 31, 2023
- the statements of comprehensive income for the years then ended
- the statements of changes in net assets attributable to holders of redeemable shares for the years then ended
- the statements of cash flows for the years then ended
- and notes to the financial statements, including a summary of material accounting policy information

(hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2024 and December 31, 2023, its financial performance and its cash flows for the years then ended in accordance with IFRS Accounting Standards.

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the ***"Auditor's Responsibilities for the Audit of the Financial Statements"*** section of our auditor's report.

We are independent of the Funds in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Other Information

The Manager is responsible for the other information. Other information comprises the information included in the Annual Management Reports of Fund Performance for the Funds filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the information included in the Annual Management Report on Fund Performance for the Funds filed with the relevant Canadian Securities Commissions as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

Responsibilities of the Manager and Those Charged with Governance for the Financial Statements

The Manager is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Funds' ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.



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As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants

Vancouver, Canada

March 21, 2025

AlphaDelta Tactical Growth Class

Statements of Financial Position December 31, 2024 and 2023

	December 31, 2024	December 31, 2023
ASSETS		
Current assets		
Cash	\$ 2,575,187	\$ 351,576
Dividends receivable	–	36,066
Due from related parties (note 4)	74,646	79,646
Receivable for investment sold	–	571,541
Prepaid expenses	10,711	13,037
Investments	7,134,515	8,720,972
	<u>9,795,059</u>	<u>9,772,838</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	32,929	47,340
Management fees payable (note 4)	15,589	14,845
	<u>48,518</u>	<u>62,185</u>
Net assets attributable to holders of redeemable shares	<u>\$ 9,746,541</u>	<u>\$ 9,710,653</u>
Net assets attributable to holders of redeemable shares per series:		
Series A	\$ 1,238,840	\$ 1,253,818
Series F	6,799,427	6,879,652
Series I	1,708,274	1,577,183
	<u>\$ 9,746,541</u>	<u>\$ 9,710,653</u>
Number of redeemable shares outstanding: (note 5)		
Series A	95,544	104,067
Series F	478,399	526,435
Series I	112,290	113,640
Net assets attributable to holders of redeemable shares per share:		
Series A	\$ 12.97	\$ 12.05
Series F	14.21	13.07
Series I	15.21	13.88

Commitments (note 6)

Approved on behalf of the Board:

"Maurice Levesque" Director
Maurice Levesque

"Victor Therrien" Director
Victor Therrien

AlphaDelta Tactical Growth Class

Statements of Comprehensive Income Years ended December 31, 2024 and 2023

	2024	2023
Income		
Interest income	\$ 173,585	\$ 104,360
Dividend income	38,734	112,329
Foreign exchange gain on cash	35,607	8,940
Net realized gain on sale of investments	652,141	557,406
Change in unrealized appreciation of investments	342,454	119,884
	<u>1,242,521</u>	<u>902,919</u>
Expenses		
Management fees (note 4)	155,306	150,798
Shareholder recordkeeping and fund accounting fees	93,712	81,046
Transaction costs (note 7)	79,219	87,246
Filing fees	22,314	17,976
Custodian fees	20,151	22,341
Audit	17,081	19,345
Legal fees	5,694	4,443
Translation fees	4,373	5,723
Independent review committee fees	3,897	3,794
Securityholder reports	3,390	3,132
Foreign withholding taxes	3,266	17,863
Tax review fees	1,933	10,770
Bank charges	150	(7)
Interest	50	137
	<u>410,536</u>	<u>424,607</u>
Increase in net assets attributable to holders of redeemable shares	<u>\$ 831,985</u>	<u>\$ 478,312</u>
Increase in net assets attributable to holders of redeemable shares per series:		
Series A	\$ 90,189	\$ 49,831
Series F	588,195	349,005
Series I	153,601	79,476
	<u>\$ 831,985</u>	<u>\$ 478,312</u>
Increase in net assets attributable to holders of redeemable shares per share:		
Series A	\$ 0.91	\$ 0.47
Series F	1.16	0.63
Series I	1.35	0.64

AlphaDelta Tactical Growth Class

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares Years ended December 31, 2024 and 2023

	Net assets attributable to holders of redeemable shares, beginning of year	Proceeds from redeemable shares issued	Redemption of redeemable shares	Increase in net assets attributable to holders of redeemable shares	Net assets attributable to holders of redeemable shares, end of year
2024					
Series A	\$ 1,253,818	\$ —	\$ (105,167)	\$ 90,189	\$ 1,238,840
Series F	6,879,652	158,410	(826,830)	588,195	6,799,427
Series I	1,577,183	2,490	(25,000)	153,601	1,708,274
	<u>\$ 9,710,653</u>	<u>\$ 160,900</u>	<u>\$ (956,997)</u>	<u>\$ 831,985</u>	<u>\$ 9,746,541</u>

	Net assets attributable to holders of redeemable shares, beginning of year	Proceeds from redeemable shares issued	Redemption of redeemable shares	Increase in net assets attributable to holders of redeemable shares	Net assets attributable to holders of redeemable shares, end of year
2023					
Series A	\$ 1,261,439	\$ —	\$ (57,452)	\$ 49,831	\$ 1,253,818
Series F	7,278,230	320,800	(1,068,383)	349,005	6,879,652
Series I	1,982,904	—	(485,197)	79,476	1,577,183
	<u>\$ 10,522,573</u>	<u>\$ 320,800</u>	<u>\$ (1,611,032)</u>	<u>\$ 478,312</u>	<u>\$ 9,710,653</u>

AlphaDelta Tactical Growth Class

Statements of Cash Flows

Years ended December 31, 2024 and 2023

	2024	2023
Cash provided by (used in):		
Operating Activities		
Increase in net assets attributable to holders of redeemable shares	\$ 831,985	\$ 478,312
Adjustments for non-cash items		
Foreign exchange gain on cash	(35,607)	(8,940)
Net realized gain on sale of investments	(652,141)	(557,406)
Change in unrealized appreciation of investments	(342,454)	(119,884)
Dividend income	(35,468)	(94,466)
Interest income	(173,585)	(104,360)
Interest expense	50	137
Change in non-cash balances		
Due from related parties	5,000	—
Receivable for investment sold	571,541	(571,541)
Prepaid expenses	2,326	(3,567)
Accounts payable and accrued liabilities	(14,411)	(7,875)
Management fee payable	744	(1,006)
Dividend received	71,534	59,872
Interest received	173,585	104,360
Interest paid	(50)	(137)
Proceeds from sale of investments	76,044,098	69,290,524
Purchase of investments	(73,463,046)	(72,666,777)
Cash provided by (used in) operating activities	<u>2,984,101</u>	<u>(4,202,754)</u>
Financing Activities		
Proceeds from redeemable shares issued	160,900	320,800
Redemption of redeemable shares	(956,997)	(1,611,032)
Distribution paid in cash	—	(8)
Cash used in financing activities	<u>(796,097)</u>	<u>(1,290,240)</u>
Increase (decrease) in cash during the year	2,188,004	(5,492,994)
Foreign exchange gain on cash	35,607	8,940
Cash, at beginning of the year	<u>351,576</u>	<u>5,835,630</u>
Cash, at end of the year	<u>\$ 2,575,187</u>	<u>\$ 351,576</u>

AlphaDelta Tactical Growth Class

Schedule of Investment Portfolio as at December 31, 2024

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Investments owned (73.20%)				
Equities (73.20%)				
Basic Materials (6.23%)				
Linde PLC	USD	1,007	467,343	607,253
Total Basic Materials			467,343	607,253
Consumer Discretionary (14.45%)				
Deckers Outdoor Corp.	USD	2,350	630,376	687,424
Tesla Inc.	USD	1,240	715,672	721,272
Total Consumer Discretionary			1,346,048	1,408,696
Consumer Staples (8.53%)				
Costco Wholesale Corp.	USD	630	759,663	831,442
Total Consumer Staples			759,663	831,442
Financial (7.14%)				
Grupo Financiero Galicia SA	USD	7,750	654,022	695,660
Total Financial			654,022	695,660
Health Care (6.71%)				
Intuitive Surgical Inc.	USD	870	623,313	654,070
Total Health Care			623,313	654,070
Industrials (7.67%)				
Cintas Corp.	USD	2,840	705,246	747,352
Total Industrials			705,246	747,352
Others (6.82%)				
iShares Bitcoin Trust	USD	8,700	637,937	664,772
Total Others			637,937	664,772
Technology (15.65%)				
Apple Inc.	USD	1,800	654,940	649,246
MicroStrategy Inc.	USD	2,100	381,180	876,024
Total Technology			1,036,120	1,525,270
Total Equities			6,229,692	7,134,515

AlphaDelta Tactical Growth Class

Schedule of Investment Portfolio as at December 31, 2024 (continued)

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Total investments owned			6,229,692	7,134,515
Commissions and other portfolio transaction costs			(3,472)	—
Net investments owned (73.20%)			6,226,220	7,134,515
Cash (26.42%)				2,575,187
Other assets, net (0.38%)				36,839
Net Assets Attributable to Holders of Redeemable Shares (100%)				9,746,541

AlphaDelta Tactical Growth Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 8 to the financial statements.

The Fund maintains positions in a variety of non-derivative financial instruments in accordance with its investment strategy. The Fund's investment objective is to provide long-term capital appreciation by investing primarily in equity (and equity equivalent) securities of individual companies, as well as exchange trade funds ("ETFs"), listed on securities exchanges in North America. The Fund may hold a portion of its assets in cash or short-term money market securities (including short-term fixed income ETFs) while seeking investment opportunities or for defensive purposes to reflect adverse market, economic, political or other conditions. The Fund may use derivatives for both hedging and income generation purposes.

Financial risks applicable to the AlphaDelta Tactical Growth Class are discussed in more detail below.

(a) Credit risk:

The Fund is not exposed to significant credit risk.

(b) Liquidity risk:

The Fund's prospectus provides for the daily creation and cancellation of shares and it is therefore exposed to the liquidity risk of meeting shareholder redemptions at any time.

The Fund's investments in listed securities are considered to be readily realizable because they are traded on major Canadian and American stock exchanges. As a result, the Fund is able to liquidate investments in these instruments in due time to meet its liquidity obligations.

The Fund's financial liabilities are due within three months of the Fund's year end.

(c) Market risks:

The Fund's strategy for the management of market risk is driven by the Fund's investment objective. The Fund will seek to achieve its investment objective by implementing an investment strategy under which the Fund will concentrate its investments in the sectors or industry groups that the Manager believes to represent attractive quantitative, fundamental and technical characteristics relative to the broad North American equities markets.

