

Financial Statements

Canso Select Opportunities Corporation

June 30, 2024

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Management's Responsibility for Financial Reporting

The accompanying unaudited interim Financial Statements have been prepared by Management. Management is responsible for the information and representations contained in these interim Financial Statements. Management has maintained appropriate processes to ensure that relevant and reliable financial information is produced. The unaudited interim Financial Statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts based on estimates and assumptions. The significant accounting policies that management believes are appropriate for Canso Select Opportunities Corporation ("CSOC") are described in Note 2 to the unaudited interim Financial Statements.

The Board of Directors is responsible for reviewing and approving CSOC's unaudited interim Financial Statements, overseeing management's performance of its financial reporting responsibilities and engaging the independent auditors. For all share classes of CSOC, the unaudited interim Financial Statements have been reviewed and approved by the Board of Directors.

Approved by the Board of Directors

(signed) "Joe Morin"

(signed) "Shirley Sumsion"

Joe Morin
Director

Shirley Sumsion
Director

Canso Select Opportunities Corporation
Interim Statements of Financial Position
As at June 30, 2024 and December 31, 2023
(Unaudited)

	June 30, 2024	December 31, 2023 (Audited)
	\$	\$
Assets		
Current Assets		
Investment in Canso Select Opportunities Fund, FVTPL (Note 6)	11,072,463	9,728,183
Investments through FVTPL (Notes 5 and 6)	18,663,067	18,104,949
Accrued interest	-	9,315
Cash and cash equivalents	626,050	227,021
Dividend receivable	446	446
Prepaid expenses	18,988	18,712
Total Current Assets	30,381,014	28,088,626
Non-current Asset		
Deferred tax assets	317,965	272,245
Total Assets	30,698,979	28,360,871
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	48,277	95,266
Non-current Liabilities		
Deferred tax liabilities	283,791	26,361
Total Liabilities	332,068	121,627
Shareholders' Equity		
Share capital (Note 4)	23,359,050	23,359,050
Contributed surplus	4,324,550	4,324,550
Retained earnings	2,683,311	555,644
Total Shareholders' Equity	30,366,911	28,239,244
Total Liabilities and Shareholders' Equity	30,698,979	28,360,871
Shareholders' Equity		
Class A Multiple Voting Shares	\$8,822,237	\$8,285,202
Class B Subordinate Voting Shares	\$21,544,674	\$19,954,042
Number of Shares Outstanding		
Class A Multiple Voting Shares	1,511,994	1,531,860
Class B Subordinate Voting Shares	3,706,443	3,686,577
Total Shareholders' Equity per Share		
Class A Multiple Voting Shares	\$5.83	\$5.41
Class B Subordinate Voting Shares	\$5.81	\$5.41

Approved by the Board of Directors

Joe Morin
Director

Shirley Sumsion
Director

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

Canso Select Opportunities Corporation
Interim Statements of Comprehensive Income (Loss)
Three months and six months ended June 30, 2024 and 2023
(Unaudited)

	Three months ended June 30,		Six months ended June 30,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Income				
Dividend income	393,339	176,258	569,678	197,983
Interest income (expense)	-	4,528	1,370	(21,619)
Other net changes in fair value of financial assets and financial liabilities at fair value through profit or loss:				
Realized (loss) gain on investments (Note 6)	-	-	(4,021)	52,169
Realized foreign exchange gain	-	-	3,195	-
Change in unrealized foreign exchange loss	(53,893)	(8,031)	(93,270)	(1,587)
Change in unrealized gain (loss) on investments (Note 6)	373,828	96,018	2,036,355	(468,988)
Total Income	713,274	268,773	2,513,307	(242,042)
Expenses (Note 5)				
Partnership investment carrying charge	-	-	66	-
Directors fees	22,929	31,702	54,111	63,403
Professional fees	41,676	193,112	70,845	201,529
Administration	22,840	89,170	36,651	103,624
Bank charges	94	311	426	522
Insurance	5,948	5,883	11,831	11,702
Total Expenses	93,487	320,178	173,930	380,780
Net income (loss) before income taxes	619,787	(51,405)	2,339,377	(622,822)
Income tax expense (recovery)				
Deferred	17,613	(35,027)	211,710	(125,113)
Total Income Tax Expense (Recovery)	17,613	(35,027)	211,710	(125,113)
Net income (loss) and comprehensive income (loss) for the period	602,174	(16,378)	2,127,667	(497,709)
Net income (loss), by class				
Class A Multiple Voting Shares	\$174,474	(\$5,017)	\$616,472	(\$152,463)
Class B Subordinate Voting Shares	\$427,700	(\$11,361)	\$1,511,195	(\$345,246)
Net income (loss), per share				
Class A Multiple Voting Shares	\$0.12	(\$0.00)	\$0.41	(\$0.10)
Class B Subordinate Voting Shares	\$0.12	(\$0.00)	\$0.41	(\$0.10)

