
S Split Corp.

Semi-Annual Report 2024

Letter to Shareholders

We are pleased to present the 2024 semi-annual report containing the management report of fund performance and the unaudited financial statements for S Split Corp (the “Fund”).

The first half of 2024 was marked by continued strength in North American equity markets, with most of the gains generated in the first quarter as investors started to price in the end of central bank tightening, declining inflation as well as a soft landing for the economy. For the six-month period, the total return for the S&P/TSX Composite Index was 6.1 percent, led by Energy and Materials stocks with total returns of 14.0 percent and 13.7 percent respectively. South of the border, the total return for the S&P 500 Index was 15.3 percent, reaching a new all-time high in late June, led by Information Technology and Communication Services stocks with total returns of 28.2 percent and 26.7 percent respectively. Similar to the past few years, strong performance by the largest stocks in the index such as Microsoft Corporation, NVIDIA Corporation, Apple Inc., Alphabet Inc., Amazon.com, Inc., and Meta Platforms Inc. contributed over 60 percent of the index’s return. Over the same period, the S&P 500 Equal Weight Index generated a total return of 5.0 percent, illustrating how much of an impact the largest stocks had.

The net asset value of the Fund declined 4.6 percent from \$12.28 per Unit at December 31, 2023 to \$11.71 per Unit at June 30, 2024. The Fund paid cash distributions of \$0.26 per Preferred share and nil per Class A share during the period in accordance with the terms of the prospectus as the net asset value per Unit was less than \$16.50. For a detailed review of the operations of the Fund, please see the Results of Operations and the Portfolio Manager Report sections.

We thank all shareholders for their continued support and encourage shareholders to review the detailed information contained within the semi-annual report.



John P. Mulvihill
Chairman & CEO
Mulvihill Capital Management Inc.

The Fund

The Fund is a split share corporation designed to provide Preferred shareholders with fixed cumulative preferential monthly distributions of 5.25 percent per annum and the Class A shareholders with monthly distributions targeted to be 6.0 percent per annum on the net asset value of the Fund and return the original issue price of both classes on the termination date of the Fund. The shares are listed on the Toronto Stock Exchange under the ticker symbols SBN.PR.A for the Preferred shares and SBN for the Class A shares. A Unit of the Fund consists of one Preferred share and one Class A share.

To accomplish its objectives, the Fund invests in common shares of The Bank of Nova Scotia (“BNS”) and may also invest up to 10 percent of its net assets to purchase call options in respect of securities in which the Fund is permitted to invest.

The Fund employs an active covered call writing strategy to enhance the income generated by the portfolio and to reduce volatility. In addition, the Fund may write cash covered put options in respect of securities in which it is permitted to invest.

Management Report of Fund Performance

Management Report of Fund Performance

This semi-annual management report of fund performance contains the financial highlights for the six months ended June 30, 2024 of S Split Corp. (the “Fund”). The unaudited semi-annual condensed financial statements of the Fund are attached.

Copies of the Fund’s proxy voting policies and procedures, proxy voting disclosure record and quarterly portfolio disclosure may be obtained by calling 1-800-725-7172 toll free, by writing to the Fund at Investor Relations, 121 King Street West, Suite 2600, P.O. Box 113, Toronto, Ontario, M5H 3T9, by email at info@mulvihill.com, or by visiting our website at www.mulvihill.com. You can also request semi-annual or annual reports at no cost by using one of the above methods.

Results of Operations

Distributions

For the six months ended June 30, 2024, cash distributions of \$0.26 per share were paid to Preferred shareholders unchanged from the prior year. No cash distributions were paid to Class A shareholders for the six months ended June 30, 2024 and for the same period of the prior year.

Since the inception of the Fund on May 17, 2007, the Fund has paid total cash distributions of \$8.99 per Preferred share and \$6.70 per Class A share.

Revenue and Expenses

For the six months ended June 30, 2024, the Fund’s total revenue per Unit was \$0.41, up from \$0.40 from the same period last year. Total expenses per Unit were \$0.37 compared to \$0.39 for the same period of the prior year. The Fund had a net realized and unrealized loss of \$0.35 per Unit in the first half of 2024 as compared to a net realized and unrealized gain of \$0.08 per Unit for the same period of the prior year.

