



FUND FACTS		June 30, 2025																																																					
Quick Facts																																																							
Security type: Class D Shares of a Mortgage Investment Corporation (MIC)																																																							
Date Fund Created: October 2009		Portfolio Manager: Bancorp Financial Services Inc. (BFSI)																																																					
Total Fund Value on June 30, 2025: \$64 million.		Distributions: Quarterly with a final distribution after the annual audit. Distributions can be taken in cash or re-invested in the Fund.																																																					
Management Expense Ratio: 2.16%		Minimum Investment: \$ 10,000 initial \$ 5,000 additional																																																					
RRSP and RRIF Eligible.		Tax Treatment: Profits are distributed to shareholders free of any corporate taxes. Distributions to non RRSP/RRIF shareholders are reported as interest income.																																																					
Shares are sold by way of Offering Memorandum.		Purchasers must complete a subscription agreement for any initial or additional purchase.																																																					
What does the Fund Invest In? The Fund invests primarily in high ratio 1 st & 2 nd mortgage loans to finance the acquisition of land, construction, development, redevelopment or renovation of residential, commercial, office or industrial properties.		What are the risks? There are risks associated with real estate market conditions, credit risk and various other factors affecting real estate investments. Risks are mitigated through solid analysis and underwriting and portfolio diversification.																																																					
Number of Loans in Portfolio: 44		Average Loan to Value: 70.09%																																																					
Portfolio by property type <table><tr><th>Property Type</th><th>Percentage</th></tr><tr><td>Single Family</td><td>48.88%</td></tr><tr><td>Multi-Family</td><td>31.97%</td></tr><tr><td>Land</td><td>14.17%</td></tr><tr><td>Commercial</td><td>4.98%</td></tr></table>		Property Type	Percentage	Single Family	48.88%	Multi-Family	31.97%	Land	14.17%	Commercial	4.98%	Portfolio by location <table><tr><th>Location</th><th>Percentage</th></tr><tr><td>Vancouver</td><td>94.0%</td></tr><tr><td>Victoria</td><td>5.6%</td></tr><tr><td>Other BC</td><td>0.4%</td></tr></table>		Location	Percentage	Vancouver	94.0%	Victoria	5.6%	Other BC	0.4%																																		
Property Type	Percentage																																																						
Single Family	48.88%																																																						
Multi-Family	31.97%																																																						
Land	14.17%																																																						
Commercial	4.98%																																																						
Location	Percentage																																																						
Vancouver	94.0%																																																						
Victoria	5.6%																																																						
Other BC	0.4%																																																						
Annualized Yields <table><tr><th>Period</th><th>Class D</th><th>Target Yield</th><th>2 Year Cda's</th></tr><tr><td>Jan-Dec 2019</td><td>8.13%</td><td>8.56%</td><td>1.56%</td></tr><tr><td>Jan-Dec 2020</td><td>9.28%</td><td>7.45%</td><td>0.45%</td></tr><tr><td>Jan-Dec 2021</td><td>8.97%</td><td>7.50%</td><td>0.50%</td></tr><tr><td>Jan-Dec 2022</td><td>11.04%</td><td>9.98%</td><td>2.98%</td></tr><tr><td>Jan-Dec 2023</td><td>11.26%</td><td>11.50%</td><td>4.26%</td></tr><tr><td>Jan-Dec 2024</td><td>10.84%</td><td>10.61%</td><td>3.61%</td></tr><tr><td>Q1 2025</td><td>10.02%</td><td>9.48%</td><td>2.48%</td></tr><tr><td>Q2 2025</td><td>9.36%</td><td>9.53%</td><td>2.53%</td></tr></table>		Period	Class D	Target Yield	2 Year Cda's	Jan-Dec 2019	8.13%	8.56%	1.56%	Jan-Dec 2020	9.28%	7.45%	0.45%	Jan-Dec 2021	8.97%	7.50%	0.50%	Jan-Dec 2022	11.04%	9.98%	2.98%	Jan-Dec 2023	11.26%	11.50%	4.26%	Jan-Dec 2024	10.84%	10.61%	3.61%	Q1 2025	10.02%	9.48%	2.48%	Q2 2025	9.36%	9.53%	2.53%	Annualized Yields to June 30, 2025 <table><tr><th>Term</th><th>Class D</th><th>Target Yield</th><th>2 Year Cda's</th></tr><tr><td>1 Year</td><td>9.93%</td><td>9.82%</td><td>2.82%</td></tr><tr><td>3 Years</td><td>11.08%</td><td>10.66%</td><td>3.66%</td></tr><tr><td>5 Years</td><td>10.41%</td><td>9.55%</td><td>2.55%</td></tr></table>		Term	Class D	Target Yield	2 Year Cda's	1 Year	9.93%	9.82%	2.82%	3 Years	11.08%	10.66%	3.66%	5 Years	10.41%	9.55%	2.55%
Period	Class D	Target Yield	2 Year Cda's																																																				
Jan-Dec 2019	8.13%	8.56%	1.56%																																																				
Jan-Dec 2020	9.28%	7.45%	0.45%																																																				
Jan-Dec 2021	8.97%	7.50%	0.50%																																																				
Jan-Dec 2022	11.04%	9.98%	2.98%																																																				
Jan-Dec 2023	11.26%	11.50%	4.26%																																																				
Jan-Dec 2024	10.84%	10.61%	3.61%																																																				
Q1 2025	10.02%	9.48%	2.48%																																																				
Q2 2025	9.36%	9.53%	2.53%																																																				
Term	Class D	Target Yield	2 Year Cda's																																																				
1 Year	9.93%	9.82%	2.82%																																																				
3 Years	11.08%	10.66%	3.66%																																																				
5 Years	10.41%	9.55%	2.55%																																																				

How has the Fund Performed? The 2024 annualized yield for Class D shares was 10.84% and is anticipated to be 9.00% - 10.00% for this year. Returns are after MER has been deducted.	Are there any Guarantees? No. Like mutual funds, the value of the MIC shares are based upon the value of the underlying assets.
Who is the target market for this fund? • A higher risk mortgage fund suitable for investors looking for superior yield in the bond + 7% range who understand the opportunities and risks involved in high ratio mortgage financing. • Investors who are able to make a mid to long term investment.	
Management Expense Ratio (MER) Management Fee: The fund pays a management fee to BFSI. Operating expenses: These are the day-to-day costs of operating the fund. Management Expense Ratio. This is the total of the management fee and operating expenses. Profit Participation The fund has established a target rate of return of Government of Canada 2-year bonds plus 7.0% for Class D Shares. Once this level of return has been achieved any income above this amount is shared with BFSI on a 75% Investor/25% BFSI basis.	1.75% <u>0.41%</u> 2.16%
Other Fees • Transfer fee: \$75 plus GST to transfer shares to another account.	
Liquidity: • Notice required 60 days before fiscal quarter end (March 31, June 30, September 30 & December 31). • Payment is made 1 month after the quarter end and in the case of Dec 31 year end, 2 months after the year end. • Payment is subject to available funds. The mortgages held by the company are contractual obligations and are not readily liquid assets. While the Fund Directors attempt to provide liquidity when requested, investors should be aware that liquidity is dependent on loan maturity and repayment of mortgages.	
What if the client changes their mind? You can cancel the investment up to two days after you receive the trade confirmation.	For more information: This summary may not contain all the information you need. The Fund's Offering Memorandum has more detailed information. To receive a copy or if you have other questions, • Call: (604) 608-2717 and ask for Investor Relations • Visit our Website: www.bancorpfincial.com