



Ninepoint Diversified Bond Fund

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

DECEMBER 31

2023

The annual management report of fund performance is an analysis and explanation that is designed to complement and supplement an investment fund's financial statements. This report contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-888-362-7172, by visiting our website at www.ninepoint.com or SEDAR+ at www.sedarplus.ca or by writing to us at: Ninepoint Partners LP, Royal Bank Plaza, South Tower, 200 Bay Street, Suite 2700, P.O. Box 27, Toronto, Ontario M5J 2J1. Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

Management Discussion of Fund Performance

Investment Objective and Strategies

The investment objective of the Ninepoint Diversified Bond Fund (the “Fund”) is to maximize the total return of the Fund and to provide income by investing primarily in debt and debt-like securities of corporate and government issuers from around the world. To achieve the Fund’s investment objective, the Fund will take a flexible approach in investing in debt instruments and the allocation will depend on the Portfolio Manager’s view of economic and market conditions. In addition, the Portfolio Manager will select the Fund’s investments in an effort to take advantage of the credit cycle and the difference in currencies, interest rates and credits between countries based on a global macroeconomic and political analysis. There are no restrictions on the credit rating of the securities of the Fund and the Portfolio Manager may invest a significant portion of the Fund’s assets in non-investment grade and high yield debt securities.

The Fund may also:

- engage in securities lending as permitted by securities regulations;
- engage in short selling in a manner which is consistent with the investment objectives of the Fund and as permitted by securities regulations;
- pursuant to regulatory relief obtained, short sell “government securities” for hedging purposes in an amount greater than 5% of the Fund’s net asset value per issuer;
- invest in exchange-traded funds (“ETFs”) as permitted by securities regulations;
- pursuant to the regulatory relief to invest in leveraged and commodity ETFs in aggregate, up to 10% of its net assets in underlying ETFs as measured at the time of the investment;
- use specified derivatives, options, futures, forward contracts and swaps, for both hedging and non-hedging strategies, in a manner that is consistent with the investment objectives of the Fund and as permitted by securities regulations.

The Fund may also engage in securities lending, short-selling, invest in exchange-traded funds, and use derivatives for hedging and non-hedging purposes, such as options, futures, forward contracts and swaps, in a manner which is consistent with the Fund’s investment objectives and permitted by securities regulations.

Risk

The risks of investing in the Fund are described in the Fund’s simplified prospectus. The Fund is suitable for investors who seek regular income and the potential for capital growth and who want to share in the opportunities offered by debt securities issued by companies and countries from around the world. The Fund is suitable for investors with a low tolerance for risk and volatility and a medium to long-term investment horizon.

Results of Operations

The Fund, Series A, returned 4.9% in 2023, while its benchmark, Bloomberg Barclays Canada Aggregate Total Return Index returned 6.5%.

After an extremely challenging 2022 for all major asset classes, 2023 surprised to the upside versus consensus expectations across most risk assets. U.S. equities had a strong year fueled by the technology sector given the AI euphoria in addition to the central bank being far less aggressive in terms of rate hikes. This strength occurred despite the U.S. regional banking crisis earlier in the year. Credit spreads both in Canada and the U.S. had a strong year aided by the general strength of risk assets in addition to the overall attractiveness of the all-in yields of many corporate bonds. This recent hike cycle has been the most aggressive since the 1980s, but it was extremely front loaded with the vast majority of hikes occurring in 2022. In 2023 only saw tweaking by North American central banks as inflation continues to work its way down to target. For example, the Federal Reserve hiked four times while the Bank of Canada only hiked three times throughout the year. Market expectations shifted mid-year from the higher for longer narrative, to when do central banks start cutting interest rates and by how much. This change in narrative was exemplified by the infamous “Powel Pivot” in December where he signaled the Fed’s stance has turned from hawkish to dovish. The Fund remains positioned for a period of higher for longer interest rates and will continue to monitor the economy for signs of potential slowing.

As the Fund is credit focused, the general tightening in credit spreads helped drive overall performance in 2023. Canadian bank sub-debt was one of the best performing sectors in 2023 and given our overweight stance, this aided performance. The investment grade allocation increased throughout the year while the high yield weight decreased. Of the high yield that remains in the Fund, it is of higher quality and generally shorter tenors which is prudent given many forecasts for higher high yield default rates.

Given the broader high yield sector is priced to perfection, we tactically entered into credit hedges throughout the year. The Fund is short two U.S. high yield ETFs in anticipation of cracks emerging in highly levered credits as the economy slows. Similar to 2022, interest rate volatility occurred throughout the year. We took advantage of interest rate sell-offs to increase duration throughout the year, which also contributed to performance. We do not expect material increases in Fund duration in 2024.

Heading into 2024, the Fund generates an attractive yield and is defensively positioned. Spread duration slowly moved down throughout 2023 and the Fund sold select lines into strength. As the yield curve remains deeply inverted in Canada, the Fund remains skewed to the front end with many maturities over the next one to two years. The Fund will use this liquidity prudently to ensure it acts from a position of strength should credit become adequately cheap.

The Fund's net asset value decreased by 32.5% during the year, from \$332.1 million as at December 31, 2022 to \$224.1 million as at December 31, 2023. This change was predominantly due to net redemptions of \$113.7 million, offset by net realized and unrealized gains on investments and derivatives of \$6.8 million.

Recent Developments

There were no material changes to the investment strategy and features of the Fund during the year ended December 31, 2023. The Manager actively monitors the positioning of the Fund's portfolio for changes in current market conditions and the economic environment.

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Related Party Transactions

MANAGEMENT FEES

The Fund pays a management fee to the Manager at an annual rate of 1.65% for Series A and Series T units, 0.75% for Series D, Series F, Series FT and ETF Series units, 1.55% for Series P and Series PT units, 0.65% for Series PF and Series PFT units, 1.45% for Series Q and Series QT units, 0.55% for Series QF and Series QFT units, and is negotiated by the unitholders for Series I. The management fee is calculated and accrued daily based on the daily net asset value of the applicable series of the Fund and is paid monthly. During the year ended December 31, 2023, the Fund incurred management fees of \$2,506,955 (including taxes). For the active series, the breakdown of the services received in consideration of the management fees, as a percentage of management fees, is as follows:

	Portfolio Advisory	Trailing Commissions
Ninepoint Diversified Bond Fund – Series A	45%	55%
Ninepoint Diversified Bond Fund – Series D	100%	–
Ninepoint Diversified Bond Fund – Series F	100%	–
Ninepoint Diversified Bond Fund – Series FT	100%	–
Ninepoint Diversified Bond Fund – Series PF	100%	–
Ninepoint Diversified Bond Fund – Series PFT	100%	–
Ninepoint Diversified Bond Fund – Series Q	38%	62%
Ninepoint Diversified Bond Fund – Series QT	38%	62%
Ninepoint Diversified Bond Fund – Series QF	100%	–
Ninepoint Diversified Bond Fund – Series QFT	100%	–
Ninepoint Diversified Bond Fund – Series T	45%	55%
Ninepoint Diversified Bond Fund – ETF Series	100%	–

Out of the management fees that the Manager received from the Fund, the Manager paid trailer commissions of \$1,349 during the year ended December 31, 2023 to Sightline Wealth Management, an affiliate of the Manager.