Net Asset Value

The net asset value per Unit of the Fund decreased 4.6 percent from \$12.28 at December 31, 2023 to \$11.71 at June 30, 2024. The net asset value of the Fund, excluding the Redeemable Preferred Share liability, decreased \$0.2 million, from \$5.0 million at December 31, 2023 to \$4.8 million at June 30, 2024, reflecting an operating loss of \$0.1 million and cash distributions of \$0.1 million to Preferred shareholders.

Recent Developments

On July 24, 2024 the board of directors of Mulvihill Capital Management Inc. (“Mulvihill”), the manager of the Fund, announced a proposal to merge the Fund with Top 10 Split Trust (“TXT”) into Premium Global Income Split Corp, formerly World Financial Split Corp. (the “Merger Proposal”). Implementation of the merger is subject to regulatory and securityholder approvals. The Merger Proposal is described in the Management Information Circular dated July 24, 2024, announcing a special meeting of the Fund’s shareholders, to be held virtually on August 30, 2024.

Related Party Transactions

Mulvihill, as the Investment Manager of the Fund, manages the investment portfolio in a manner consistent with the investment objectives, strategy and criteria of the Fund pursuant to an Investment Management Agreement made between the Fund and Mulvihill dated April 26, 2007.

Mulvihill is the Manager of the Fund pursuant to a Management Agreement made between the Fund and Mulvihill dated April 26, 2007. As such, Mulvihill is responsible for providing or arranging for required administrative services to the Fund.

Management Report of Fund Performance

Mulvihill is paid the fees described under the Management Fees section of this report.

Independent Review Committee

National Instrument 81-107 – Independent Review Committee for Investment Funds (“NI 81-107”) requires all publicly offered investment funds to establish an Independent Review Committee (“IRC”) to whom the Manager must refer conflict of interest matters for review or approval. NI 81-107 also imposes obligations upon the Manager to establish written policies and procedures for dealing with conflict of interest matters, maintaining records in respect of these matters and providing assistance to the IRC in carrying out its functions. The Chief Compliance Officer, designated by the Manager, is in charge of facilitating the fulfillment of these obligations.

The IRC will prepare, for each financial year, a report to securityholders that describes the IRC and its activities during such financial year and includes, if known, a description of each instance when the Manager acted in a conflict of interest matter for which the IRC did not give a positive recommendation or for which a condition, imposed by the IRC, was not met in its recommendation or approval. During the period, no recommendations or approvals were required to be sought from the Independent Review Committee (“IRC”) concerning related party transactions.

Members of the IRC are Robert G. Bertram, R. Peter Gillin and Dr. Robert Bell.

S Split Corp. [SBN.PR.A/SBN]

Management Report of Fund Performance

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 past five years.

Information for the period ended June 30, 2024 is derived from the Fund's unaudited semi-annual condensed financial statements.

	Six months ended June 30, 2024	
NET ASSETS PER UNIT		
Net Assets, beginning of period⁽¹⁾	\$	12.28
INCREASE (DECREASE) FROM OPERATIONS		
Total revenue		0.41
Total expenses		(0.37)
Realized gain (loss) for the period		(0.01)
Unrealized gain (loss) for the period		(0.34)
Total Increase (Decrease) from Operations⁽²⁾		(0.31)
DISTRIBUTIONS		
Preferred Share		
From net investment income		—
Non-taxable distributions		(0.26)
Total Preferred Share Distributions		(0.26)
Class A Share		
Non-taxable distributions		—
Total Class A Share Distributions		—
Total Distributions⁽³⁾		(0.26)
Net Assets, end of period⁽¹⁾	\$	11.71

(1) All per Unit figures presented are derived from the Fund's unaudited financial statements for the six months ended June 30, 2024 and the annual audited financial statements for the years ended December 31. Net assets per Unit is the difference between the aggregate value of the assets and the aggregate value of the liabilities, excluding the Redeemable Preferred Share liability, divided by the number of Units then outstanding.

	Six months ended June 30, 2024	
RATIOS/SUPPLEMENTAL DATA		
Net Asset Value, excluding the Redeemable Preferred Share liability (\$millions)	\$	4.83
Net Asset Value (\$millions)	\$	0.70
Number of Units outstanding		412,473
Management expense ratio ⁽¹⁾		6.07%⁽⁴⁾
Portfolio turnover rate ⁽²⁾		0.00%
Trading expense ratio ⁽³⁾		0.00%⁽⁴⁾
Net Asset Value per Unit ⁽⁵⁾	\$	11.71
Closing market price – Preferred	\$	9.62⁽⁶⁾
Closing market price – Class A	\$	1.89⁽⁷⁾

(1) The management expense ratio ("MER") is the sum of all fees and expenses for the stated period, including harmonized sales tax but excluding transaction fees and Preferred share distributions, divided by the average net asset value, excluding the Redeemable Preferred Share liability. Generally, the MER increases when the Fund becomes smaller in size due to redemptions. The MER, including Preferred share distributions, is 10.35% for the six months ended June 30, 2024 and 10.09%, 8.07%, 6.85%, 7.47% and 6.44% for the years ended December 31, 2023, 2022, 2021, 2020 and 2019 respectively.