The Fund's market risk is managed on a daily basis by the Manager in accordance with the policies and procedures in place. As part of its tactical investment strategy, the Fund may, in certain economic and market environments, undergo relatively quick shifts in industry and section allocations, as well as overall asset allocation. In addition, the Fund may, on occasion, partially or completely exit individual equities, and the stock market in general, in favor of cash and /or short-term money market securities.

AlphaDelta Tactical Growth Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management (continued):

(c) Market risks (continued):

(i) Interest rate risk:

The Fund is not exposed to significant interest rate risk.

(ii) Currency risk:

The Fund may invest up to 100% of its assets in foreign securities. To manage its currency risk the Fund may use over-the-counter forward or swap contracts and /or listed futures contracts to hedge some or all of the foreign currency exposures inherent in the Fund's foreign holdings.

The impact on the assets of a 5% increase or decrease in the foreign exchange rate which the Fund had exposure to, assuming all other variables remain constant, is detailed in the table below:

Currency	Exposure - Monetary Items	Impact if CAD strengthened or weakened by 5% in relation to other currencies
December 31, 2024		
U.S. Dollar	\$ 2,559,862	\$ 127,993
% of Net Assets Attributable to Holders of Redeemable Shares	26.3	1.3

Currency	Exposure - Monetary Items	Impact if CAD strengthened or weakened by 5% in relation to other currencies
December 31, 2023		
U.S. Dollar	\$ 298,895	\$ 14,945
% of Net Assets Attributable to Holders of Redeemable Shares	3.1	0.2

AlphaDelta Tactical Growth Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management (continued):

(c) Market risk (continued):

(iii) Other price risk:

Price risk is managed by the Manager by diversifying the portfolio and economically hedging using derivative financial instruments such as over-the-counter forward or swap contracts and/or listed futures contracts to hedge some or all of the foreign currency exposures inherent in the Fund's foreign (mainly U.S.) holdings. Generally, the Fund will not purchase a security of an issuer if the purchase would result in more than 10% of the net asset value of the Fund being invested in the securities of any one issuer.

The Fund's policy for the concentration of its investment portfolio profile is as follows:

Listed equity investments of net assets	Up to 100%
Unlisted equity investments of net assets	Up to 10%
Unlisted open-ended investment funds of net assets	Up to 10%

There are no restrictions with respect to minimum or maximum sector or industry exposures. Accounting for changes in market value, no single position can be greater than 15% of the net asset value of the Fund.

If the price risk is not in accordance with the investment policy or guidelines of the Fund, then the Manager is obliged to rebalance the portfolio as soon as reasonably possible.

The maximum exposure resulting from financial instruments held by the Fund is determined by the fair value of the financial instruments.

The value of the Fund's investments are affected by both general market factors as well as specific company factors. If the value of the Fund's investments were to increase by 10%, the resulting impact on net assets would be \$713,452 (2023 - \$872,097).

The Manager monitors the concentration of risk for equity based on counterparties and industries. The industry breakdown of investments is disclosed in the Fund's schedule of investment portfolio.

There were no significant concentrations of risk to issuers at December 31, 2024 and 2023. No exposure to any individual issuer exceeded 15% of the net assets attributable to the holders of redeemable shares either at December 31, 2024 and 2023.

AlphaDelta Tactical Growth Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 9 to the financial statements.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statements of financial position.

All fair value measurements below are recurring.

December 31, 2024:

	Level 1	Level 2	Level 3	Total
Assets				
Investments - equities	\$ 7,134,515	\$ –	\$ –	\$ 7,134,515
	\$ 7,134,515	\$ –	\$ –	\$ 7,134,515

December 31, 2023:

	Level 1	Level 2	Level 3	Total
Assets				
Investments - equities	\$ 8,720,972	\$ –	\$ –	\$ 8,720,972
	\$ 8,720,972	\$ –	\$ –	\$ 8,720,972

The carrying amount of the Fund's net assets attributable to redeemable shares also approximates fair value as they are measured at the redemption amount and are classified as Level 2 in the fair value hierarchy.

The Fund's equity positions are classified as Level 1 because the securities are actively traded and a reliable price is observable.

There were no financial instruments transferred between the three levels during the years ended December 31, 2024 and 2023.

AlphaDelta Canadian Dividend Income Class

Statements of Financial Position December 31, 2024 and 2023

	2024	2023
ASSETS		
Current assets		
Cash	\$ 106,882	\$ 122,830
Dividends receivable	30,891	58,690
Subscriptions receivable	—	220
Prepaid expenses	12,650	26,371
Due from related parties (note 4)	346,579	271,799
Investments	10,816,982	13,008,728
	<u>11,313,984</u>	<u>13,488,638</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	47,697	69,034
Distribution payable	15,016	24,007
Management fees payable (note 4)	1,763	4,658
	<u>64,476</u>	<u>97,699</u>
Net assets attributable to holders of redeemable shares	<u>\$ 11,249,508</u>	<u>\$ 13,390,939</u>
Net assets attributable to holders of redeemable shares per series:		
Series A	\$ 133,594	\$ 1,009,271
Series F	650,461	926,982
Series G	860,078	854,320
Series H	249,296	1,296,051
Series I	9,356,079	9,304,315
	<u>\$ 11,249,508</u>	<u>\$ 13,390,939</u>
Number of redeemable shares outstanding: (note 5)		
Series A	6,364	52,220
Series F	29,564	46,315
Series G	38,522	42,213
Series H	11,690	66,273
Series I	630,639	694,674
Net assets attributable to holders of redeemable shares per share:		
Series A	\$ 20.99	\$ 19.33
Series F	22.00	20.01
Series G	22.33	20.24
Series H	21.33	19.56
Series I	14.84	13.39

Commitments (note 6)

Approved on behalf of the Board:

"Maurice Levesque" Director
Maurice Levesque

"Victor Therrien" Director
Victor Therrien

AlphaDelta Canadian Dividend Income Class

Statements of Comprehensive Income

Years ended December 31, 2024 and 2023

	2024	2023
Income		
Dividend income	\$ 459,064	\$ 595,343
Interest income	16,254	17,015
Foreign exchange (loss) gain on cash	(4,704)	7,806
Net realized gain on sale of investments	1,116,879	92,874
Change in unrealized appreciation of investments	121,607	533,416
Tax refunds	—	471
	<u>1,709,100</u>	<u>1,246,925</u>
Expenses		
Shareholder recordkeeping and fund accounting fees	100,166	91,178
Management fees (note 4)	30,259	58,452
Filing fees	25,389	20,396
Audit	21,924	33,882
Custodian fees	21,226	20,267
Legal fees	16,336	13,428
Foreign withholding taxes	12,629	15,318
Transaction costs (note 7)	9,952	4,670
Securityholder reports	5,456	4,529
Translation fees	5,094	2,977
Independent review committee fees	4,195	6,256
Interest	1,336	421
Bank charges	205	(588)
Tax review fees	(349)	6,417
	<u>253,818</u>	<u>277,603</u>
Expenses reimbursements (note 4)	<u>(99,780)</u>	<u>(76,299)</u>
	<u>154,038</u>	<u>201,304</u>
Increase in net assets attributable to holders of redeemable shares	<u>\$ 1,555,062</u>	<u>\$ 1,045,621</u>
Increase in net assets attributable to holders of redeemable shares per series:		
Series A	\$ 28,670	\$ 52,826
Series F	103,503	66,532
Series G	113,594	68,573
Series H	40,615	67,234
Series I	1,268,680	790,456
	<u>\$ 1,555,062</u>	<u>\$ 1,045,621</u>
Increase in net assets attributable to holders of redeemable shares per share:		
Series A	\$ 2.37	\$ 1.03
Series F	2.85	1.51
Series G	2.82	1.42
Series H	2.42	1.10
Series I	2.01	1.07

AlphaDelta Canadian Dividend Income Class

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares Years ended December 31, 2024 and 2023

	Net assets attributable to holders of redeemable shares, beginning of year	Proceeds from redeemable shares issued*	Redemption of redeemable shares*	Distributions to investors from net investment income	Distributions to investors from return of capital	Shares issued on reinvestment of distributions	Increase in net assets attributable to holders of redeemable shares	Net assets attributable to holders of redeemable shares, end of year
2024								
Series A	\$ 1,009,271	\$ 12,379	\$ (915,768)	\$ (6,196)	\$ (1,878)	\$ 7,116	\$ 28,670	\$ 133,594
Series F	926,982	56,159	(432,214)	(23,283)	(7,053)	26,367	103,503	650,461
Series G	854,320	50,000	(157,366)	(26,560)	(8,046)	34,136	113,594	860,078
Series H	1,296,051	8,473	(1,095,843)	(9,177)	(2,781)	11,958	40,615	249,296
Series I	9,304,315	1,498,707	(2,536,591)	(274,472)	(83,153)	178,593	1,268,680	9,356,079
	<u>\$ 13,390,939</u>	<u>\$ 1,625,718</u>	<u>\$ (5,137,782)</u>	<u>\$ (339,688)</u>	<u>\$ (102,911)</u>	<u>\$ 258,170</u>	<u>\$ 1,555,062</u>	<u>\$ 11,249,508</u>

* Total proceeds from redeemable shares relating to switch-ins and redemptions of redeemable shares relating to switch-outs for the year ended December 31, 2024 were \$7,379 and \$(7,379), respectively.

	Net assets attributable to holders of redeemable shares, beginning of year	Proceeds from redeemable shares issued**	Redemption of redeemable shares**	Distributions to investors from net investment income	Distributions to investors from return of capital	Shares issued on reinvestment of distributions	Increase in net assets attributable to holders of redeemable shares	Net assets attributable to holders of redeemable shares, end of year
2023								
Series A	\$ 763,234	\$ 340,259	\$ (145,807)	\$ (31,079)	\$ (11,850)	\$ 41,688	\$ 52,826	\$ 1,009,271
Series F	820,412	107,000	(62,940)	(27,054)	(10,315)	33,347	66,532	926,982
Series G	1,028,518	—	(242,771)	(29,238)	(11,147)	40,385	68,573	854,320
Series H	787,283	507,446	(65,913)	(37,716)	(14,380)	52,097	67,234	1,296,051
Series I	9,498,704	2,292,208	(3,069,467)	(300,333)	(114,512)	207,259	790,456	9,304,315
	<u>\$ 12,898,151</u>	<u>\$ 3,246,913</u>	<u>\$ (3,586,898)</u>	<u>\$ (425,420)</u>	<u>\$ (162,204)</u>	<u>\$ 374,776</u>	<u>\$ 1,045,621</u>	<u>\$ 13,390,939</u>

** Total proceeds from redeemable shares relating to switch-ins and redemptions of redeemable shares relating to switch-outs for the year ended December 31, 2023 were \$nil and \$nil, respectively.