OPERATING EXPENSES

The Fund pays its own operating expenses, which include, but are not limited to, audit, legal, custodial, filing and administrative expenses as well as unitholder reporting costs. The Manager pays certain of these expenses on behalf of the Fund and then is reimbursed by the Fund. At its sole discretion, the Manager may waive or absorb a portion of the operating expenses of the Fund. Amounts waived or absorbed by the Manager are reported in the Statements of Comprehensive Income (Loss). Waivers or absorptions can be terminated at any time without notice. During the year ended December 31, 2023, the Manager did not absorb any expenses.

OTHER RELATED PARTY TRANSACTIONS

The Fund relied on the approval, positive recommendation or standing instruction from the Fund's Independent Review Committee with respect to any related party transactions.

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Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the years ended December 31 shown, unless otherwise indicated.

The Fund's Net Assets per Unit¹

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series A	\$	\$	\$	\$	\$
Net assets, beginning of period	9.43	10.73	10.95	10.53	10.37
Increase (decrease) from operations:					
Total revenue	0.43	0.42	0.37	0.35	0.38
Total expenses	(0.24)	(0.22)	(0.24)	(0.24)	(0.20)
Realized gains (losses) for the period	(0.79)	(0.77)	(0.02)	0.13	(0.01)
Unrealized gains (losses) for the period	1.01	(0.70)	(0.18)	0.31	0.13
Total increase (decrease) from operations²	0.41	(1.27)	(0.07)	0.55	0.30
Distributions:					
From income (excluding dividends)	(0.23)	(0.10)	(0.13)	(0.10)	(0.13)
From dividends	–	(0.02)	(0.01)	–	(0.02)
From capital gains	–	–	–	(0.03)	(0.01)
From return of capital	–	(0.01)	–	–	–
Total annual distributions³	(0.23)	(0.13)	(0.14)	(0.13)	(0.16)
Net assets, end of period	9.65	9.43	10.73	10.95	10.53

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019 ⁴
Series D	\$	\$	\$	\$	\$
Net assets, beginning of period	8.74	9.93	10.14	9.78	10.00
Increase (decrease) from operations:					
Total revenue	0.40	0.40	0.34	0.32	0.19
Total expenses	(0.13)	(0.10)	(0.14)	(0.20)	(0.11)
Realized gains (losses) for the period	(0.71)	(0.79)	(0.03)	0.13	0.11
Unrealized gains (losses) for the period	0.94	(0.46)	(0.08)	0.29	(0.21)
Total increase (decrease) from operations²	0.50	(0.95)	0.09	0.54	(0.02)
Distributions:					
From income (excluding dividends)	(0.30)	(0.16)	(0.19)	(0.13)	(0.04)
From dividends	–	(0.03)	(0.02)	–	(0.03)
From capital gains	–	–	–	(0.06)	(0.00)
From return of capital	–	(0.01)	–	–	–
Total annual distributions³	(0.30)	(0.20)	(0.21)	(0.19)	(0.07)
Net assets, end of period	8.96	8.74	9.93	10.14	9.78

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	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
	\$	\$	\$	\$	\$
Series F					
Net assets, beginning of period	9.63	10.96	11.19	10.74	10.56
Increase (decrease) from operations:					
Total revenue	0.44	0.43	0.38	0.35	0.36
Total expenses	(0.15)	(0.11)	(0.13)	(0.14)	(0.10)
Realized gains (losses) for the period	(0.82)	(0.78)	(0.02)	0.13	0.05
Unrealized gains (losses) for the period	1.04	(0.74)	(0.15)	0.35	0.06
Total increase (decrease) from operations²	0.51	(1.20)	0.08	0.69	0.37
Distributions:					
From income (excluding dividends)	(0.34)	(0.20)	(0.24)	(0.18)	(0.21)
From dividends	–	(0.02)	(0.01)	–	(0.05)
From capital gains	–	–	–	(0.02)	(0.01)
From return of capital	–	(0.01)	–	–	–
Total annual distributions³	(0.34)	(0.23)	(0.25)	(0.20)	(0.27)
Net assets, end of period	9.85	9.63	10.96	11.19	10.74

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
	\$	\$	\$	\$	\$
Series FT					
Net assets, beginning of period	7.50	8.71	9.05	8.83	8.82
Increase (decrease) from operations:					
Total revenue	0.34	0.34	0.30	0.29	0.29
Total expenses	(0.11)	(0.09)	(0.10)	(0.11)	(0.09)
Realized gains (losses) for the period	(0.63)	(0.62)	(0.01)	0.15	0.09
Unrealized gains (losses) for the period	0.81	(0.57)	(0.15)	0.01	(0.09)
Total increase (decrease) from operations²	0.41	(0.94)	0.04	0.34	0.20
Distributions:					
From income (excluding dividends)	(0.26)	(0.16)	(0.19)	(0.20)	(0.18)
From dividends	–	(0.02)	(0.02)	–	(0.04)
From capital gains	–	–	–	(0.03)	(0.17)
From return of capital	(0.05)	(0.17)	(0.15)	(0.11)	–
Total annual distributions³	(0.31)	(0.35)	(0.36)	(0.34)	(0.39)
Net assets, end of period	7.62	7.50	8.71	9.05	8.83

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021 ⁹	Dec 31, 2020	Dec 31, 2019
	\$	\$	\$	\$	\$
Series I					
Net assets, beginning of period	–	–	11.26	10.83	10.66
Increase (decrease) from operations:					
Total revenue	–	–	0.36	0.35	0.39
Total expenses	–	–	(0.03)	(0.04)	(0.03)
Realized gains (losses) for the period	–	–	(0.01)	0.12	–
Unrealized gains (losses) for the period	–	–	(0.22)	0.33	0.20
Total increase (decrease) from operations²	–	–	0.10	0.76	0.56
Distributions:					
From income (excluding dividends)	–	–	(0.33)	(0.22)	(0.30)
From dividends	–	–	(0.02)	–	(0.06)
From capital gains	–	–	–	(0.05)	(0.01)
From return of capital	–	–	–	–	–
Total annual distributions³	–	–	(0.35)	(0.27)	(0.37)
Net assets, end of period	–	–	–	11.26	10.83

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	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020 ⁶	Dec 31, 2019
	\$	\$	\$	\$	\$
Series P					
Net assets, beginning of period	–	–	–	9.98	9.95
Increase (decrease) from operations:					
Total revenue	–	–	–	0.06	0.12
Total expenses	–	–	–	(0.05)	(0.10)
Realized gains (losses) for the period	–	–	–	0.01	0.09
Unrealized gains (losses) for the period	–	–	–	0.08	(0.10)
Total increase (decrease) from operations²	–	–	–	0.10	0.01
Distributions:					
From income (excluding dividends)	–	–	–	(0.01)	(0.02)
From dividends	–	–	–	–	(0.00)
From capital gains	–	–	–	–	(0.00)
From return of capital	–	–	–	–	–
Total annual distributions³	–	–	–	(0.01)	(0.02)
Net assets, end of period	–	–	–	–	9.98