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

Canso Select Opportunities Corporation
Interim Statements of Changes in Equity
Six months ended June 30, 2024 and 2023
(Unaudited)

	2024			
	\$	\$	\$	\$
	Share capital	Contributed surplus	Retained earnings (deficit)	Total
<u>Class A Multiple Voting Shares</u>				
Opening balance, January 1, 2024	6,125,376	2,523,969	(364,143)	8,285,202
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	(79,437)	-	-	(79,437)
Net income for the period	-	-	616,472	616,472
Balance at June 30, 2024	6,045,939	2,523,969	\$252,329	8,822,237
<u>Class B Subordinate Voting Shares</u>				
Opening balance, January 1, 2024	17,233,674	1,800,581	919,787	19,954,042
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	79,437	-	-	79,437
Net income for the period	-	-	1,511,195	1,511,195
Balance at June 30, 2024	17,313,111	1,800,581	2,430,982	21,544,674
Total	23,359,050	4,324,550	2,683,311	30,366,911

	2023			
	\$	\$	\$	\$
	Share capital	Contributed surplus	Deficit	Total
<u>Class A Multiple Voting Shares</u>				
Opening balance, January 1, 2023	6,443,669	2,523,969	(1,063,717)	7,903,921
Net loss for the period	-	-	(152,463)	(152,463)
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	(51,583)	-	-	(51,583)
Balance at June 30, 2023	6,392,086	2,523,969	(1,216,180)	7,699,875
<u>Class B Subordinate Voting Shares</u>				
Opening balance, January 1, 2023	4,665,381	1,800,581	(763,809)	5,702,153
Class B Subordinate Voting Shares issued	12,250,000	-	-	12,250,000
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	51,583	-	-	51,583
Net loss for the period	-	-	(345,246)	(345,246)
Balance at June 30, 2023	16,966,964	1,800,581	(1,109,055)	17,658,490
Total	23,359,050	4,324,550	(2,325,235)	25,358,365

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

Canso Select Opportunities Corporation
Interim Statements of Cash Flows
Six months ended June 30, 2024 and 2023
(Unaudited)

	2024	2023
	\$	\$
Operating Activities		
Net income (loss)	2,127,667	(497,709)
Adjustments for:		
Dividend income re-invested	-	(20,492)
Interest income re-invested	(10,685)	-
Realized loss (gain) on investment	4,021	(52,169)
Realized foreign exchange gain	(3,195)	-
Change in unrealized foreign exchange loss on investments	93,374	1,521
Change in unrealized (appreciation) depreciation on investments	(2,036,355)	468,988
Purchase of investments	-	(300,024)
Proceeds from sale of investments	50,376	556,842
Partnership investment carrying charge	66	-
Accrued interest	9,315	35,079
Dividend receivable	-	(34)
Prepaid expenses	(276)	201,746
Deferred tax assets	(45,720)	(125,113)
Deferred tax liabilities	257,430	-
Accounts payable and accrued liabilities	(46,989)	(153,121)
Net Cash Generated by Operating Activities	399,029	115,514
Cash and cash equivalents — Beginning of period	227,021	79,993
Cash and cash equivalents — End of period	626,050	195,507