The accompanying notes are an integral part of these financial statements.

AlphaDelta Canadian Dividend Income Class

Statements of Cash Flows

Years ended December 31, 2024 and 2023

	2024	2023
Cash provided by (used in):		
Operating Activities		
Increase in net assets attributable to holders of redeemable shares	\$ 1,555,062	\$ 1,045,621
Adjustments for non-cash items		
Foreign exchange loss (gain) on cash	4,704	(7,806)
Net realized gain on sale of investments	(1,116,879)	(92,874)
Change in unrealized appreciation of investments	(121,607)	(533,416)
Dividend income	(446,435)	(580,025)
Interest income	(16,254)	(17,015)
Interest expense	1,336	421
Change in non-cash balances		
Prepaid expenses	13,721	(8,788)
Due from related parties	(74,780)	(76,299)
Accounts payable and accrued liabilities	(21,337)	7,070
Management fee payable	(2,895)	1,220
Dividend received	474,234	576,043
Interest received	16,254	17,015
Interest paid	(1,336)	(421)
Proceeds from sale of investments	12,267,631	3,044,925
Purchase of investments	(8,837,399)	(3,138,892)
Cash provided by operating activities	<u>3,694,020</u>	<u>236,779</u>
Financing Activities		
Proceeds from redeemable shares issued	1,618,559	3,246,943
Redemption of redeemable shares	(5,130,403)	(3,586,898)
Distribution paid in cash	(193,420)	(211,509)
Cash used in financing activities	<u>(3,705,264)</u>	<u>(551,464)</u>
Decrease in cash during the year	(11,244)	(314,685)
Foreign exchange (loss) gain on cash	(4,704)	7,806
Cash, at beginning of the year	<u>122,830</u>	<u>429,709</u>
Cash, at end of the year	<u>\$ 106,882</u>	<u>\$ 122,830</u>

AlphaDelta Canadian Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Investments owned (96.16%)				
Equities (96.16%)				
Communications (5.79%)				
AT&T Inc.	USD	1,220	35,355	40,012
Cogeco Inc.	CAD	3,650	210,560	215,241
Comcast Corp.	USD	695	38,346	37,569
Nexstar Media Group Inc.	USD	180	40,654	40,956
Quebecor Inc.	CAD	4,500	154,396	141,750
TELUS Corp.	CAD	7,250	196,718	141,303
Verizon Communications Inc.	USD	590	35,559	33,984
Total Communications			711,588	650,815
Consumer Discretionary (1.55%)				
Magna International Inc.	CAD	2,350	129,779	141,188
McDonald's Corp.	USD	80	29,951	33,403
Total Consumer Discretionary			159,730	174,591
Consumer Staples (7.37%)				
Altria Group Inc.	USD	520	35,874	39,164
Colgate-Palmolive Co.	USD	255	35,588	33,390
Inter Parfums Inc.	USD	140	22,976	26,519
Jamieson Wellness Inc.	CAD	5,100	137,265	187,221
Maple Leaf Foods Inc.	CAD	6,900	150,918	140,346
Mondelez International Inc.	USD	335	33,582	28,821
Philip Morris International Inc.	USD	215	35,063	37,269
Premium Brands Holdings Corp.	CAD	2,200	209,290	173,976
The North West Co Inc.	CAD	3,300	126,985	162,096
Total Consumer Staples			787,541	828,802
Energy (18.10%)				
Antero Midstream Corp.	USD	1,770	36,082	38,471
Canadian Natural Resources Ltd.	CAD	4,550	133,359	201,929
Chevron Corp.	USD	105	20,930	21,905
Coterra Energy Inc.	USD	655	21,302	24,095
Diamondback Energy Inc.	USD	105	26,065	24,777
DT Midstream Inc.	USD	340	36,119	48,693
Enbridge Inc.	CAD	7,300	368,849	445,373
Gibson Energy Inc.	CAD	6,900	159,672	168,912
Keyera Corp.	CAD	3,800	159,886	167,048
Kinder Morgan Inc.	USD	1,205	35,971	47,556
Ovintiv Inc.	USD	415	22,981	24,209

AlphaDelta Canadian Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024 (continued)

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Energy (18.10%) (continued)				
Paramount Resources Ltd.	CAD	6,000	156,435	190,920
Pembina Pipeline Corp.	CAD	2,850	158,201	151,364
TC Energy Corp.	CAD	4,250	237,251	284,708
The Williams Cos Inc.	USD	580	36,097	45,212
Whitecap Resources Inc.	CAD	14,850	152,837	151,470
Total Energy			1,762,037	2,036,642
Financial (20.39%)				
Aflac Inc.	USD	245	36,130	36,502
Bank of America Corp.	USD	720	38,437	45,578
Corebridge Financial Inc.	USD	815	31,364	35,134
Equitable Holdings Inc.	USD	675	38,357	45,860
Fidelity National Financial Inc.	USD	430	35,096	34,770
Great-West Lifeco Inc.	CAD	3,500	160,692	166,845
iA Financial Corp Inc.	CAD	2,100	235,630	279,972
Manulife Financial Corp.	CAD	800	31,948	35,328
Morgan Stanley	USD	285	39,319	51,608
National Bank of Canada	CAD	2,150	272,772	281,736
Old Republic International Corp.	USD	740	35,424	38,573
Power Corp of Canada	CAD	3,900	146,147	174,876
Royal Bank of Canada	CAD	1,950	248,539	337,974
Sun Life Financial Inc.	CAD	2,150	168,277	183,503
The Bank of New York Mellon Corp.	USD	460	44,669	50,905
The Bank of Nova Scotia	CAD	1,600	119,561	123,504
The Hartford Financial Services Group Inc.	USD	220	34,632	34,666
The Toronto-Dominion Bank	CAD	1,950	167,356	149,234
TMX Group Ltd.	CAD	3,550	153,473	157,194
Voya Financial Inc.	USD	300	31,830	29,742
Total Financial			2,069,653	2,293,504
Health Care (6.33%)				
AbbVie Inc.	USD	255	66,457	65,266
Bristol-Myers Squibb Co.	USD	630	42,500	51,324
Cigna Corp.	USD	270	117,630	107,389
CVS Health Corp.	USD	415	42,825	26,833
Gilead Sciences Inc.	USD	300	26,934	39,914
Merck & Co Inc.	USD	1,000	149,019	143,286
Novo Nordisk A/S	USD	1,000	145,677	123,899
Sienna Senior Living Inc.	CAD	9,850	166,916	153,857
Total Health Care			757,958	711,768

AlphaDelta Canadian Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024 (continued)

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Industrial (2.92%)				
Exchange Income Corp.	CAD	4,450	192,416	261,883
FedEx Corp.	USD	85	30,180	34,443
General Dynamics Corp.	USD	85	35,201	32,259
Total Industrial			257,797	328,585
Materials (3.58%)				
Agnico Eagle Mines Ltd.	CAD	1,700	190,876	191,181
Packaging Corp of America	USD	125	36,121	40,533
Transcontinental Inc.	CAD	9,200	158,248	170,844
Total Materials			385,245	402,558
Real Estate (6.73%)				
Agree Realty Corp.	USD	355	35,885	36,022
American Tower Corp.	USD	175	54,387	46,231
Choice Properties Real Estate Investment Trust	CAD	10,600	160,321	141,510
DREAM Unlimited Corp.	CAD	5,000	157,958	110,600
Equinix Inc.	USD	45	53,987	61,114
Essential Properties Realty Trust Inc.	USD	770	35,511	34,692
InterRent Real Estate Investment Trust	CAD	18,000	216,547	182,700
NNN REIT Inc.	USD	550	35,760	32,361
Omega Healthcare Investors Inc.	USD	650	35,915	35,436
Prologis Inc.	USD	280	47,941	42,629
VICI Properties Inc.	USD	815	36,205	34,289
Total Real Estate			870,417	757,584
Technology (7.63%)				
ASML Holding NV	USD	100	101,063	99,828
Broadcom Inc.	USD	50	11,660	16,697
Corning Inc.	USD	590	35,612	40,383
Enghouse Systems Ltd.	CAD	5,050	167,542	136,805
Gen Digital Inc.	USD	970	34,649	38,254
International Business Machines Corp.	USD	120	35,617	37,996
Juniper Networks Inc.	USD	675	35,372	36,410
Lam Research Corp.	USD	800	84,858	83,229
Microchip Technology Inc.	USD	230	23,749	18,999
Motorola Solutions Inc.	USD	60	36,231	39,946
NetApp Inc.	USD	215	35,336	35,947
NXP Semiconductor NV	USD	95	29,628	28,441
Open Text Corp.	CAD	3,650	163,270	148,482
QUALCOMM Inc.	USD	135	30,394	29,871
Taiwan Semiconductor Manufacturing Co., Ltd.	USD	235	56,599	66,847
Total Technology			881,580	858,135

AlphaDelta Canadian Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024 (continued)

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Utilities (15.77%)				
Atco Ltd.	CAD	3,350	155,247	159,393
Brookfield Infrastructure Partners LP	CAD	5,800	266,672	264,944
Brookfield Renewable Partners LP	CAD	7,600	292,515	248,824
Canadian Utilities Ltd.	CAD	4,550	163,195	158,568
Capital Power Corp.	CAD	3,400	168,960	216,648
Dominion Energy Inc.	USD	455	35,476	35,298
Duke Energy Corp.	USD	225	35,504	34,916
Emera Inc.	CAD	1,200	63,057	64,476
Entergy Corp.	USD	410	35,909	44,775
Fortis Inc.	CAD	2,500	140,228	149,325
Hydro One Ltd.	CAD	3,400	156,478	150,518
NextEra Energy Inc.	USD	500	55,363	51,629
Public Service Enterprise Group Inc.	USD	305	36,143	37,117
The AES Corp.	USD	8,500	185,707	157,567
Total Utilities			1,790,454	1,773,998
Total Equities				
			10,434,000	10,816,982
Total investments owned				
			10,434,000	10,816,982
Commissions and other portfolio transaction costs			(4,971)	—
Net investments owned (96.16%)			10,429,029	10,816,982
Cash (0.95%)				106,882
Other assets, net (2.89%)				325,644
Net Assets Attributable to Holders of Redeemable Shares (100%)				11,249,508

AlphaDelta Canadian Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 8 to the financial statements.