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
	\$	\$	\$	\$	\$
Series PF					
Net assets, beginning of period	9.29	10.56	10.77	10.33	10.15
Increase (decrease) from operations:					
Total revenue	0.42	0.41	0.36	0.34	0.33
Total expenses	(0.12)	(0.10)	(0.11)	(0.12)	(0.07)
Realized gains (losses) for the period	(0.77)	(0.78)	(0.02)	0.16	0.05
Unrealized gains (losses) for the period	0.97	(0.83)	(0.14)	0.28	(0.02)
Total increase (decrease) from operations²	0.50	(1.30)	0.09	0.66	0.29
Distributions:					
From income (excluding dividends)	(0.33)	(0.19)	(0.24)	(0.21)	(0.21)
From dividends	–	(0.03)	(0.01)	–	(0.04)
From capital gains	–	–	–	–	(0.01)
From return of capital	–	(0.01)	–	–	–
Total annual distributions³	(0.33)	(0.23)	(0.25)	(0.21)	(0.26)
Net assets, end of period	9.51	9.29	10.56	10.77	10.33

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020 ⁸
	\$	\$	\$	\$
Series PFT				
Net assets, beginning of period	8.24	9.56	9.93	10.00
Increase (decrease) from operations:				
Total revenue	0.37	0.37	0.33	0.14
Total expenses	(0.11)	(0.09)	(0.10)	(0.06)
Realized gains (losses) for the period	(0.68)	(0.69)	(0.01)	0.02
Unrealized gains (losses) for the period	0.87	(0.54)	(0.17)	0.03
Total increase (decrease) from operations²	0.45	(0.95)	0.05	0.13
Distributions:				
From income (excluding dividends)	(0.29)	(0.17)	(0.21)	(0.09)
From dividends	–	(0.03)	(0.03)	–
From capital gains	–	–	–	(0.06)
From return of capital	(0.05)	(0.18)	(0.16)	(0.05)
Total annual distributions³	(0.34)	(0.38)	(0.40)	(0.20)
Net assets, end of period	8.39	8.24	9.56	9.93

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	Dec 31, 2023	Dec 31, 2022 ¹¹	Dec 31, 2021 ¹⁰
	\$	\$	\$
Series Q			
Net assets, beginning of period	–	10.02	10.00
Increase (decrease) from operations:			
Total revenue	–	0.20	0.03
Total expenses	–	(0.10)	(0.02)
Realized gains (losses) for the period	–	(0.41)	0.01
Unrealized gains (losses) for the period	–	(0.65)	0.01
Total increase (decrease) from operations²	–	(0.96)	0.03
Distributions:			
From income (excluding dividends)	–	(0.08)	(0.00)
From dividends	–	–	(0.00)
From capital gains	–	–	–
From return of capital	–	(0.01)	–
Total annual distributions³	–	(0.09)	(0.00)
Net assets, end of period	–	–	10.02

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
	\$	\$	\$	\$	\$
Series QF					
Net assets, beginning of period	9.00	10.27	10.48	10.04	9.85
Increase (decrease) from operations:					
Total revenue	0.41	0.39	0.35	0.33	0.31
Total expenses	(0.11)	(0.08)	(0.10)	(0.10)	(0.07)
Realized gains (losses) for the period	(0.82)	(0.65)	(0.02)	0.12	0.18
Unrealized gains (losses) for the period	1.24	(0.94)	(0.12)	0.26	(0.58)
Total increase (decrease) from operations²	0.72	(1.28)	0.11	0.61	(0.16)
Distributions:					
From income (excluding dividends)	(0.35)	(0.24)	(0.24)	(0.20)	(0.19)
From dividends	–	(0.02)	(0.02)	–	(0.04)
From capital gains	–	–	–	–	(0.02)
From return of capital	–	(0.01)	–	–	–
Total annual distributions³	(0.35)	(0.27)	(0.26)	(0.20)	(0.25)
Net assets, end of period	9.19	9.00	10.27	10.48	10.04

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020 ⁷	Dec 31, 2019 ⁵
	\$	\$	\$	\$	\$
Series QFT					
Net assets, beginning of period	8.63	10.00	10.37	10.00	9.81
Increase (decrease) from operations:					
Total revenue	0.40	0.37	0.35	0.25	0.31
Total expenses	(0.10)	(0.08)	(0.11)	(0.08)	(0.10)
Realized gains (losses) for the period	(0.76)	(0.77)	(0.04)	0.07	(0.01)
Unrealized gains (losses) for the period	1.01	(0.81)	0.03	0.47	0.19
Total increase (decrease) from operations²	0.55	(1.29)	0.23	0.71	0.39
Distributions:					
From income (excluding dividends)	(0.32)	(0.22)	(0.24)	(0.19)	(0.22)
From dividends	–	(0.02)	(0.03)	–	(0.02)
From capital gains	–	–	–	(0.05)	(0.09)
From return of capital	(0.04)	(0.16)	(0.15)	(0.10)	–
Total annual distributions³	(0.36)	(0.40)	(0.42)	(0.34)	(0.33)
Net assets, end of period	8.79	8.63	10.00	10.37	–

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	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021 ¹⁰
	\$	\$	\$
Series QT			
Net assets, beginning of period	8.57	10.02	10.00
Increase (decrease) from operations:			
Total revenue	0.39	0.39	0.03
Total expenses	(0.18)	(0.17)	(0.02)
Realized gains (losses) for the period	(0.70)	(0.72)	0.01
Unrealized gains (losses) for the period	0.92	(0.56)	0.01
Total increase (decrease) from operations²	0.43	(1.06)	0.03
Distributions:			
From income (excluding dividends)	(0.24)	(0.11)	(0.00)
From dividends	–	(0.02)	(0.00)
From capital gains	–	–	–
From return of capital	(0.11)	(0.27)	–
Total annual distributions³	(0.35)	(0.40)	(0.00)
Net assets, end of period	8.65	8.57	10.02

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
	\$	\$	\$	\$	\$
Series T					
Net assets, beginning of period	6.48	7.61	7.99	7.88	7.95
Increase (decrease) from operations:					
Total revenue	0.29	0.30	0.26	0.26	0.28
Total expenses	(0.16)	(0.15)	(0.17)	(0.18)	(0.17)
Realized gains (losses) for the period	(0.54)	(0.55)	(0.02)	0.11	0.01
Unrealized gains (losses) for the period	0.70	(0.45)	(0.08)	0.23	0.14
Total increase (decrease) from operations²	0.29	(0.85)	(0.01)	0.42	0.26
Distributions:					
From income (excluding dividends)	(0.16)	(0.07)	(0.09)	(0.11)	(0.17)
From dividends	–	(0.01)	(0.01)	–	(0.02)
From capital gains	–	–	–	(0.03)	(0.17)
From return of capital	(0.10)	(0.22)	(0.22)	(0.17)	–
Total annual distributions³	(0.26)	(0.30)	(0.32)	(0.31)	(0.36)
Net assets, end of period	6.53	6.48	7.61	7.99	7.88