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

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

1. General Information

Canso Select Opportunities Corporation ("CSOC" or "Company") was incorporated by articles of incorporation under the Ontario Business Corporations Act on February 16, 2018. Effective September 4, 2018, the Class A Multiple Voting Shares and Class B Subordinate Voting Shares of CSOC were eligible to commence trading on the TSX Venture Exchange under the symbols CSOC.A representing the Class A Multiple Voting Shares and CSOC.B representing the Class B Subordinate Voting Shares. Canso Select Opportunities Fund ("CSOF") is a wholly-owned investment held by CSOC. CSOC indirectly holds all of the investments of CSOF through its ownership of CSOF.

CSOC is an Ontario-based investment corporation. The Company's registered head office is 100 York Blvd., Suite 550, Richmond Hill, Ontario, L4B 1J8. CSOC's investment objective is to provide capital gains and dividend income to its shareholders. Consistent with this objective, the Company evaluates potential investments in debt, public and private equity and other securities. The deployment of funds to new investments depends on both the attractiveness of new investment opportunities and the availability of capital as generated from the realization of value from existing portfolio investments.

2. Basis of Presentation and Significant Accounting Policies

These unaudited interim financial statements of CSOC have been prepared in compliance with International Accounting Standard 34, *Interim Financial Reporting*, using accounting policies consistent with International Financial Reporting Standards ("IFRS"). Accordingly, certain information and footnote disclosures normally included in annual financial statements prepared in accordance with IFRS have been omitted or condensed.

The accounting policies applied by CSOC in these interim financial statements are the same as those applied by CSOC in its annual audited financial statements for the year ended December 31, 2023, which were prepared in accordance with IFRS. Since its inception, CSOC has applied IFRS 9, Financial Instruments, which deals with the recognition, derecognition, classification and measurement of financial instruments. CSOC has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

3. Critical Accounting Estimates and Judgements

The preparation of financial statements requires management to use judgement in applying its accounting policies and to make estimates and assumptions about the future. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

There have been no changes in the critical accounting estimates and judgments which were set out in detail in Note 3 of CSOC's annual audited financial statements for the year ended December 31, 2023.

4. Share Capital

The Company is authorized to issue an unlimited number of shares of a class designated as Class A Multiple Voting Shares, an unlimited number of shares of a class designated as Class B Subordinate Voting Shares, and an unlimited number of shares of a class designated as Preference Shares. Share capital of the Company as stated in the financial statements is the same as the legal stated capital.

At June 30, 2024 share capital consists of the following:

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

4. Share Capital (Cont'd)

	Number of shares #	Amount \$
1,511,994 Class A Multiple Voting Shares		6,045,939
3,706,443 Class B Subordinate Voting Shares		17,313,111
		<u>23,359,050</u>
Class A Multiple Voting Shares:		
Class A Multiple Voting Shares outstanding, January 1, 2024	1,531,860	6,125,376
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	(19,866)	(79,437)
Class A Multiple Voting Shares outstanding, June 30, 2024	1,511,994	6,045,939
Class B Subordinate Voting Shares:		
Class B Subordinate Voting Shares outstanding, January 1, 2024	3,686,577	17,233,674
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	19,866	79,437
Class B Subordinate Voting Shares outstanding, June 30, 2024	3,706,443	17,313,111
	<u>5,218,437</u>	<u>23,359,050</u>

At December 31, 2023 share capital consisted of the following:

	Number of shares #	Amount \$
1,531,860 Class A Multiple Voting Shares		6,125,376
3,686,577 Class B Subordinate Voting Shares		17,233,674
		<u>23,359,050</u>
Class A Multiple Voting Shares:		
Class A Multiple Voting Shares outstanding, January 1, 2023	1,611,460	6,443,669
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	(79,600)	(318,293)
Class A Multiple Voting Shares outstanding, December 31, 2023	1,531,860	6,125,376
Class B Subordinate Voting Shares:		
Class B Subordinate Voting Shares outstanding, January 1, 2023	1,166,738	4,665,381
Conversion from Class A Multiple Voting Shares to Class B Subordinate Voting Shares	79,600	318,293
Class B Subordinate Voting Shares issued	2,440,239	12,250,000
Class B Subordinate Voting Shares outstanding, December 31, 2023	3,686,577	17,233,674
	<u>5,218,437</u>	<u>23,359,050</u>