The Fund maintains positions in a variety of derivative and non-derivative financial instruments in accordance with its investment strategy. The Fund's investment objective is to provide shareholders of the Fund with income and longer-term capital appreciation by investing primarily in dividend paying equity securities of Canadian and global companies. The Fund invests primarily in larger capitalization, global, dividend paying equity securities (including securities of unit trusts, real estate investment trusts and depository receipts) and their derivatives. The Fund's investment portfolio comprises listed equities and derivative financial instruments. The Fund is currently using derivatives for hedging purposes only. The Fund may take small positions in other securities, such as convertible securities, high-yield debt securities and derivative instruments, and invest in foreign resource companies listed on major stock exchanges. The Fund may hold a portion of its assets in cash or short-term money market securities while seeking investment opportunities or for defensive purposes to reflect adverse market, economic, political or other conditions.

Financial risks applicable to the AlphaDelta Canadian Dividend Income Class are discussed in more detail below.

(a) Credit risk:

The Fund is not exposed to significant credit risk.

(b) Liquidity risk:

The Fund's prospectus provides for the daily creation and cancellation of shares and it is therefore exposed to the liquidity risk of meeting shareholder redemptions at any time.

The Fund's investments in listed securities are considered to be readily realizable because they are traded on major Canadian and American stock exchanges. As a result, the Fund is able to liquidate investments in these instruments in due time to meet its liquidity obligations.

The Fund's financial liabilities are due within three months of the Fund's year end.

(c) Market risks:

The Fund's strategy for the management of market risk is driven by the Fund's investment objective.

AlphaDelta Canadian Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management (continued):

(c) Market risks (continued):

The Fund's market risk is managed on a daily basis by the Manager in accordance with the policies and procedures in place. The Manager attempts to diversify the Fund's investments by individual holdings, industries and sectors to the extent possible given its Canadian focused mandate. This is accomplished by limiting exposure to individual issuers to 5% of the net asset value of the Fund and limiting foreign exposure to 30% of the total investment portfolio.

(i) Interest rate risk:

The Fund is not exposed to significant interest rate risk.

(ii) Currency risk:

The Fund's policy with respect to managing its currency risk is to limit its total foreign currency exposure to less than 30% of the investment portfolio (based on cost).

The impact on the assets of a 5% increase or decrease in the foreign exchange rate which the Fund has exposure to, assuming all other variables remain constant, is detailed in the table below.

Currency	Exposure - Monetary Items		Impact if CAD strengthened or weakened by 5% in relation to other currencies	
December 31, 2024				
U.S. Dollar	\$	14,324	\$	716
% of Net Assets				
Attributable to Holders of Redeemable Shares		0.1		0.0
Currency	Exposure - Monetary Items		Impact if CAD strengthened or weakened by 5% in relation to other currencies	
December 31, 2023				
U.S. Dollar	\$	3,184	\$	159
% of Net Assets				
Attributable to Holders of Redeemable Shares		0.0		0.0

AlphaDelta Canadian Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management (continued):

(c) Market risks (continued):

(iii) Other price risk:

Price risk is managed by the Manager by diversifying the portfolio and economically hedging using derivative financial instruments such as options or futures contracts.

The Fund's policy for the concentration of its investment portfolio profile is as follows:

Listed equity investments	up to 100% of net assets
Unlisted open-ended investment funds	up to 10% of net assets

If the price risk is not in accordance with the investment policy or guidelines of the Fund, then the Manager is obliged to rebalance the portfolio as soon as reasonably possible.

The maximum exposure resulting from financial instruments held by the Fund is determined by the fair value of the financial instruments.

The value of the Fund's investments are affected by both general market factors as well as specific company factors. If the value of the Fund's investments were to increase by 10%, the resulting impact on net assets would be \$1,081,698 (2023 - \$1,300,873).

The Manager monitors the concentration of risk for equity based on counterparties and industries. The industry breakdown of investments is disclosed in the Fund's schedule of investment portfolio.

There were no significant concentrations of risk to issuers at December 31, 2024 and 2023. No exposure to any individual issuer exceeded 10% of the net assets attributable to the holders of redeemable shares at December 31, 2024 and 2023.

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 9 to the financial statements.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statements of financial position.

AlphaDelta Canadian Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

2. Fair value of financial instruments (continued):

(a) Fair value hierarchy - financial instruments measured at fair value (continued):

All fair value measurements below are recurring.

December 31, 2024:

	Level 1	Level 2	Level 3	Total
Assets				
Investments - equities	\$ 10,816,982	\$ –	\$ –	10,816,982
	\$ 10,816,982	\$ –	\$ –	10,816,982

December 31, 2023:

	Level 1	Level 2	Level 3	Total
Assets				
Investments - equities	\$ 13,008,728	\$ –	\$ –	13,008,728
	\$ 13,008,728	\$ –	\$ –	13,008,728

The carrying amount of the Fund's net assets attributable to redeemable shares also approximates fair value as they are measured at the redemption amount and are classified as Level 2 in the fair value hierarchy.

The Fund's equity positions are classified as Level 1 because the securities are actively traded and a reliable price is observable.

There were no financial instruments transferred between the three levels during the years ended December 31, 2024 and 2023.

AlphaDelta Global Dividend Income Class

Statements of Financial Position December 31, 2024 and 2023

	December 31, 2024	December 31, 2023
ASSETS		
Current assets		
Cash	\$ 257,939	\$ 451,609
Receivable for investment sold	79,862	217,449
Dividends receivable	74,015	73,101
Subscriptions receivable	—	7,200
Due from related parties (note 4)	292,692	293,715
Prepaid expenses	19,501	40,986
Unrealized appreciation of forwards	—	2,741
Investments	46,449,518	36,751,055
	<u>47,173,527</u>	<u>37,837,856</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	125,134	141,347
Distribution payable	47,671	44,238
Management fees payable (note 4)	16,157	13,934
Redemptions payable	—	700
Payable for investments purchased	—	68,609
	<u>188,962</u>	<u>268,828</u>
Net assets attributable to holders of redeemable shares	<u>\$ 46,984,565</u>	<u>\$ 37,569,028</u>
Net assets attributable to holders of redeemable shares per series:		
Series A	\$ 469,679	\$ 630,818
Series A1	379,347	275,443
Series F	820,894	4,865,148
Series G	35,760,494	24,550,507
Series H	529,150	86,931
Series I	9,025,001	7,160,181
	<u>\$ 46,984,565</u>	<u>\$ 37,569,028</u>
Number of redeemable shares outstanding: (note 5)		
Series A	34,896	54,741
Series A1	20,548	17,316
Series F	57,815	402,279
Series G	2,265,167	1,834,132
Series H	27,856	5,338
Series I	539,402	507,145
Net assets attributable to holders of redeemable shares per share:		
Series A	\$ 13.46	\$ 11.52
Series A1	18.46	15.91
Series F	14.20	12.09
Series G	15.79	13.39
Series H	19.00	16.29
Series I	16.73	14.12

Commitments (note 6)

Approved on behalf of the Board:

"Maurice Levesque" Director
Maurice Levesque

"Victor Therrien" Director
Victor Therrien

The accompanying notes are an integral part of these financial statements.

AlphaDelta Global Dividend Income Class

Statements of Comprehensive Income

Years ended December 31, 2024 and 2023

	2024	2023
Income		
Dividend income	\$ 1,642,100	\$ 1,364,256
Interest income	8,075	44,670
Foreign exchange gain on cash	3,371	37,451
Net realized gain on sale of investments	5,344,609	262,392
Net realized loss on forward contracts	(127,091)	(102,452)
Change in unrealized appreciation of investments	2,226,185	2,735,927
Change in unrealized depreciation of forwards	(2,741)	(130,346)
Tax refunds	—	206
	<u>9,094,508</u>	<u>4,212,104</u>
Expenses		
Management fees (note 4)	208,345	170,203
Foreign withholding taxes	168,091	144,549
Shareholder recordkeeping and fund accounting fees	136,318	127,737
Audit	92,353	89,316
Legal fees	50,544	27,174
Bank charges	37,831	20,568
Custodian fees	33,891	37,670
Filing fees	26,671	21,043
Transaction costs (note 7)	22,964	18,681
Translation fees	21,137	9,310
Independent review committee fees	16,848	13,271
Tax review fees	14,662	25,546
Securityholder reports	6,490	6,871
Interest	2,657	2,047
	<u>838,802</u>	<u>713,986</u>
Expenses reimbursements (note 4)	<u>(8,978)</u>	<u>(60,475)</u>
	<u>829,824</u>	<u>653,511</u>
Increase in net assets attributable to holders of redeemable shares	<u>\$ 8,264,684</u>	<u>\$ 3,558,593</u>
Increase in net assets attributable to holders of redeemable shares per series:		
Series A	\$ 112,997	\$ 65,551
Series A1	60,587	14,461
Series F	746,743	458,163
Series G	5,655,643	2,348,866
Series H	47,225	6,103
Series I	1,641,489	665,449
	<u>\$ 8,264,684</u>	<u>\$ 3,558,593</u>
Increase in net assets attributable to holders of redeemable shares per share:		
Series A	\$ 2.49	\$ 1.06
Series A1	3.08	1.19
Series F	2.90	1.08
Series G	2.83	1.49
Series H	2.54	1.84
Series I	3.11	1.42

The accompanying notes are an integral part of these financial statements.

AlphaDelta Global Dividend Income Class

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares Years ended December 31, 2024 and 2023

	Net assets attributable to holders of redeemable shares, beginning of year	Proceeds from redeemable shares issued*	Redemption of redeemable shares*	Distributions to investors from net investment income	Distributions to investors from return of capital	Shares issued on reinvestment of distributions	Increase in net assets attributable to holders of redeemable shares	Net assets attributable to holders of redeemable shares, end of year
2024								
Series A	\$ 630,818	\$ —	\$ (267,586)	\$ (5,688)	\$ (13,682)	12,820	\$ 112,997	\$ 469,679
Series A1	275,443	85,699	(38,090)	(3,481)	(8,374)	7,563	60,587	379,347
Series F	4,865,148	543,995	(5,296,931)	(33,066)	(79,532)	74,537	746,743	820,894
Series G	24,550,507	8,757,155	(2,798,602)	(298,798)	(718,680)	613,269	5,655,643	35,760,494
Series H	86,931	606,601	(211,606)	(3,563)	(8,541)	12,103	47,225	529,150
Series I	7,160,181	2,178,548	(1,871,729)	(82,774)	(198,704)	197,990	1,641,489	9,025,001
	<u>\$ 37,569,028</u>	<u>\$ 12,171,998</u>	<u>\$ (10,484,544)</u>	<u>\$ (427,370)</u>	<u>\$ (1,027,513)</u>	<u>\$ 918,282</u>	<u>\$ 8,264,684</u>	<u>\$ 46,984,565</u>

* Total proceeds from redeemable shares relating to switch-ins and redemptions of redeemable shares relating to switch-outs for the year ended December 31, 2024 were \$5,185,801 and \$(5,185,801), respectively.