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020 ⁸
	\$	\$	\$	\$
ETF Series				
Net assets, beginning of period	17.25	19.72	20.09	20.00
Increase (decrease) from operations:				
Total revenue	0.78	0.74	0.68	0.11
Total expenses	(0.26)	(0.20)	(0.23)	(0.07)
Realized gains (losses) for the period	(1.42)	(1.59)	0.05	(0.04)
Unrealized gains (losses) for the period	1.90	(1.74)	(0.26)	0.14
Total increase (decrease) from operations²	1.00	(2.79)	0.24	0.14
Distributions:				
From income (excluding dividends)	(0.60)	(0.43)	(0.36)	(0.04)
From dividends	–	(0.05)	(0.05)	(0.01)
From capital gains	–	–	–	(0.13)
From return of capital	–	(0.02)	(0.01)	–
Total annual distributions³	(0.60)	(0.50)	(0.42)	(0.18)
Net assets, end of period	17.70	17.25	19.72	20.09

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- 1 This information is derived from the Fund's audited annual financial statements.
- 2 The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. Net assets and distributions are based on the actual number of units outstanding at the relevant time. This table is not intended to be a reconciliation of beginning to ending net assets per unit.
- 3 Distributions were reinvested in additional units of the Fund, except for Series FT units, Series PFT units, Series QFT units, Series QT units, Series T units and ETF Series units which distribute in cash.
- 4 Information provided is for the period from April 24, 2019 (first issuance) to December 31, 2019 for Series D units.
- 5 All outstanding Series QFT units were fully redeemed during the year-ended December 31, 2019.
- 6 All outstanding Series P units were fully redeemed during the year-ended December 31, 2020.
- 7 Information provided is for the period from March 26, 2020 (re-subscription) to December 31, 2020 for Series QFT units.
- 8 Information provided is for the period from July 28, 2020 (first issuance) for Series PFT units and November 18, 2020 (first issuance) for ETF Series units, to December 31, 2020.
- 9 All outstanding Series I units were fully redeemed during the year-ended December 31, 2021.
- 10 Information provided is for the period from December 11, 2021 (first issuance) to December 31, 2021 for Series Q units and Series QT units.
- 11 All outstanding Series Q units were fully redeemed during the year-ended December 31, 2022.

Ninepoint Diversified Bond Fund

December 31, 2023

Ratios and Supplemental Data

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series A					
Total net asset value (000s) ¹	\$31,239	\$40,429	\$69,604	\$43,402	\$29,978
Number of units outstanding ¹	3,237,943	4,289,237	6,487,283	3,961,939	2,845,842
Management expense ratio ²	2.16%	2.08%	1.99%	1.99%	1.99%
Management expense ratio before absorption ²	2.16%	2.08%	1.99%	1.99%	1.99%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$9.65	\$9.43	\$10.73	\$10.95	\$10.53

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series D					
Total net asset value (000s) ¹	\$840	\$767	\$753	\$169	\$69
Number of units outstanding ¹	93,759	87,678	75,786	16,655	7,057
Management expense ratio ²	1.15%	1.05%	1.20%	1.72%	1.86%
Management expense ratio before absorption ²	1.15%	1.05%	1.20%	1.72%	1.86%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$8.96	\$8.74	\$9.93	\$10.14	\$9.78

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series F					
Total net asset value (000s) ¹	\$132,745	\$186,665	\$379,543	\$133,543	\$71,725
Number of units outstanding ¹	13,470,197	19,377,406	34,622,874	11,938,723	6,679,899
Management expense ratio ²	1.16%	1.07%	0.99%	0.99%	0.99%
Management expense ratio before absorption ²	1.16%	1.07%	0.99%	0.99%	0.99%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$9.85	\$9.63	\$10.96	\$11.19	\$10.74

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series FT					
Total net asset value (000s) ¹	\$3,833	\$5,127	\$9,579	\$3,641	\$6,611
Number of units outstanding ¹	503,120	683,995	1,100,031	402,358	748,721
Management expense ratio ²	1.16%	1.05%	0.97%	1.00%	0.99%
Management expense ratio before absorption ²	1.16%	1.05%	0.97%	1.00%	0.99%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$7.62	\$7.50	\$8.71	\$9.05	\$8.83

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series I					
Total net asset value (000s) ¹	–	–	–	\$512,222	\$262,562
Number of units outstanding ¹	–	–	–	45,505,537	24,253,258
Management expense ratio ²	–	–	–	0.14%	0.15%
Management expense ratio before absorption ²	–	–	–	0.14%	0.15%
Trading expense ratio ³	–	–	–	0.03%	0.02%
Portfolio turnover rate ⁴	–	–	–	172.03%	185.78%
Net asset value per unit ¹	–	–	–	\$11.26	\$10.83

Ninepoint Diversified Bond Fund

December 31, 2023

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series P					
Total net asset value (000s) ¹	–	–	–	–	\$4,229
Number of units outstanding ¹	–	–	–	–	423,756
Management expense ratio ²	–	–	–	–	1.87%
Management expense ratio before absorption ²	–	–	–	–	1.87%
Trading expense ratio ³	–	–	–	–	0.02%
Portfolio turnover rate ⁴	–	–	–	–	185.78%
Net asset value per unit ¹	–	–	–	–	\$9.98

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series PF					
Total net asset value (000s) ¹	\$15,909	\$17,709	\$51,129	\$17,655	\$18,525
Number of units outstanding ¹	1,672,713	1,906,308	4,841,159	1,638,622	1,793,391
Management expense ratio ²	1.05%	0.95%	0.88%	0.88%	0.87%
Management expense ratio before absorption ²	1.05%	0.95%	0.88%	0.88%	0.87%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$9.51	\$9.29	\$10.56	\$10.77	\$10.33

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020
Series PFT				
Total net asset value (000s) ¹	\$2,963	\$3,338	\$4,017	\$3,013
Number of units outstanding ¹	353,240	405,039	420,057	303,431
Management expense ratio ²	1.04%	0.96%	0.84%	0.89%
Management expense ratio before absorption ²	1.04%	0.96%	0.84%	0.89%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%
Net asset value per unit ¹	\$8.39	\$8.24	\$9.56	\$9.93

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021
Series Q			
Total net asset value (000s) ¹	–	–	\$4,446
Number of units outstanding ¹	–	–	443,484
Management expense ratio ²	–	–	2.24%
Management expense ratio before absorption ²	–	–	2.24%
Trading expense ratio ³	–	–	0.02%
Portfolio turnover rate ⁴	–	–	120.59%
Net asset value per unit ¹	–	–	\$10.02

	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Series QF					
Total net asset value (000s) ¹	\$26,958	\$62,176	\$249,079	\$60,257	\$39,203
Number of units outstanding ¹	2,934,536	6,911,570	24,254,767	5,751,398	3,902,787
Management expense ratio ²	0.92%	0.81%	0.76%	0.76%	0.72%
Management expense ratio before absorption ²	0.92%	0.81%	0.76%	0.76%	0.72%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$9.19	\$9.00	\$10.27	\$10.48	\$10.04