5. Related Party Transactions

CSOC has an operational services agreement with Canso Investment Counsel Ltd. ("Canso") that was originally entered into on August 1, 2018. The operational services agreement sets out that Canso will provide the day-to-day operational services to carry out the business affairs of CSOC. Under the terms of the agreement, there were no fees payable for services provided by Canso to CSOC for the first 24-month period and the term could be extended at 12-month periods, as agreed to between the parties. The parties agreed to extend the no fee arrangement for the 12-month terms ending on July 31, 2023, July 31, 2024 and is expected to be renewed. There were no management fees charged for the period ended June 30, 2024 (June 30, 2023 – \$Nil).

On January 13, 2023, CSOC purchased 70,000 Class A common shares of Lysander Funds Limited ("Lysander") from Canso Fund Management Ltd. ("CFM"), a company under common control, by issuing to CFM 2,440,239 Class B Subordinate Voting Shares of CSOC pursuant to a share purchase agreement dated October 17, 2022 (the "Transaction"). The consideration is \$12.25 million. Following the Transaction, CFM holds approximately 68% of CSOC's outstanding Class B Subordinate Voting Shares, which represents a voting position of 4.7%.

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

6. Investments

In determining whether CSOC has control or significant influence over an investment, CSOC assesses voting rights, the exposure to variable returns, and its ability to use the voting rights to affect the amount of the returns. CSOC qualifies as an investment entity under IFRS 10, and therefore accounts for investments it controls at fair value through profit and loss. CSOC has significant influence over Lysander because it controls 12% of Lysander and its representation on the board of directors of Lysander. As an investment entity, CSOC meets the exemption under IAS 28 that allows CSOC to elect to measure the investment in associates at fair value through profit or loss in accordance with IFRS 9. CSOC's primary purpose is defined by its investment objectives and uses the investment strategies available to it as defined in the Circular to meet those objectives. CSOC also measures and evaluates the performance of any investment on a fair value basis. As described in Note 1, CSOF is a wholly owned investment of CSOC.

As at June 30, 2024, CSOC's investment portfolio consists of equity and debt securities in 14 different issuers.

Description	Average Cost \$	Fair Value \$	% of Portfolio
Equities Held Long	15,253,233	18,063,067	96.79%
Air Canada	191,516	205,850	1.11%
Bombardier Inc.	41,975	50,920	0.27%
Brill Power Limited	105,559	217,546	1.17%
Fibracast	800,000	58,800	0.32%
Lysander Funds Limited	12,250,000	15,890,000	85.14%
HashTag Paid Inc. Series A-5 Pref Share	132,837	319,583	1.71%
HashTag Paid Inc. Series B-4 Pref Share	66,330	64,804	0.35%
MDA Ltd.	879,998	858,627	4.60%
Our Home and Miniature Land Inc. Warrant	-	-	0.00%
NorthStar Gaming Holdings Inc (Escrow)	2,432	243	0.00%
NorthStar Gaming Holdings Inc	6,123	680	0.00%
New Horizon Aircraft Ltd	513,987	71,087	0.38%
Portfolio HiWay Inc.	50,000	62,500	0.33%
Reformulary Group Inc.	200,000	250,000	1.34%
Smooth Payment Inc. May 12, 2031 Warrant	-	-	0.00%
Smooth Payment Inc. July 5, 2031 Warrant	-	-	0.00%
TC Fund I LP	12,476	12,427	0.07%
Fixed Income	800,000	600,000	3.21%
Our Home and Miniature Land Inc.	400,000	400,000	2.14%
Smooth Payment Inc.	400,000	200,000	1.07%
CSOC's Investments at Fair Value through Profit or Loss	16,053,233	18,663,067	100.00%

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

6. Investments (Cont'd)

As at June 30, 2024, CSOF's investment portfolio consists of equity and debt securities in 22 different issuers. The portfolio also includes cash and cash equivalents.