Management Report of Fund Performance

The information for the years ended December 31 is derived from the Fund's audited annual financial statements.

		Years ended December 31							
		2023	2022	2021	2020	2019			
\$	13.03	\$	18.53	\$	14.73	\$	16.24	\$	15.76
	0.82		0.61		0.90		0.77		0.57
	(0.76)		(0.77)		(0.62)		(0.47)		(0.55)
	(0.05)		0.83		1.59		(1.37)		0.99
	(0.29)		(5.38)		1.94		(0.01)		0.23
	(0.28)		(4.71)		3.81		(1.08)		1.24
	—		—		(0.16)		(0.32)		(0.23)
	(0.53)		(0.53)		(0.37)		(0.21)		(0.30)
	(0.53)		(0.53)		(0.53)		(0.53)		(0.53)
	—		(0.21)		(0.21)		—		(0.21)
	—		(0.21)		(0.21)		—		(0.21)
	(0.53)		(0.74)		(0.74)		(0.53)		(0.74)
\$	12.28	\$	13.03	\$	18.53	\$	14.73	\$	16.24

(2) Total increase (decrease) from operations consists of interest and dividend revenue, realized and unrealized gain (loss), less expenses excluding Preferred share distributions, and is calculated based on the weighted average number of Units outstanding during the period. The schedule is not intended to total to the ending net assets as calculations are based on the weighted average number of Units outstanding during the period.

(3) Distributions to shareholders are based on the number of shares outstanding on the record date for each distribution.

		Years ended December 31							
		2023	2022	2021	2020	2019			
\$	5.07	\$	5.86	\$	9.42	\$	12.10	\$	14.45
\$	0.94	\$	1.36	\$	4.34	\$	3.89	\$	5.55
	412,473		450,029		508,538		821,302		889,802
	5.96%		4.79%		3.72%		3.48%		3.26%
	35.57%		27.53%		14.45%		49.54%		40.20%
	0.05%		0.02%		0.02%		0.08%		0.08%
\$	12.28	\$	13.03	\$	18.53	\$	14.73	\$	16.24
\$	8.30	\$	8.02	\$	10.30	\$	10.11	\$	10.75
\$	2.53	\$	3.33	\$	6.98	\$	3.67	\$	5.31

(2) Portfolio turnover rate is calculated based on the lesser of purchases or sales of investments, excluding short-term investments, divided by the average value of the portfolio securities. The Fund employs an option overlay strategy which can result in higher portfolio turnover by virtue of option exercises, when compared to a conventional equity mutual fund.

(3) Trading expense ratio represents total commissions expressed as a percentage of the daily average net asset value during the period.

(4) Annualized.

(5) Net Asset Value per Unit is the difference between the aggregate value of the assets including the valuation of securities at closing prices and the aggregate value of the liabilities, excluding the Redeemable Preferred Share liability, divided by the number of Units then outstanding.

(6) The last date with an executed trade was June 28, 2024.

(7) The last date with an executed trade was June 28, 2024.

Management Report of Fund Performance

Management Fees

Mulvihill, as the Investment Manager of the Fund, is entitled to fees under the Investment Management Agreement calculated monthly as $\frac{1}{12}$ of 1.55 percent of the net asset value of the Fund at each month end. Services received under the Investment Management Agreement include the making of all investment decisions and writing of covered call options in accordance with the investment objectives, strategy and criteria of the Fund. Mulvihill also makes all decisions as to the purchase and sale of securities in the Fund’s portfolio and as to the execution of all portfolio and other transactions.

Mulvihill, as the Manager of the Fund, is entitled to fees under the Management Agreement calculated monthly as $\frac{1}{12}$ of 0.10 percent of the net asset value of the Fund at each month end. Services received under the Management Agreement include providing or arranging for required administrative services to the Fund.