Ninepoint Diversified Bond Fund

December 31, 2023

Series QFT	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Total net asset value (000s) ¹	\$4,642	\$10,688	\$45,572	\$4,289	–
Number of units outstanding ¹	528,177	1,238,838	4,556,196	413,479	–
Management expense ratio ²	0.92%	0.83%	0.89%	0.77%	–
Management expense ratio before absorption ²	0.92%	0.83%	0.89%	0.77%	–
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	–
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	–
Net asset value per unit ¹	\$8.79	\$8.63	\$10.00	\$10.37	–

Series QT	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021
Total net asset value (000s) ¹	\$511	\$507	\$593
Number of units outstanding ¹	59,012	59,139	59,162
Management expense ratio ²	1.83%	1.79%	2.24%
Management expense ratio before absorption ²	1.83%	1.79%	2.24%
Trading expense ratio ³	0.05%	0.01%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%
Net asset value per unit ¹	\$8.65	\$8.57	\$10.02

Series T	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020	Dec 31, 2019
Total net asset value (000s) ¹	\$3,033	\$3,707	\$5,413	\$1,674	\$1,705
Number of units outstanding ¹	464,351	571,693	711,239	209,511	216,492
Management expense ratio ²	2.13%	2.07%	2.02%	1.98%	2.00%
Management expense ratio before absorption ²	2.13%	2.07%	2.02%	1.98%	2.00%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%	0.02%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%	185.78%
Net asset value per unit ¹	\$6.53	\$6.48	\$7.61	\$7.99	\$7.88

ETF Series	Dec 31, 2023	Dec 31, 2022	Dec 31, 2021	Dec 31, 2020
Total net asset value (000s) ¹	\$1,416	\$1,035	\$8,381	\$1,005
Number of units outstanding ¹	80,000	60,000	425,000	50,000
Management expense ratio ²	1.19%	1.03%	0.98%	1.03%
Management expense ratio before absorption ²	1.19%	1.03%	0.98%	1.03%
Trading expense ratio ³	0.05%	0.01%	0.02%	0.03%
Portfolio turnover rate ⁴	82.32%	47.24%	120.59%	172.03%
Net asset value per unit ¹	\$17.70	\$17.25	\$19.72	\$20.09
Closing market price ⁵	\$17.72	\$17.22	\$19.72	\$20.10

1 This information is provided as at December 31 for the years shown.

2 Management expense ratio (“MER”) is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of the daily average net asset value during the period. The Manager may waive or absorb a portion of the operating expenses of the Fund. Waivers and absorption can be terminated at any time.

3 The trading expense ratio (“TER”) represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The TER includes dividend expense and securities borrowing expense paid by the Fund in connection with securities sold short.

4 The Fund’s portfolio turnover rate indicates how actively the Fund’s portfolio adviser trades its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund’s portfolio turnover rate in a year, the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund.

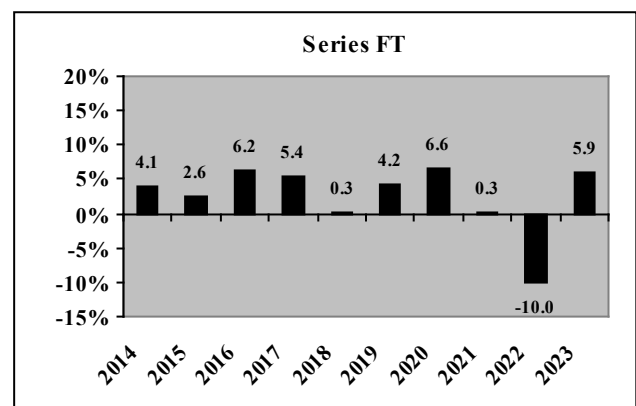
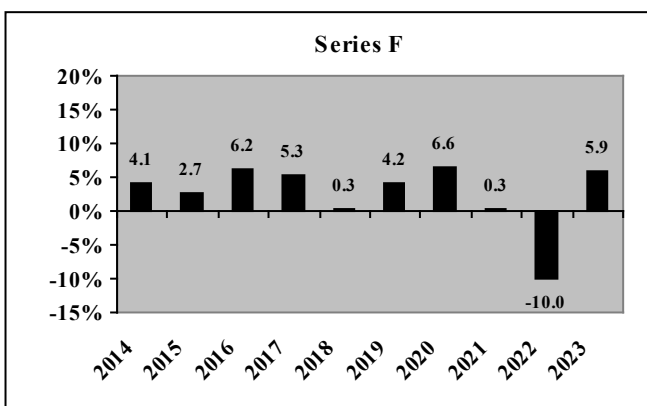
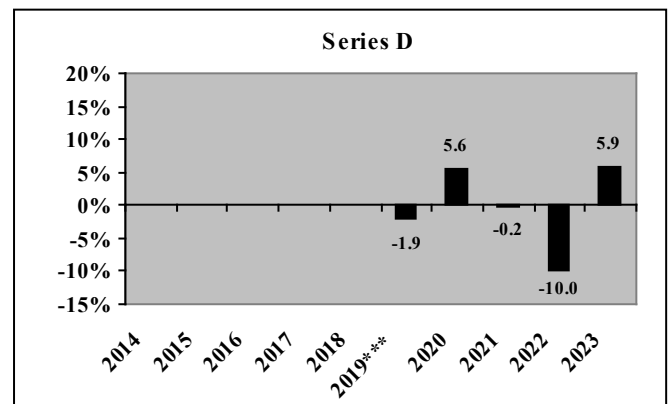
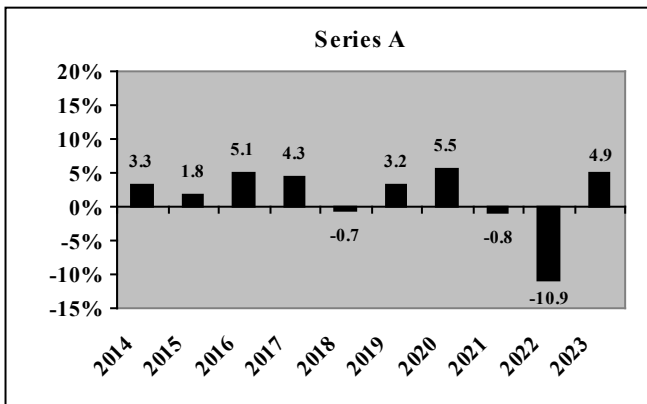
5 Last closing price as at year end December 31 for the years shown.

Past Performance

The indicated rates of return are the historical total returns including changes in unit values and assume reinvestment of all distributions in additional units of the relevant Series of the Fund. These returns do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that may reduce returns. Please note that past performance is not indicative of future performance. All rates of return are calculated based on the Net Asset Value of the particular Series of the Fund.