Description	Average Cost \$	Fair Value \$	% of Portfolio
Cash & Cash Equivalents	113,348	113,408	1.03%
Equities Held Long	12,452,179	8,513,296	77.50%
Aegis Brands Inc. (previously Second Cup Ltd.)	3,400,936	347,206	3.16%
Bird Construction Inc.	436,070	1,728,603	15.74%
Bombardier Inc.	337,302	463,534	4.22%
BZ Holdings Inc.	-	2	0.00%
Canadian Life Companies Split	78,572	85,008	0.77%
Cineplex Inc	1,203,587	1,256,838	11.44%
Enbridge Inc	384,298	394,227	3.59%
UBS Group AG (previously Credit Suisse Group AG)	148,214	223,841	2.04%
Flint Corp (previously ClearStream Energy SVCS Inc.)	2,012,939	131,811	1.20%
Flint Corp - Preferred (previously ClearStream Energy Services - Preferred)	729,400	380,990	3.47%
Hertz Global Holdings Inc.	424,452	116,411	1.06%
M Split Corp	838,474	941,279	8.57%
Manulife Financial Group	694,689	1,171,745	10.67%
Sun Life Financial Corp	483,261	399,750	3.64%
X-Spectrum 1 Inc. (previously Xplornet Wireless Inc.)	108,327	5,969	0.05%
X-Spectrum 2 Inc. (previously Xplornet Mobile Inc.)	51,792	1	0.00%
Yellow Pages Limited	1,119,866	866,081	7.88%
Fixed Income	3,032,767	2,862,806	26.07%
AdHawk Microsystems Inc	466,585	478,923	4.36%
Air Canada	207,684	174,743	1.59%
Bank of Nova Scotia	563,450	625,469	5.69%
AMC Entertainment	237,219	173,089	1.58%
Latam Airlines Group	641,209	783,326	7.13%
Corus Entertainment Inc	526,000	300,000	2.73%
Hertz Corp	390,620	327,256	2.99%
Fixed Income held short	(514,437)	(505,417)	(4.60%)
Government of Canada	(514,437)	(505,417)	(4.60%)
Total	15,083,857	10,984,093	100.00%
Other Assets, Net of Liabilities		88,370	
CSOC's investment in CSOF at Fair Value Through Profit or Loss		11,072,463	

7. Fair Value Hierarchy

CSOC classifies financial instruments carried at fair value using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The following fair value hierarchy table presents information about CSOC's and CSOF's assets and liabilities measured at fair value, as described in Note 2, as at June 30, 2024 and December 31, 2023 (audited). During the period ended June 30, 2024, there were no transfers between levels (June 30, 2023 – Nil).

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

7. Fair Value Hierarchy (Cont'd)

If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified as Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is reclassified as Level 3. Management assesses transfers at the time of an event that may cause reason for re-assessment of levelling. The classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability. The determination of what constitutes observable data requires significant judgment by the investment committee. CSOC considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

As at June 30, 2024	Level 1	Level 2	Level 3	Total
Financial Assets				
Fixed Income held in CSOF	\$ -	\$ 2,383,883	\$ 478,923	\$ 2,862,806
Equities held in CSOF	8,126,336	-	386,960	8,513,296
Fixed Income held in CSOC	-	-	600,000	600,000
Equities held in CSOC	1,187,407	-	16,875,660	18,063,067
Total	\$ 9,313,743	\$ 2,383,883	\$ 18,341,543	\$ 30,039,169

As at June 30, 2024	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Fixed income held in CSOF	\$ -	\$ (505,417)	\$ -	\$ (505,417)
Total	\$ -	\$ (505,417)	\$ -	\$ (505,417)

As at December 31, 2023	Level 1	Level 2	Level 3	Total
Financial Assets				
Fixed Income held in CSOF	\$ -	\$ 2,700,823	\$ 461,510	\$ 3,162,333
Equities held in CSOF	6,903,769	-	383,541	7,287,310
Fixed Income held in CSOC	-	-	1,100,000	1,100,000
Equities held in CSOC	1,019,995	-	15,984,954	17,004,949
Total	\$ 7,923,764	\$ 2,700,823	\$ 17,930,005	\$ 28,554,592