	Net assets attributable to holders of redeemable shares, beginning of year	Proceeds from redeemable shares issued**	Redemption of redeemable shares**	Distributions to investors from net investment income	Distributions to investors from return of capital	Shares issued on reinvestment of distributions	Increase in net assets attributable to holders of redeemable shares	Net assets attributable to holders of redeemable shares, end of year
2023								
Series A	\$ 795,365	\$ —	\$ (222,840)	\$ (8,623)	\$ (17,708)	19,073	\$ 65,551	\$ 630,818
Series A1	43,628	256,314	(35,739)	(2,461)	(5,056)	4,296	14,461	275,443
Series F	4,560,891	1,600,528	(1,692,304)	(62,424)	(128,189)	128,483	458,163	4,865,148
Series G	18,188,866	9,921,014	(5,569,342)	(259,134)	(532,200)	452,437	2,348,866	24,550,507
Series H	50,227	37,047	(6,446)	(676)	(1,389)	2,065	6,103	86,931
Series I	5,612,979	1,506,425	(550,629)	(80,893)	(166,354)	173,204	665,449	7,160,181
	<u>\$ 29,251,956</u>	<u>\$ 13,321,328</u>	<u>\$ (8,077,300)</u>	<u>\$ (414,211)</u>	<u>\$ (850,896)</u>	<u>\$ 779,558</u>	<u>\$ 3,558,593</u>	<u>\$ 37,569,028</u>

** Total proceeds from redeemable shares relating to switch-ins and redemptions of redeemable shares relating to switch-outs for the year ended December 31, 2023 were \$1,323,003 and \$(1,323,003), respectively.

AlphaDelta Global Dividend Income Class

Statements of Cash Flows

Years ended December 31, 2024 and 2023

	2024	2023
Cash provided by (used in):		
Operating Activities		
Increase in net assets attributable to holders of redeemable shares	\$ 8,264,684	\$ 3,558,593
Adjustments for non-cash items		
Foreign exchange gain on cash	(3,371)	(37,451)
Net realized gain on sale of investments	(5,344,609)	(262,392)
Change in unrealized appreciation of investments	(2,226,185)	(2,735,927)
Change in unrealized depreciation of forward contracts	2,741	130,346
Dividend income	(1,474,009)	(1,219,707)
Interest income	(8,075)	(44,670)
Interest expense	2,657	2,047
Change in non-cash balances		
Receivable for investment sold	137,587	(217,449)
Due from related parties	1,023	(60,475)
Prepaid expenses	21,485	(23,568)
Accounts payable and accrued liabilities	(16,213)	42,277
Payable for investments purchased	(68,609)	(91,303)
Management fee payable	2,223	3,366
Dividend income	1,473,095	1,239,911
Interest income	8,075	44,670
Interest expense	(2,657)	(2,047)
Proceeds from sale of investments	24,415,941	16,324,003
Purchase of investments	(26,543,610)	(25,067,282)
Cash used in operating activities	(1,357,827)	(8,417,058)
Financing Activities		
Proceeds from redeemable shares issued	6,993,397	11,992,925
Redemption of redeemable shares	(5,299,443)	(6,754,547)
Distribution paid in cash	(533,168)	(490,418)
Cash provided by financing activities	1,160,786	4,747,960
Decrease in cash during the year	(197,041)	(3,669,098)
Foreign exchange gain on cash	3,371	37,451
Cash, at beginning of the year	451,609	4,083,256
Cash, at end of the year	\$ 257,939	\$ 451,609

AlphaDelta Global Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Investments owned (98.86%)				
Equities (98.86%)				
Communications (6.08%)				
Cogeco Inc.	CAD	15,000	799,426	884,550
Comcast Corp.	USD	13,800	669,173	745,977
Nexstar Media Group Inc.	USD	1,800	357,593	409,558
Nippon Telegraph & Telephone Corp.	USD	10,000	325,454	359,619
Quebecor Inc.	CAD	14,600	436,449	459,900
Total Communications			2,588,095	2,859,604
Consumer Discretionary (1.20%)				
Stellantis NV	USD	30,000	655,237	563,897
Total Consumer Discretionary			655,237	563,897
Consumer Staples (3.84%)				
Jamieson Wellness Inc.	CAD	13,500	339,212	495,585
Maple Leaf Foods Inc.	CAD	16,500	377,252	335,610
Mondelez International Inc.	USD	3,500	306,757	301,112
Premium Brands Holdings Corp.	CAD	5,200	460,262	411,216
Reckitt Benckiser Group PLC	USD	15,000	222,333	259,695
Total Consumer Staples			1,705,816	1,803,218
Consumer, Cyclical (4.41%)				
Denso Corp.	USD	17,500	327,801	347,340
Evolution Gaming Group AB	USD	8,200	1,070,152	907,665
Volkswagen AG	USD	61,000	1,091,357	817,989
Total Consumer, Cyclical			2,489,310	2,072,994
Consumer, Non-cyclical (1.15%)				
British American Tobacco PLC	USD	10,300	474,322	538,829
Total Consumer, Non-cyclical			474,322	538,829
Energy (6.65%)				
Canadian Natural Resources Ltd.	CAD	12,900	481,476	572,502
Enbridge Inc.	CAD	20,500	975,082	1,250,705
Ovintiv Inc.	USD	8,400	491,823	490,007
TC Energy Corp.	CAD	5,200	238,515	348,348
Whitecap Resources Inc.	CAD	45,500	415,488	464,100
Total Energy			2,602,384	3,125,662

AlphaDelta Global Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024 (continued)

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Financial (28.04%)				
AIA Group Ltd.	USD	12,400	475,987	514,735
Citigroup Inc.	USD	3,100	207,917	314,297
Corebridge Financial Inc.	USD	17,800	539,773	767,352
Equitable Holdings Inc.	USD	6,900	232,121	468,795
iA Financial Corp Inc.	CAD	5,200	390,393	693,264
KB Financial Group Inc.	USD	5,700	310,631	467,149
Legal & General Group PLC	USD	29,100	588,219	607,337
Manulife Financial Corp.	CAD	14,000	349,588	618,240
Morgan Stanley	USD	3,900	367,794	706,215
MS&AD Insurance Group Holdings Inc.	USD	15,510	250,449	486,338
ORIX Corp.	USD	2,100	224,303	321,318
Ping An Insurance Group Co of China Ltd.	USD	35,000	410,697	586,799
Shinhan Financial Group Co., Ltd.	USD	9,200	387,010	435,700
Sompo Holdings Inc.	USD	27,000	278,539	514,119
State Street Corp.	USD	2,900	265,486	409,974
Sumitomo Mitsui Financial Group Inc.	USD	25,000	321,913	521,767
The Bank of New York Mellon Corp.	USD	8,800	535,564	973,826
The Goldman Sachs Group Inc.	USD	1,200	485,897	989,728
The Hartford Financial Services Group Inc.	USD	5,300	529,744	835,144
Tokio Marine Holdings Inc.	USD	11,400	329,630	591,448
Unum Group	USD	3,400	154,262	357,642
Voya Financial Inc.	USD	10,000	1,001,496	991,393
Total Financial			8,637,413	13,172,580
Health Care (11.46%)				
Astellas Pharma Inc.	USD	25,000	436,849	347,845
Bristol-Myers Squibb Co.	USD	5,000	374,991	407,331
Cigna Corp.	USD	3,800	1,466,835	1,511,405
CVS Health Corp.	USD	9,900	841,788	640,107
Merck & Co Inc.	USD	9,500	1,251,463	1,361,217
Novo Nordisk A/S	USD	9,000	1,308,041	1,115,090
Total Health Care			5,679,967	5,382,995
Industrial (1.93%)				
Exchange Income Corp.	CAD	9,900	455,618	582,615
FedEx Corp.	USD	800	244,599	324,171
Total Industrial			700,217	906,786

AlphaDelta Global Dividend Income Class

Schedule of Investment Portfolio as at December 31, 2024 (continued)

Expressed in Canadian Dollars

Description	Currency	Number of shares	Average cost	Fair value
Real Estate (10.38%)				
American Tower Corp.	USD	4,000	1,032,176	1,056,699
DREAM Unlimited Corp.	CAD	20,600	427,818	455,672
Equinix Inc.	USD	820	802,996	1,113,635
InterRent Real Estate Investment Trust	CAD	29,000	316,689	294,350
Prologis Inc.	USD	6,100	905,848	928,694
Rexford Industrial Realty Inc.	USD	8,500	552,409	473,313
VICI Properties Inc.	USD	13,200	531,293	555,359
Total Real Estate			4,569,229	4,877,722
Technology (9.04%)				
ASML Holding NV	USD	1,000	922,735	998,279
Lam Research Corp.	USD	5,300	573,205	551,393
Open Text Corp.	CAD	12,800	555,302	520,704
QUALCOMM Inc.	USD	1,300	215,817	287,647
Taiwan Semiconductor Manufacturing Co., Ltd.	USD	4,200	477,450	1,194,710
Tokyo Electron Ltd.	USD	6,400	680,100	695,885
Total Technology			3,424,609	4,248,618
Utilities (14.68%)				
Brookfield Infrastructure Partners LP	CAD	28,700	1,066,940	1,311,016
Brookfield Renewable Partners LP	CAD	43,100	1,417,468	1,411,094
Enel SpA	USD	115,000	964,262	1,172,733
NextEra Energy Inc.	USD	10,400	825,794	1,073,890
The AES Corp.	USD	104,000	2,200,784	1,927,880
Total Utilities			6,475,248	6,896,613
Total Equities			40,001,847	46,449,518
Total investments owned			40,001,847	46,449,518
Commissions and other portfolio transaction costs			(19,575)	—
Net investments owned (98.86%)			39,982,272	46,449,518
Cash (0.59%)				278,431
Other assets, net (0.55%)				256,616
Net Assets Attributable to Holders of Redeemable Shares (100%)				46,984,565

AlphaDelta Global Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management:

The Fund is exposed to various types of financial risks that are associated with its investment strategies, financial instruments and market in which it invests. These include credit risk, liquidity risk and market risk which consists of currency risk, interest rate risk and other price risk. For a comprehensive discussion of the risks applicable to the Funds refer to note 8 to the financial statements.