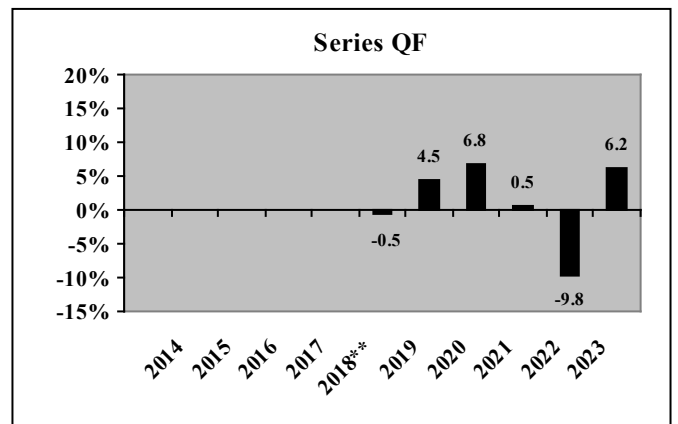
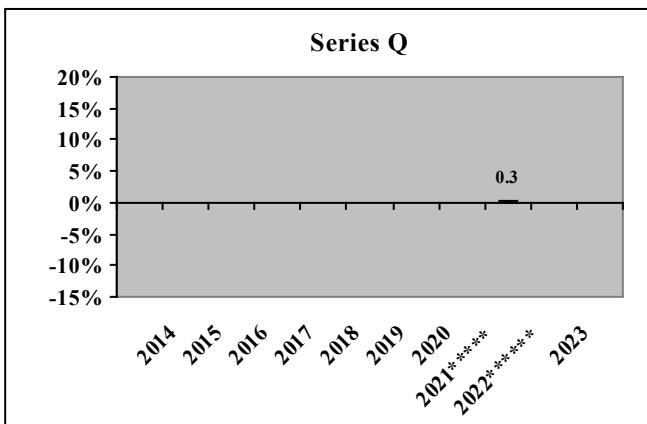
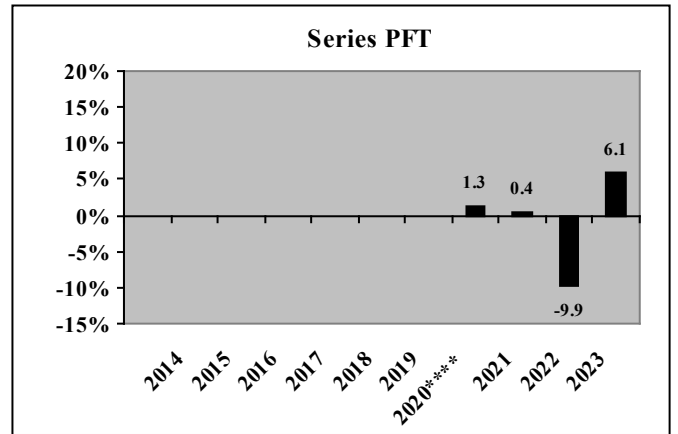
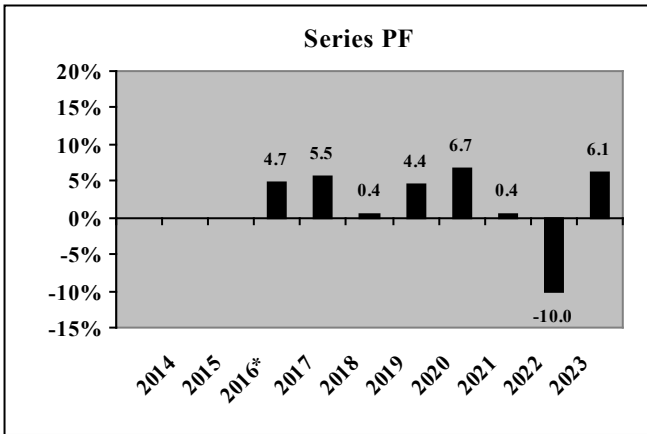
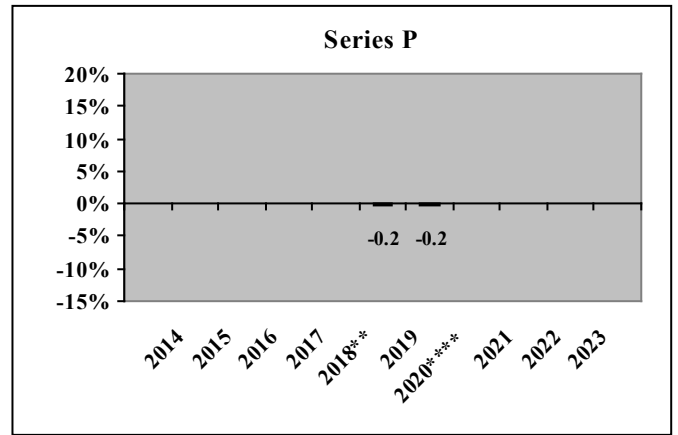
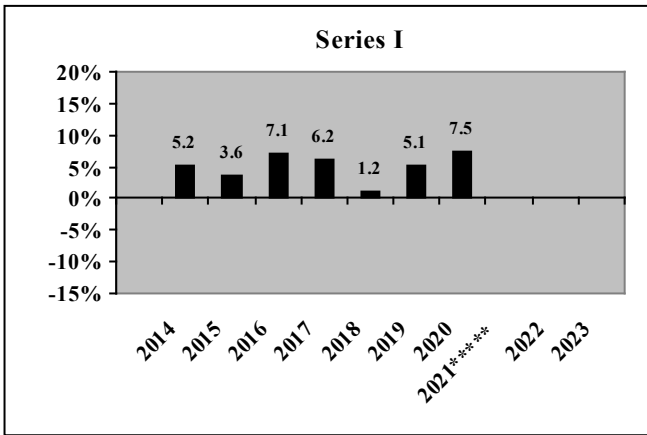
Year-by-Year Returns

The following chart indicates the performance of each Series of the Fund for the years ended December 31 shown, unless otherwise indicated. The chart shows, in percentage terms, how much an investment made on the first day of each period would have grown or decreased by the last day of each period. Returns are not shown for a Series in any period in which there were zero outstanding units as at the end of the period.