As at December 31, 2023	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Fixed income held in CSOF	\$ -	\$ (1,258,506)	\$ -	\$ (1,258,506)
Total	\$ -	\$ (1,258,506)	\$ -	\$ (1,258,506)

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

7. Fair Value Hierarchy (Cont'd)

	June 30, 2024	December 31, 2023
Level 3 Reconciliation		
Balance, beginning of year	\$ 17,930,005	\$ 3,096,682
Purchases - held in CSOC	-	12,812,541
Purchases - held in CSOF	-	466,585
Sales - CSOC	-	(236,614)
Sales - CSOF	-	(20,836)
Conversion - CSOC*	(500,000)	-
Realized loss, net - CSOC	-	72,117
Realized gain, net - CSOF	-	(4,560)
Dividend income re-invested	-	20,492
Change in unrealized appreciation (depreciation) - CSOF	20,832	(89,509)
Change in unrealized appreciation - CSOC	890,706	1,813,107
Balance, end of year	\$ 18,341,543	\$ 17,930,005

* During the six months ended June 30, 2024, \$500,000 Horizon Aircraft 10% Conv. Promissory Note Oct 24 2024 along with the accrued interest of \$10,685 was converted to 93,566 shares of New Horizon Aircraft Ltd., which was classified as Level 1 financial instrument.

The fair value of each Level 3 financial instrument is generally measured using unobservable market inputs with the best information available at the time. Various valuation techniques are utilized, depending on a number of factors including key inputs and assumptions, which are company specific and may include estimated discount rates and expected price volatilities.

The following section provides information regarding select Level 3 securities over 2% of the portfolio. It includes a summary of the valuation techniques used and the sensitivity of the fair value of these securities to changes in input values.

Our Home and Miniature Land Inc. 10% Jan 27, 2026

Price: \$100.00

Valuation Technique: The private placement financing technique

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to value of the next private placement financing could result in an increase or decrease of 30% or an increase or decrease in the security price of \$30, or an increase or decrease in net assets of \$120,000.

AdHawk Microsystems Inc. 6% notes due July 2024

Price: US\$100.00

Valuation Technique: Private placement financing technique

Unobservable Inputs: The primary unobservable input for this security is the last price where the company raised capital in a private offering of additional securities.

Change in input values: A reasonably possible change to value of the next private placement financing could result in an increase or decrease of 30% or an increase or decrease in the security price of US\$30, or an increase or decrease in net assets of US\$105,000.

Flint Corp. Series 1 Preferred Share

Price: \$522.62

Valuation Technique: Relative value technique

Unobservable Inputs: FLINT Corp. Senior Secured Bond price (from third party).

Change in input values: A reasonably possible change to the value of the next private placement financing could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$156.79, or an increase or decrease in net assets of \$114,297.

Canso Select Opportunities Corporation
Notes to Interim Financial Statements
Six months ended June 30, 2024
(Unaudited)

7. Fair Value Hierarchy (Cont'd)

Lysander Funds Limited

Price: \$227.00

Valuation technique: Relative value

Unobservable inputs: The primary unobservable inputs for this security are the company's financial metrics, AUM, valuation multiples of comparable publicly traded asset managers, and a discount for lack of liquidity.

Change in input values: A reasonably possible change to the value of market comparables could result in an increase or decrease of 30%, or an increase or decrease in the security price of \$68.10, or an increase or decrease in net assets of \$4,767,000.

8. Contingency

The Company may be a party to legal proceedings. The Company believes that each such proceeding constitutes a routine matter incidental to the business conducted by the Company. The Company cannot determine the ultimate outcome of all the outstanding claims but believes the ultimate disposition of the proceedings will not have a material adverse effect on its earnings, cash flow or financial position.

9. Approval of financial statements

The financial statements were approved by the Board of Directors and authorized for issue on August 23rd, 2024.