Past Performance

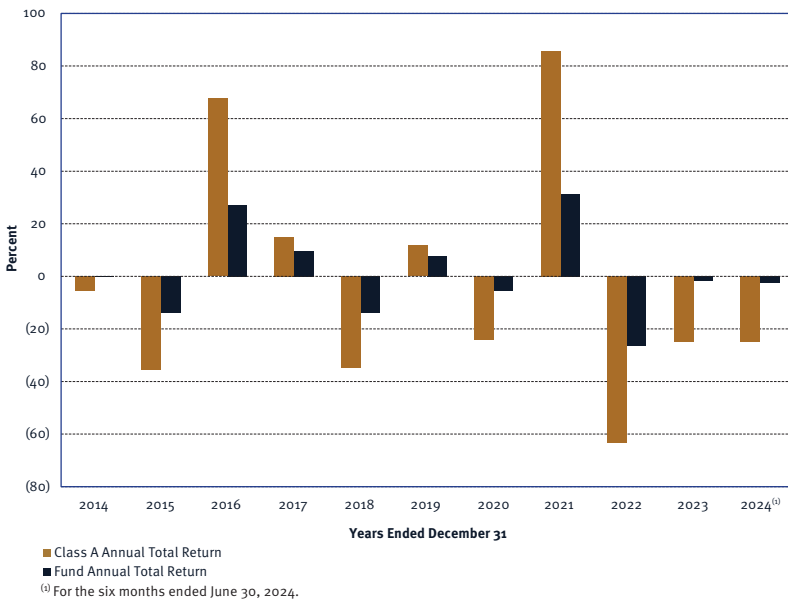
The following chart sets out the Fund’s year-by-year past performance. It is important to note that the:

- (1) information shown assumes that all distributions made by the Fund during these periods were reinvested in Units of the Fund;
- (2) information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns; and
- (3) past performance of the Fund does not necessarily indicate how it will perform in the future.

Year-By-Year Returns

The following bar chart illustrates how the Fund’s total return varied from year to year in each of the past ten years and for the six months ended June 30, 2024. The chart also shows, in percentage terms, how much an investment made on January 1 in each year would have increased or decreased by the end of the fiscal year or June 30, 2024 for the six months ended.

Total Return



Portfolio Manager Report

The first half of 2024 was marked by continued strength in North American equity markets, with most of the gains generated in the first quarter as investors started to price in the end of central bank tightening, declining inflation as well as a soft landing for the economy. For the six-month period, the total return for the S&P/TSX Composite Index was 6.1 percent, led by Energy and Materials stocks with total returns of 14.0 percent and 13.7 percent respectively. South of the border, the total return for the S&P 500 Index was 15.3 percent, reaching a new all-time high in late June, led by Information Technology and Communication Services stocks with total returns of 28.2 percent and 26.7 percent respectively. Similar to the past few years, strong performance by the largest stocks in the index such as Microsoft Corporation, NVIDIA Corporation, Apple Inc., Alphabet Inc., Amazon.com, Inc., and Meta Platforms Inc. contributed over 60 percent of the index's return. Over the same period, the S&P 500 Equal Weight Index generated a total return of 5.0 percent, illustrating how much of an impact the largest stocks had.

The Bank of Nova Scotia ("BNS") reported adjusted earnings of \$1.58 per share in the second quarter and \$1.69 in the first quarter, both were above the consensus estimates. These quarterly earnings beats mark the end of a two-year period of earnings misses. The four main business segments performed reasonably well during the period aided by planned productivity enhancements. However, earnings came under some pressure due to the continued increases in loan loss provisions. The dividend of \$1.06 per share was maintained for the fifth quarter despite an increase expected by some analysts

From a share price perspective, the first six months of the calendar year 2024 were mixed for Canadian banks. BNS performance was in the middle of the big six again this period with a total return of 0.18 percent. The stock closed the period ending June 28th at \$62.58 and paid dividends of \$1.06 per share in each of the first two quarters.

The net asset value ("NAV") per Unit of the Fund at June 30, 2024 was \$11.71 compared to \$12.28 on December 31, 2023. The Fund's Class A and Preferred Shares, which are listed on the Toronto Stock Exchange as SBN and SBN.PR.A respectively, last traded in the period at \$1.89 and \$9.62 respectively. When combined, the prices represent a \$0.20 discount to the NAV per Unit. No distribution was paid to the Class A shareholders and \$0.26 per share was paid to the Preferred shareholders during the first six months of 2024. The Fund's total return per Unit, including reinvestment of distributions, was negative 2.58 percent.