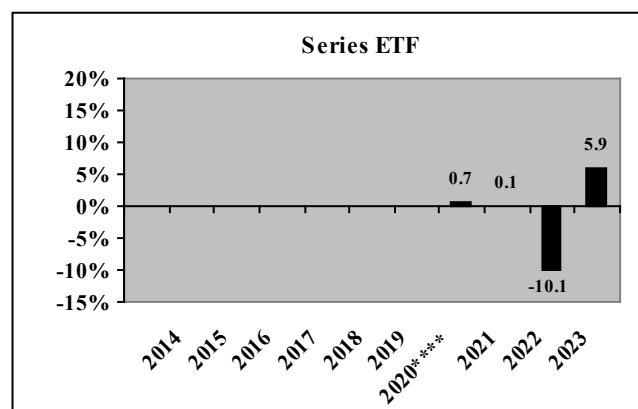
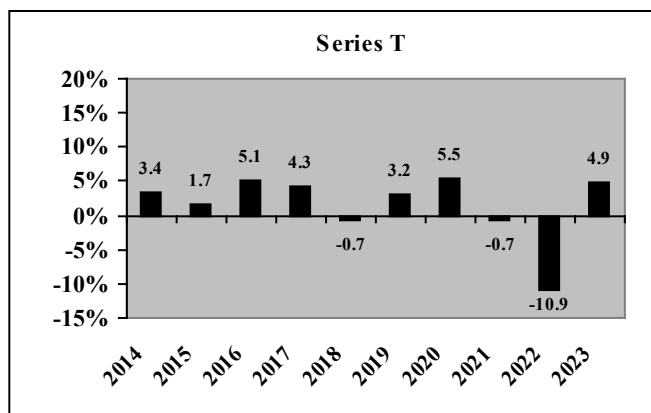
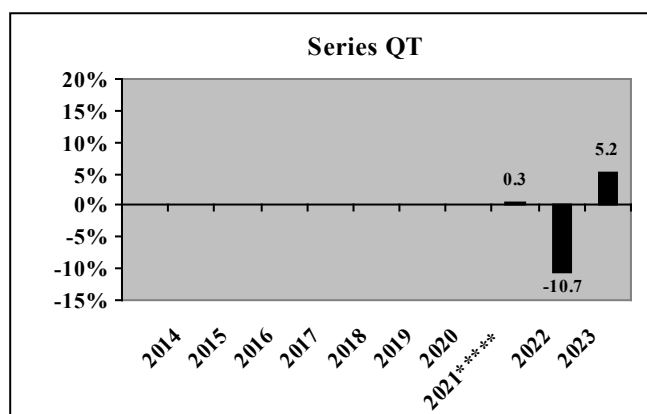
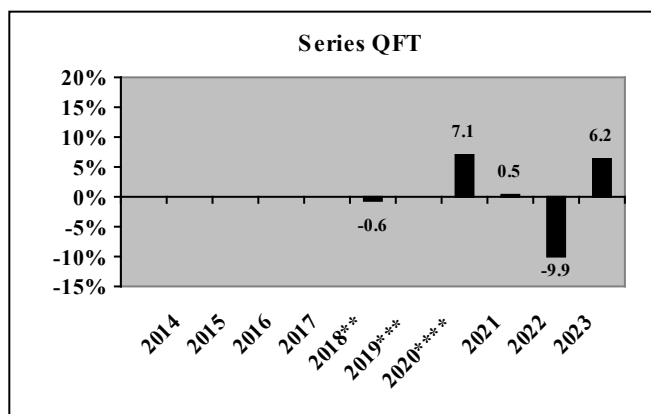
Ninepoint Diversified Bond Fund

December 31, 2023



Ninepoint Diversified Bond Fund

December 31, 2023



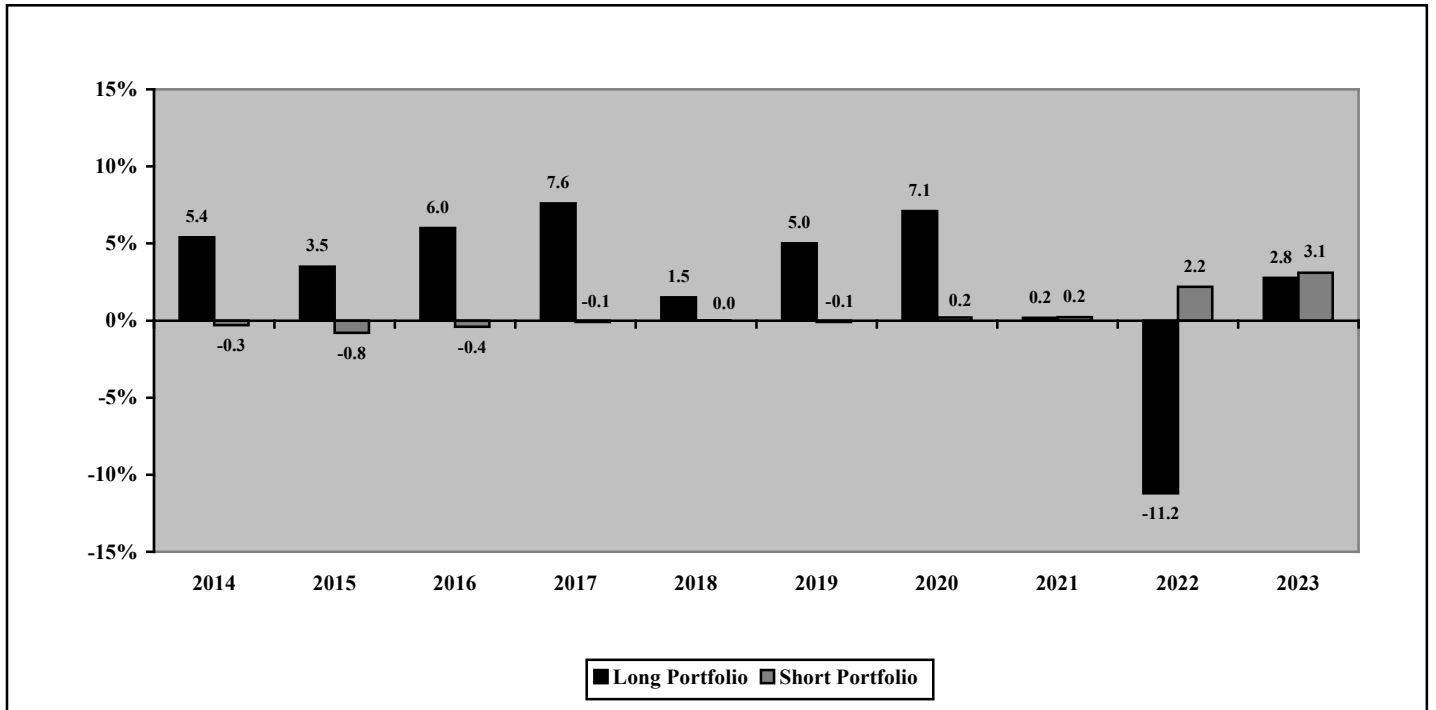
* Return from May 19, 2016 (first issuance) to December 31, 2016 for Series PF units (not annualized).
 ** Return from September 7, 2018 (first issuance) for Series QFT units, September 11, 2018 (first issuance) for Series QF units and November 6, 2018 (first issuance) for Series P units, to December 31, 2018 (not annualized).
 *** Return from April 24, 2019 (first issuance) to December 31, 2019 for Series D units (not annualized). All outstanding Series QFT units were fully redeemed during the year-ended December 31, 2019.
 **** Return from March 26, 2020 (re-subscription) for Series QFT units (not annualized), July 28, 2020 (first issuance) for Series PFT units and November 18, 2020 (first issuance) for Series ETF units, to December 31, 2020 (not annualized). All outstanding Series P units were fully redeemed during the year-ended December 31, 2020.
 ***** Return from December 11, 2021 (first issuance) to December 31, 2021 (not annualized) for Series Q units and Series QT units. All outstanding Series I units were fully redeemed during the year-ended December 31, 2021.
 ***** All outstanding Series Q units were fully redeemed during the year-ended December 31, 2022.