The Fund maintains positions in a variety of derivative and non-derivative financial instruments in accordance with its investment strategy. The Fund's investment objective is to provide shareholders of the Fund with income and longer-term capital appreciation by investing primarily in dividend paying equity securities of companies around the world. The Fund invests primarily in larger capitalization, global, dividend paying equity securities (including securities of unit trusts, real estate investment trust and depositary receipts) and their derivatives. The Fund's investment portfolio comprises listed equities and derivative financial instruments. The Fund is currently using derivatives for hedging purposes only. The Fund may take small positions in other securities, such as convertible securities, high-yield debt securities and derivative instruments, and invest in foreign resource companies listed on major stock exchanges. The Fund may hold a portion of its assets in cash or short-term money market securities while seeking investment opportunities or for defensive purposes to reflect adverse market, economic, political or other conditions.

Financial risks applicable to the AlphaDelta Global Dividend Income Class are discussed in more detail below.

(a) Credit risk:

The derivative strategies implemented by the Fund are consistent with section 2.7 of National Instrument 81-102 requiring that any option, debt-like security, swap or contract is given a designated rating where if the credit rating of that option, debt-like security, swap or contract falls below that designated rating, the Fund must take the necessary steps to close out its position. The market value exposure of the Fund to its specified derivative positions must not exceed 10% of the net asset value of the fund. The Fund mitigates exposure to counterparty risk by using counterparties with a minimum credit rating from S&P Global Rating of A. For financial assets recognized on the statement of financial position, the maximum exposure to credit risk is their stated carrying amount. At December 31, 2024, the on-balance sheet exposures to credit risk is \$Nil (2023 - \$(5,148,452).

(b) Liquidity risk:

The Fund's prospectus provides for the daily creation and cancellation of shares and it is therefore exposed to the liquidity risk of meeting shareholder redemptions at any time.

The Fund's investments in listed securities are considered to be readily realizable because they are traded on major Global stock exchanges. As a result, the Fund is able to liquidate investments in these instruments in due time to meet its liquidity obligations.

The Fund's non-derivative financial liabilities are due within three months of the Fund's year end. The Fund's derivative liabilities for the years ended December 31, 2024 and December 31, 2023 settle within 30 days of the Fund's year end.

AlphaDelta Global Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management (continued):

(c) Market risks:

The Fund's strategy for the management of market risk is driven by the Fund's investment objective.

The Fund's market risk is managed on a daily basis by the Manager in accordance with the policies and procedures in place. The Manager attempts to diversify the Fund's investments by individual holdings, industries, sectors and countries. This is accomplished by limiting exposure to individual issuers to 5%. The Fund will generally attempt to remain close to fully invested in dividend paying securities regardless of market conditions to continue to generate distribution income for shareholders, opting instead to hedge market risk in adverse market conditions with equity index options or other derivatives.

(i) Interest rate risk:

The Fund is not exposed to significant interest rate risk.

(ii) Currency risk:

To manage its currency risk the Fund may use over-the-counter forward or swap contracts and /or listed futures contracts to hedge some or all of the foreign currency exposure inherent in the Fund's foreign holdings.

The impact on the assets of a 5% increase or decrease in the foreign exchange rate which the Fund has exposure to, and the notional amounts of foreign forward contracts, assuming all other variables remain constant, is detailed in the table below:

Currency	Exposure - Monetary Items	Impact if CAD strengthened or weakened by 5% in relation to other currencies
December 31, 2024		
U.S. Dollar	\$ 123,663	\$ 6,183
% of Net Assets Attributable to Holders of Redeemable Shares	0.3	0.0
Currency	Exposure - Monetary Items	Impact if CAD strengthened or weakened by 5% in relation to other currencies
December 31, 2023		
U.S. Dollar	\$ (4,891,504)	\$ (244,575)
% of Net Assets Attributable to Holders of Redeemable Shares	(13.0)	(0.7)

AlphaDelta Global Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

1. Financial risk management (continued):

(c) Market risks (continued):

(ii) Currency risk (continued):

The Fund enters into foreign exchange forward contracts to hedge its foreign currency exposures. Figures shown above are net of notional value of the forward contract at the period-end spot rate less the CA\$ value of the US\$ cash balance at the period-end, as applicable.

(iii) Other price risk:

Price risk is managed by the Manager by diversifying the portfolio and economically hedging using derivative financial instruments such as options or futures contracts.

The Fund's policy for the concentration of its investment portfolio profile is as follows:

Listed equity investments	up to 100% of net assets
Unlisted equity investments	up to 10% of net assets
Unlisted open-ended investment funds	up to 10% of net assets

If the price risk is not in accordance with the investment policy or guidelines of the Fund, then the Manager is obliged to rebalance the portfolio as soon as reasonably possible.

The maximum exposure resulting from financial instruments held by the Fund is determined by the fair value of the financial instruments.

The value of the Fund's investments are affected by both general market factors as well as specific company factors. If the value of the Fund's investments were to increase by 10%, the resulting impact on net assets would be \$4,644,952 (2023 - \$3,675,106).

The Manager monitors the concentration of risk for equity based on counterparties and industries. The industry breakdown of investments is disclosed in the Fund's Schedule of Investment Portfolio.

There were no significant concentrations of risk to issuers at December 31, 2024 and December 31, 2023.

AlphaDelta Global Dividend Income Class

Discussion of Financial Instruments and Risk Management

Years ended December 31, 2024 and 2023

2. Fair value of financial instruments:

For a general discussion of the Funds fair value measurements, refer to note 9 to the financial statements.

(a) Fair value hierarchy - financial instruments measured at fair value:

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statements of financial position.

All fair value measurements below are recurring.

December 31, 2024:

	Level 1	Level 2	Level 3	Total
Assets				
Investments - equities	\$ 46,449,518	\$ –	\$ –	\$ 46,449,518
	\$ 46,449,518	\$ –	\$ –	\$ 46,449,518

December 31, 2023:

	Level 1	Level 2	Level 3	Total
Assets				
Investments - equities	\$ 36,751,055	\$ –	\$ –	\$ 36,751,055
Derivatives - forward contracts	–	2,741	–	2,741
	\$ 36,751,055	\$ 2,741	\$ –	\$ 36,753,796

The carrying amount of the Fund's net assets attributable to redeemable shares also approximates fair value as they are measured at the redemption amount and are classified as Level 2 in the fair value hierarchy.

The Fund's equity positions are classified as Level 1 because the securities are actively traded and a reliable price is observable. The Fund enters into foreign exchange forward contracts to reduce its foreign currency exposure. The forward contracts are classified as Level 2 as the fair value is derived from observable inputs using present value modeling techniques.

There were no financial instruments transferred between the three levels during the years ended December 31, 2024 and 2023.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

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Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

1. Reporting entity:

Qwest Funds Corp. (the "Corporation") is a mutual fund corporation incorporated under the laws of Canada on March 8, 2006. The address of the Corporation's registered office is Suite 702, 1030 West Georgia Street, Vancouver, British Columbia. The authorized capital of the Corporation consists of an unlimited number of Class A shares, Class B shares and special shares. Currently, there are four classes of special shares that are in issue. Each special share is managed as a separate fund within the Corporation (the "Funds"). These Funds are as follows:

Name of the Fund	Date of inception
AlphaDelta Tactical Growth Class	March 31, 2016
AlphaDelta Canadian Dividend Income Class	August 30, 2018
AlphaDelta Global Dividend Income Class	February 19, 2015

The Corporation may offer additional classes of special shares in the future. These financial statements present the financial information of the Funds as separate reporting entities. If a class of the Corporation cannot satisfy its obligations, the other classes may be required to satisfy them using assets attributable to those classes. The Manager believes the risk of such cross-liability is remote. The Corporation's ultimate controlling party is Qwest Investment Management Corp. ("QIM") which owns 51% of Class A voting shares and 100% of Class B voting shares of the Corporation.

The Corporation appointed Qwest Investment Fund Management Ltd. (the "Manager"), whose ultimate parent is QIM, as the manager of the Funds. The Manager is responsible for providing portfolio management and administrative services to the Funds. The Manager is authorized to delegate its investment advisory duties to sub-advisors. The Manager has entered into an agreement with AlphaDelta Management Corp. ("ADM"), pursuant to which ADM will assist the Manager in identifying, screening and selecting sub-advisors. ADM shares common directors with the Manager.

During the year ending December 31, 2024, Iris Asset Management Ltd. provided its notice of termination as sub-advisor for the AlphaDelta Canadian Dividend Income Class, to the manager. The manager, in consultation with ADM appointed SciVest Capital Management Inc. as the new sub-advisor for AlphaDelta Canadian Dividend Income Class effective August 31, 2024.

Aventine Management Group Inc. ("Aventine") amalgamated with Ewing Morris & Co. Investment Partners Ltd. ("EM") during the year. Pursuant to the amalgamation, Aventine resigned as sub-advisor of the Fund and assigned the sub-advisory agreement for AlphaDelta Tactical Growth Class to EM effective October 1, 2024. EM assumed all the rights and obligations of Aventine under the Sub-Advisory Agreement.

The following are the sub-advisors for the Funds on December 31, 2024:

Name of the Fund	Sub-Advisor
AlphaDelta Tactical Growth Class	Ewing Morris & Co. Investment Partners Ltd.
AlphaDelta Canadian Dividend Income Class	SciVest Capital Management Inc.
AlphaDelta Global Dividend Income Class	SciVest Capital Management Inc.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

2. Basis of preparation:

(a) Statement of compliance:

These financial statements of the Funds have been prepared in compliance with IFRS Accounting Standards. These financial statements were authorized for issue by the Board of Directors of the Corporation, on March 21, 2025.

(b) Basis of measurement:

These financial statements have been prepared on a historical cost basis except for investments in securities and forward contracts, which are measured at fair value.

(c) Functional and presentation currency:

These financial statements are presented in Canadian dollars, which is the Funds' functional currency.

(d) Use of estimates and judgment:

The preparation of financial statements in conformity with IFRS Accounting Standards requires the Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

3. Material accounting policy information:

The accounting policies set out below have been applied consistently to all periods as presented in these financial statements.