Ninepoint Diversified Bond Fund

December 31, 2023

Long and Short Portfolio Returns

The following table illustrates the contribution to the return of the Fund by the long portfolio and the short portfolio of the Fund (before the impact of Fund expenses) for the years ended December 31 shown, unless otherwise indicated. For the purposes of this disclosure, certain derivatives may be considered to be part of the short portfolio.



Ninepoint Diversified Bond Fund

December 31, 2023

Annual Compound Returns

The following table illustrates the annual compound total return for each Series of units of the Fund for the periods shown. As a basis of performance comparison, the annual compound return of the Fund is compared to that of Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD) (the “Index”). The Index measures the investment grade, Canadian dominated, fixed-rate bond market and it includes treasuries, government-related, corporate and securitized issues from developed and emerging markets issuers. Since the Fund does not necessarily invest in the same securities or in the same proportion as the Index, the performance of the Fund is not expected to equal the performance of the Index.

	1-Year	3-Year	5-Year	10-Year	Since Inception*
Ninepoint Diversified Bond Fund – Series A	4.9%	-2.5%	0.2%	1.5%	2.3%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	1.3%	2.4%	2.8%
Ninepoint Diversified Bond Fund – Series D	5.9%	-1.6%	–	–	-0.2%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	–	–	-0.5%
Ninepoint Diversified Bond Fund – Series F	5.9%	-1.5%	1.2%	2.4%	3.2%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	1.3%	2.4%	2.8%
Ninepoint Diversified Bond Fund – Series FT	5.9%	-1.5%	1.2%	2.4%	3.1%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	1.3%	2.4%	2.3%
Ninepoint Diversified Bond Fund – Series PF	6.1%	-1.4%	1.3%	–	2.2%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	1.3%	–	1.3%
Ninepoint Diversified Bond Fund – Series PFT	6.1%	-1.4%	–	–	-0.9%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	–	–	-2.3%
Ninepoint Diversified Bond Fund – Series QF	6.2%	-1.3%	1.5%	–	1.3%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	1.3%	–	1.4%
Ninepoint Diversified Bond Fund – Series QFT	6.2%	-1.3%	–	–	0.8%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	–	–	-0.2%
Ninepoint Diversified Bond Fund – Series QT	5.2%	–	–	–	-2.9%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	–	–	–	-2.3%
Ninepoint Diversified Bond Fund – Series T	4.9%	-2.5%	0.2%	1.5%	2.3%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	1.3%	2.4%	2.8%
Ninepoint Diversified Bond Fund – Series ETF	5.9%	-1.5%	–	–	-1.0%
Bloomberg Barclays Canada Aggregate Treasury Total Return Index (CAD)	6.5%	-2.7%	–	–	-2.3%
Long portfolio	2.8%	-3.0%	0.6%	2.6%	
Short portfolio	3.1%	1.8%	1.1%	0.4%	

* Since launch date of August 5, 2010 for Series A, Series F and Series T, September 22, 2011 for Series FT, May 19, 2016 for Series PF, September 11, 2018 for Series QF, April 24, 2019 for Series D, March 26, 2020 (re-subscription) for Series QFT, July 28, 2020 for Series PFT, November 18, 2020 for ETF Series, and December 11, 2021 for Series QT. Returns for Series I, Series P, and Series Q are not shown as there were no units outstanding as at December 31, 2023.

Ninepoint Diversified Bond Fund

December 31, 2023

Summary of Investment Portfolio

As at Dec 31, 2023

Portfolio Allocation

	% of Net Asset Value
Long Positions	
Investment Grade Bonds	79.8
High Yield Bonds	12.3
Government Bonds	5.4
Asset-Backed Securities	3.0
Short-Term Investment	2.8
Private Loans	1.4
Guaranteed Linked Notes	1.2
Equities	0.0
Total Long Positions	105.9
Short Positions	
Funds	(6.6)
Total Short Positions	(6.6)
Other Net Assets	0.5
Cash	0.2
Total Net Asset Value	100.0

Geographic Allocation

	% of Net Asset Value
Canada	90.6
United States	4.0
United Kingdom	2.5
Australia	2.2
Total Positions	99.3
Other Net Assets	0.5
Cash	0.2
Total Net Asset Value	100.0

Top Long 25 Positions

Issuer	% of Net Asset Value
Government of Canada, 1.750%, Dec 1, 2053	5.4
Fairfax India Holdings Corporation, 5.000%, Feb 26, 2028	3.7
Athene Global Funding, 1.250%, Apr 9, 2024	3.5
Bank of Montreal, 1.928%, Jul 22, 2031	3.1
TransCanada Trust, 4.650%, May 18, 2077	3.0
MCAP Commercial L.P., 3.743%, Aug 25, 2025	2.7
Bank of America Corporation, 2.932%, Apr 25, 2025	2.7
Enbridge Inc., 5.375%, Sep 27, 2077	2.5
Barclays PLC, 2.166%, Jun 23, 2027	2.5
Morguard Corporation, 4.715%, Jan 25, 2024	2.5
Brookfield Property Finance ULC, 4.300%, Mar 1, 2024	2.4
The Toronto-Dominion Bank, 3.600%, Oct 31, 2081	2.4
The Goldman Sachs Group Inc., 5.950%, Apr 29, 2025	2.2
National Australia Bank Limited, 3.515%, Jun 12, 2030	2.2
MCAP Commercial L.P., 4.151%, Jun 17, 2024	2.1
The Bank of Nova Scotia, 3.700%, Jul 27, 2081	2.1
The Bank of Nova Scotia, 2.836%, Jul 3, 2029	2.0
Royal Bank of Canada, 2.740%, Jul 25, 2029	2.0
Gibson Energy Inc., 5.250%, Dec 22, 2080	1.8
Inter Pipeline Limited, 2.734%, Apr 18, 2024	1.8
Canadian Imperial Bank of Commerce, 2.950%, Jun 19, 2029	1.8
Manulife Financial Corporation, 3.049%, Aug 20, 2029	1.8
Great-West Lifeco Inc., 3.600%, Dec 31, 2081	1.7
Royal Bank of Canada, 3.650%, Nov 24, 2081	1.7
First National Financial Corporation, 2.961%, Nov 17, 2025	1.6
Top 25 long positions as a percentage of Net Asset Value	61.2

All Short Positions

Issuer	% of Net Asset Value
iShares iBoxx \$ High Yield Corporate Bond ETF	(5.5)
SPDR Bloomberg High Yield Bond ETF	(1.1)
All short positions as a percentage of Net Asset Value	(6.6)

This summary of investment portfolio may change due to the ongoing portfolio transactions of the Fund. Quarterly updates of the Fund's investment portfolio are available on the Internet at www.ninepoint.com. The prospectus and other information about the underlying investment funds are available on the Internet at www.sedarplus.ca.

Corporate Information

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www.ninepoint.com

Call our mutual fund information line for daily closing prices:

416.362.7172 or 1.888.362.7172

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