(a) Financial instruments:

(i) Recognition, classification and measurement:

Financial instruments are required to be classified into one of the following categories: amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL"). All financial instruments are measured at fair value on initial recognition. Measurement in subsequent periods depends on the classification of the financial instrument. Transaction costs are included in the initial carrying amount of financial instruments except for financial instruments classified as FVTPL in which case transaction costs are expensed as incurred.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

3. Material accounting policy information (continued):

(a) Financial instruments (continued):

(i) Recognition and measurement (continued):

Financial assets and financial liabilities are recognized initially on the trade date, which is the date on which the Funds become a party to the contractual provisions of the instrument. The Funds derecognize a financial liability when its contractual obligations are discharged, cancelled or expire.

Financial assets and liabilities are offset and the net amount presented in the statements of financial position only when the Funds have a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

A financial asset is measured at amortized cost if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at FVOCI if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal interest on the principal amount outstanding.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. On initial recognition the Funds may irrevocably elect to measure financial assets that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL when doing so results in more relevant information.

Financial assets are not reclassified subsequent to their initial recognition, unless the Fund changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

The Fund has not classified any of its financial assets as FVOCI.

A financial liability is generally measured at amortized cost, with exceptions that may allow for classification as FVTPL. These exceptions include financial liabilities that are mandatorily measured at fair value through profit or loss, such as derivatives liabilities. The Fund may also, at initial recognition, irrevocably designate a financial liability as measured at FVTPL when doing so results in more relevant information.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

3. Material accounting policy information (continued):

(a) Financial instruments (continued):

(ii) Fair value through profit and loss:

Financial instruments classified as FVTPL are subsequently measured at fair value at each reporting period with changes in fair value recognized in the statements of comprehensive income in the period in which they occur. The Funds' investments in securities and forward contracts are classified as FVTPL.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. Valuation techniques also include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and others commonly used by market participants and which make the maximum use of observable inputs. Should the value of the financial asset or liability, in the opinion of the Manager, be inaccurate, unreliable or not readily available, the fair value is estimated on the basis of the most recently reported information of a similar financial asset or liability.

(iii) Amortized cost:

Financial assets and financial liabilities classified as amortized cost are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement is at amortized cost using the effective interest method, less any impairment losses. The Funds classify cash, receivables from investments sold, dividends receivable, subscriptions receivable, due from related parties, prepaid expenses, distribution payable, management fees payable, redemptions payable, payables for investments purchased and accounts payable and accrued liabilities as amortized cost.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

3. Material accounting policy information (continued):

(b) Redeemable shares:

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The Funds redeemable securities contain multiple dissimilar contractual obligations and entitle security holders to the right to redeem their interest in the Funds for cash equal to their proportionate share of the net asset value of the Funds and therefore meet the criteria for classification as financial liabilities under IAS 32 Financial Instruments: Presentation. The Funds' obligation for net assets attributable to security holders is presented at the redemption amount. The redeemable units are designated as financial liabilities at FVTPL because they are managed, and their performance evaluated on a fair value basis. The redeemable shares provide investors with the right to require redemption, subject to available liquidity, for cash at a share price based on the Funds' valuation policies at each redemption date.

(c) Income taxes:

The Corporation qualifies as a mutual fund corporation as defined in the Income Tax Act (Canada). A mutual fund corporation is subject to a special 38-1/3% tax on taxable dividends received from corporations' resident in Canada and to tax at a normal corporate rate on other income and net taxable realized capital gains for the period. The special 38-1/3% tax is refundable at the rate of \$1 for every \$2.61 of ordinary dividends paid. All the tax on net taxable realized capital gains is refundable on a formula basis when shares are redeemed or capital gains dividends are paid. As a result of these refund mechanisms, the Funds are in effect not taxable with respect to dividends received from corporations resident in Canada and net taxable realized capital gains. The Funds are not taxable as all the Funds' net income for tax purposes and sufficient net capital gains realized in the period, will be distributed to shareholders such that no income tax is payable by the Funds with respect to taxable realized capital gains and dividends received from corporation's resident in Canada. Therefore, the Funds do not recognize current or deferred income taxes with respect to these types of income.

The conversion of shares between two classes of a mutual fund corporation (including Qwest Funds Corp.) is treated as a disposition of shares at their fair market value.

The Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statements of comprehensive income.

(d) Foreign exchange:

The financial statements of the Funds are denominated in Canadian dollars. Foreign denominated investments and other foreign denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction.

Foreign currency gains and losses related to cash are presented as foreign exchange gain (loss) on cash and those relating to other financial assets and liabilities are presented within net realized gain (loss) on sales of investments and change in unrealized appreciation (depreciation) of investments in the statements of comprehensive income.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

3. Material accounting policy information (continued):

(e) Income recognition:

Interest income is recognized on an accrual basis. Dividend income is recognized on the date that the right to receive payment is established, which for quoted equity securities is usually the ex-dividend date. Portfolio transactions are recorded on the trade date. Realized gains and losses arising from the sale of investments are determined on the average cost basis of the respective investments.

(f) Increase (decrease) in net assets attributable to holders of redeemable shares per share:

The increase (decrease) in net assets attributable to holders of redeemable shares per share is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable shares by the weighted average number of shares outstanding during the year.

(g) Future accounting policy changes:

Presentation and disclosure in financial statements (IFRS 18)

IFRS 18 will replace IAS 1 Presentation of Financial Statements and applies for annual reporting periods beginning on or after January 1, 2027. The new standard introduces the following key new requirements.

- Entities are required to classify all income and expenses into five categories in the statement of income (loss) and comprehensive income (loss), namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to present a newly-defined operating profit subtotal. Entities' net profit will not change.
- Management-defined performance measures (MPMs) are disclosed in a single note in the financial statements.
- Enhanced guidance is provided on how to group information in the financial statements.

In addition, all entities are required to use the operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method.

The Fund is still in the process of assessing the impact of the new standard, particularly with respect to the structure of the Fund's statement of income (loss) and comprehensive income (loss), the statement of cash flows and the additional disclosures required for MPM. The Fund is also assessing the impact on how information is grouped in the financial statements, including for items currently labelled as "other".

Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7)

The IASB has issued amendments to IFRS 9 and IFRS 7 in May 2024. These amendments relate to classification of financial assets and accounting for settlement by electronic payments in the context of the classification and measurement requirements in IFRS 9. The potential impact may include, but is not limited to, a change in timing of recognition and derecognition of financial instruments in certain situations in which settlement of a financial instruments with another takes more than a day.

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3. Material accounting policy information (continued):

(g) Future accounting policy changes (continued):

Similarly, a change may be required for entities that derecognize both trade payable and cash on the payment initiation date even if the creditor has not yet received the cash. However, an accounting policy choice is available for derecognizing certain financial liabilities that are settled using an electronic payment system subject to certain criteria being met.

The amendments will be effective from January 1, 2026. Management is currently assessing the impact of the new standard, but it is not expected to have a significant impact on the Fund's financial statements.

4. Related party transactions:

(a) Management fees:

Under the investment management agreement, the Manager receives a management fee based on the net asset value attributable to holders of redeemable shares on each valuation day at the following annualized rates:

Fund Name	Management fee
AlphaDelta Tactical Growth Class:	
Series A	2.50%
Series F	1.50%
Series I	0.75%
AlphaDelta Canadian Dividend Income Class:	
Series A	1.70%
Series F	0.70%
Series G	0.35%
Series H	1.35%
Series I	Negotiated directly with Manager
AlphaDelta Global Dividend Income Class:	
Series A	1.30%
Series A1	1.80%
Series F	0.80%
Series G	0.40%
Series H	1.40%
Series I	Negotiated directly with Manager

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4. Related party transactions (continued):

(a) Management fees (continued):

		2024	2023
AlphaDelta Tactical Growth Class	\$	155,306	\$ 150,798
AlphaDelta Canadian Dividend Income Class		30,259	58,452
AlphaDelta Global Dividend Income Class		208,345	170,203

Management fees payable:

		2024	2023
AlphaDelta Tactical Growth Class	\$	15,589	\$ 14,845
AlphaDelta Canadian Dividend Income Class		1,763	4,658
AlphaDelta Global Dividend Income Class		16,157	13,934

(b) Other related party transactions:

On occasion, Qwest Investment Fund Management Ltd, a company related to the Corporation, was reimbursed for expenses on behalf of the Corporation. During the year, the following amounts were reimbursed for expenses incurred on the Funds behalf.

		2024	2023
AlphaDelta Tactical Growth Class	\$	8,135	\$ 12,219
AlphaDelta Canadian Dividend Income Class		12,519	29,731
AlphaDelta Global Dividend Income Class		29,816	45,205

During the year, ADM reimbursed the Funds for certain operating expenses incurred. This reimbursement is at the discretion of ADM. The amounts reimbursed were as follows:

		2024	2023
AlphaDelta Tactical Growth Class	\$	-	\$ -
AlphaDelta Canadian Dividend Income Class		99,780	76,299
AlphaDelta Global Dividend Income Class		8,978	60,475

The following amounts are receivable from ADM as at December 31, 2024 and 2023:

		2024	2023
AlphaDelta Tactical Growth Class	\$	74,646	\$ 79,646
AlphaDelta Canadian Dividend Income Class		346,579	271,799
AlphaDelta Global Dividend Income Class		292,692	293,715

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4. Related party transactions (continued):

(b) Other related party transactions (continued):

During the year, the Funds paid Heritage Bancorp Ltd. For administration fees incurred. The amounts incurred were as follows:

	2024	2023
AlphaDelta Tactical Growth Class	\$ 19,950	\$ 4,200
AlphaDelta Canadian Dividend Income Class	19,950	4,200
AlphaDelta Global Dividend Income Class	19,950	4,200

During the year, the Funds paid Heritage Bancorp Ltd. for reimbursement of expenses. The amounts incurred were as follows:

	2024	2023
AlphaDelta Tactical Growth Class	\$ 5	\$ -
AlphaDelta Canadian Dividend Income Class	33	-
AlphaDelta Global Dividend Income Class	58	-

5. Redeemable shares:

The Funds are authorized to issue an unlimited number of the following series of shares:

Fund name	Series offered
AlphaDelta Tactical Growth Class	A, F and I
AlphaDelta Canadian Dividend Income Class	A, F, G, H and I
AlphaDelta Global Dividend Income Class	A1, F, G, H and I

Series A1 and H shares are available to all investors who have commission-based accounts with their dealers.

Series F and G shares are only available to investors who have fee-based accounts with their dealers.

Qwest Funds Corp.

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5. Redeemable shares (continued):

Series I shares are available to institutional or other high net worth investors who negotiate and pay management fees directly to the Manager.

The minimum initial investment in each of the Funds is \$1,000, except for Series G and H shares where the minimum initial investment is \$25,000 or, at the discretion of the Manager.

The share transactions for the Funds during the year ended December 31 are as follows:

2024	Redeemable shares, beginning of year	Redeemable shares issued	Redemption of redeemable shares	Reinvestment of distributions	Redeemable shares, end of year
AlphaDelta Tactical Growth Class:					
Series A	104,067	—	(8,523)	—	95,544
Series F	526,435	11,507	(59,543)	—	478,399
Series I	113,640	179	(1,529)	—	112,290
AlphaDelta Canadian Dividend Income Class:					
Series A	52,220	602	(46,815)	357	6,364
Series F	46,315	2,637	(20,644)	1,256	29,564
Series G	42,213	2,181	(7,474)	1,602	38,522
Series H	66,273	426	(55,597)	588	11,690
Series I	694,674	107,448	(184,072)	12,589	630,639
AlphaDelta Global Dividend Income Class:					
Series A	54,741	—	(20,840)	995	34,896
Series A1	17,316	4,972	(2,164)	424	20,548
Series F	402,279	41,508	(391,564)	5,592	57,815
Series G	1,834,132	581,379	(190,790)	40,446	2,265,167
Series H	5,338	33,741	(11,878)	655	27,856
Series I	507,145	137,390	(117,516)	12,383	539,402

Qwest Funds Corp.

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5. Redeemable shares (continued):

2023	Redeemable shares, beginning of year	Redeemable shares issued	Redemption of redeemable shares	Reinvestment of distributions	Redeemable shares, end of year
AlphaDelta Tactical Growth Class:					
Series A	109,505	—	(5,438)	—	104,067
Series F	588,655	25,837	(88,057)	—	526,435
Series I	152,194	—	(38,554)	—	113,640
AlphaDelta Canadian Dividend Income Class:					
Series A	40,329	17,307	(7,619)	2,203	52,220
Series F	42,356	5,460	(3,210)	1,709	46,315
Series G	52,698	—	(12,534)	2,049	42,213
Series H	41,278	25,696	(3,428)	2,727	66,273
Series I	738,338	175,687	(235,272)	15,921	694,674
AlphaDelta Global Dividend Income Class:					
Series A	72,758	—	(19,733)	1,716	54,741
Series A1	2,875	16,492	(2,333)	282	17,316
Series F	399,618	138,153	(146,542)	11,050	402,279
Series G	1,446,446	783,950	(431,497)	35,233	1,834,132
Series H	3,246	2,358	(397)	131	5,338
Series I	425,223	110,329	(41,218)	12,811	507,145

6. Commitments:

If another class of the Corporation cannot satisfy its obligations, the other classes, may be required to satisfy those obligations using assets attributable to those classes.

7. Brokerage commissions and soft dollars:

The Manager may select brokers who charge a commission in excess of that charged by other brokers ("soft dollars") if they determine in good faith that the commission is reasonable in relation to the order execution and research services utilized. Brokerage commissions paid with respect to security transactions for the year ended December 31 include the following:

Fund name	2024	2023
AlphaDelta Tactical Growth Class	\$ 79,219	\$ 87,246
AlphaDelta Canadian Dividend Income Class	9,952	4,670
AlphaDelta Global Dividend Income Class	22,964	18,681

There were no ascertainable soft dollar amounts received during the year (2023 - nil).

Qwest Funds Corp.

Notes to Financial Statements

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8. Financial risk management:

The following is a general discussion of the financial risks to which the Funds are exposed. Refer to the Discussion of Financial Instruments and Risk Management following each Fund's financial statements for information specific to the respective Fund.

(a) Risk management framework:

The Manager has been given discretionary authority to manage the assets in line with the Funds' investment objectives. Compliance with the target asset allocations and the composition of the portfolio are monitored by the Manager on a daily basis. In instances where the portfolio has diverged from target asset allocations, the Manager is obliged to take actions to rebalance the portfolio in line with the established targets, within prescribed time limits.

(b) Credit risk:

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds, resulting in a financial loss to the Funds. It arises principally from derivative financial assets, cash and cash equivalents, and other receivables due to the Funds. The carrying value of these financial instruments as recorded in the statements of financial position reflects the Funds' maximum exposure to credit risk.

The Funds' policy over credit risk is to minimize its exposure to counterparties with perceived higher risk of default by dealing only with reputable counterparties.

Credit risk is monitored on a daily and monthly basis by the Manager in accordance with the policies and procedures in place. The Funds' trade and investment holding reports are distributed to the Manager for review on a daily basis. Irregularities or items flagged for non-compliance are flagged for further investigation. If the credit risk is not in accordance with the investment policy or guidelines of the Funds, then the Manager is obliged to rebalance the portfolio as soon as reasonably possible.

The Funds' activities may give rise to settlement risk. Settlement risk is the risk of loss due to the failure of an entity to honor its obligations to deliver cash, securities, or other assets as contractually agreed. For the majority of transactions, the Funds mitigate this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

(c) Liquidity risk:

Liquidity risk is the risk that the Funds will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The Funds' policy and the Manager's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Funds' reputation.

Qwest Funds Corp.

Notes to Financial Statements

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8. Financial risk management (continued):

(d) Market risk:

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and equity prices will affect the Funds' income or the fair value of its holdings of financial instruments.

(i) Interest rate risk:

Interest rate risk is the risk that the fair value of future cash flows of financial instruments will fluctuate as a result of changes in market interest rates. The substantial majority of the Funds' financial assets and liabilities are non-interest bearing. As a result, the Funds are not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates.

Any excess cash and cash equivalents are invested at short-term market interest rates.

(ii) Currency risk:

Currency risk is the risk that the value of financial instruments denominated in currencies other than the functional currency of the Funds will fluctuate due to changes in foreign exchange rates.

The Funds' currency risk is managed on a daily basis by the Manager in accordance with the policies and procedures in place. The Funds' trade and investment holding reports are distributed to the Manager for review on a daily basis. Foreign currency transactions and daily weighted holdings are assessed to ensure compliance with the Funds' policies.

(iii) Other price risk:

Other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment or its issuer or factors affecting all instruments traded in the market.

The internal procedures require the Manager to manage price risk on a daily basis. The Funds' trade and investment holding reports are distributed to the Manager for review on a daily basis.

Unexpected volatility or illiquidity in the markets in which positions are held, including due to legal, political, regulatory, economic or other developments, such as public health emergencies, including an epidemic or pandemic, natural disasters, war and related geopolitical risks, may impair the Portfolio Manager's ability to carry out the objectives of the Portfolios or cause the Portfolios to incur losses.

Qwest Funds Corp.

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9. Fair value of financial instruments:

(a) Valuation models:

The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Funds determine fair values using other valuation techniques.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, concentration, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

The Funds measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1 - inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2 - inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 - inputs that are unobservable.

Valuation techniques include net present value and discounted cash flow models, comparison with similar instruments for which observable market prices exist and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark interest rates, credit spreads and other premia used in estimating discount rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations.

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9. Fair value of financial instruments (continued):

(a) Valuation models (continued):

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

The Funds use widely recognized valuation models for determining the fair value of common and more simple financial instruments that use only observable market data and require little management judgment and estimation. Observable prices and model inputs are usually available in the market for listed debt and equity securities, exchange-traded derivatives and simple OTC derivatives such as interest rate swaps. The availability of observable market prices and model inputs reduces the need for management judgment and estimation and reduces the uncertainty associated with the determination of fair values. The availability of observable market prices and inputs varies depending on the products and markets and is prone to changes based on specific events and general conditions in the financial markets.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties; to the extent that the Funds believe that a third party market participant would take them into account in pricing a transaction. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Funds and the counterparties where appropriate.

Model inputs and values are calibrated against historical data and published forecasts and, when possible, against current or recent observed transactions and broker quotes. This calibration process is inherently subjective and it yields ranges of possible inputs and estimates of fair value, and management judgment is required to select the most appropriate point in the range.

(b) Valuation framework:

The Manager has engaged SGGG Fund Services Inc. ("SGGG") to value the net assets of the Funds on a daily basis. SGGG obtains pricing for Level 1 financial instruments from a third party pricing vendor. The Manager is responsible for performing the fair value measurements of financial instruments in Level 2 and Level 3.

The Funds have an established control framework with respect to the measurement of fair values. This framework includes an investment committee, which is independent of front office management and reports to the Board of Directors, who have overall responsibility for fair value measurements.

Qwest Funds Corp.

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9. Fair value of financial instruments (continued):

(b) Valuation framework (continued):

Specific controls include:

- verification of observable pricing inputs;
- re-performance of model valuations;
- a review and approval process for new models and changes to such models;
- calibration and back-testing of models against observed market transactions;
- analysis and investigation of significant daily valuation movements; and
- review of unobservable inputs and valuation adjustments.

(c) Financial instruments not measured at fair value:

The carrying value of cash, receivables from investments sold, dividends receivable, subscriptions receivable, due from related parties, prepaid expenses, distribution payable, management fees payable, redemptions payable, payables for investments purchased and accounts payable and accrued liabilities approximates their fair value given their short-term nature. These financial instruments are classified as Level 2 in the fair value hierarchy because while prices are available, there is no active market for these instruments.

10. Capital management:

The redeemable shares issued by the Funds represent capital of the Funds. The Funds' objectives in managing the redeemable shares are to ensure a stable base to maximize returns to all investors, and to manage liquidity risk arising from redemptions.

The Funds are not subject to any internally or externally imposed restrictions on its capital other than certain minimum subscriptions.

11. Income taxes:

The Corporation's available tax losses, both capital and non-capital, are determined at the corporate and not the individual class level. As at December 31, 2024, the Corporation had unrecognized non-capital losses of approximately \$3,806,374 (2023 - \$4,047,912) available for utilization against taxable income in future years. The Corporation had unrecognized capital losses available at December 31, 2024 of approximately \$10,671,182 (2023 - \$10,671,182). Net capital losses are available to be carried forward indefinitely and applied against future net realized capital gains. Non-capital losses may be carried forward up to 20 years to reduce future taxable income.

Qwest Funds Corp.

Notes to Financial Statements

Years ended December 31, 2024 and 2023

11. Income taxes (continued):

The non-capital losses expire as follows:

2042	\$	97,969
2041		109,626
2040		556,236
2039		-
2038		190,365
2037		-
2036		525,370
2035		524,234
2034		389,415
2033		722,898
2032		690,261
		<hr/>
	\$	3,806,374