Share price volatility was more stable for the six-months ended June 30th compared to last year and traded near 15 percent. No options were written during this period.

S Split Corp. [SBN.PR.A/SBN]

Management Report of Fund Performance

Summary of Investment Portfolio

The composition of the portfolio may change due to ongoing portfolio transactions of the Fund. A quarterly portfolio summary, which includes the percentage of net asset value for each holding, and a monthly portfolio list are available on our website at www.mulvihill.com.

Asset Mix and Portfolio Holdings

June 30, 2024

	% OF NET ASSET VALUE*
Financials – The Bank of Nova Scotia	100.7%
Cash	0.2%
Other Assets (Liabilities)	(0.9)%
	100.0%

* The Net Asset Value excludes the Redeemable Preferred Share liability.

Forward-Looking Statements

This report may contain forward-looking statements about the Fund. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also forward-looking. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to any divergence between what is anticipated and what actually occurs, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technology change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

The above-mentioned list of important factors is not exhaustive. You should consider these and other factors carefully before making any investment decisions and you should avoid placing undue reliance on forward-looking statements. While the Fund currently anticipates that subsequent events and developments may cause the Fund’s views to change, the Fund does not undertake to update any forward-looking statements.

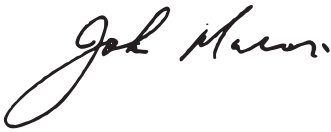
Management’s Responsibility for Financial Reporting

The accompanying condensed financial statements of S Split Corp. (the “Fund”) and all the information in this semi-annual report are the responsibility of the management of Mulvihill Capital Management Inc. (the “Manager”) and have been approved by the Fund’s Board of Directors (the “Board”).

The condensed financial statements have been prepared by management in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. Management has ensured that the other financial information presented in this semi-annual report is consistent with the condensed financial statements. The significant accounting policies which management believes are appropriate for the Fund are described in Note 3 of the annual financial statements for the year ended December 31, 2023.

The Manager is also responsible for maintaining a system of internal controls designed to provide reasonable assurance that assets are safeguarded and that accounting systems provide timely, accurate and reliable financial information.

The Audit Committee meets periodically with management and the independent auditor to discuss internal controls, the financial reporting process, various auditing and financial reporting matters, and to review the annual report, the financial statements and the independent auditor’s report. Deloitte LLP, the Fund’s independent auditor, has full and unrestricted access to the Audit Committee and the Board.



John P. Mulvihill
Director
Mulvihill Capital Management Inc.



John D. Germain
Director
Mulvihill Capital Management Inc.

August 17, 2024

Notice to Shareholders

The accompanying unaudited Condensed Financial Statements for the six months ended June 30, 2024 have been prepared by management and have not been reviewed by the independent auditor of the Fund.

Condensed Financial Statements

Statements of Financial Position

As at June 30, 2024 (Unaudited) and December 31, 2023 (Audited)

	Note	2024	2023
ASSETS			
Financial assets at fair value through profit or loss	2	\$ 4,862,466	\$ 5,134,200
Cash		11,306	1,694
TOTAL ASSETS		4,873,772	5,135,894
LIABILITIES			
Accrued liabilities		38,727	63,638
Accrued management fees	4	6,540	7,109
Redeemable Preferred shares		4,124,730	4,124,730
Class J shares		100	100
TOTAL LIABILITIES		4,170,097	4,195,577
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES		\$ 703,675	\$ 940,317
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES PER CLASS A SHARE		\$ 1.7060	\$ 2.2797

The notes are an integral part of the Condensed Financial Statements.

S Split Corp. [SBN.PR.A/SBN]

Condensed Financial Statements

Statements of Comprehensive Income

Six months ended June 30 (Unaudited)

	Note	2024	2023
INCOME			
Dividend income		\$ 166,738	\$ 180,044
Interest income		936	2,752
Net realized (loss)/gain on investments at fair value through profit or loss		(4,577)	53,308
Net change in unrealized gain/(loss) on investments at fair value through profit or loss		(138,261)	(18,580)
TOTAL INCOME, NET		24,836	217,524
EXPENSES			
Management fees	4	41,676	49,135
Administrative and other expenses		31,924	44,993
Transaction fees	5	38	2,280
Custodian fees		18,736	18,998
Audit fees		15,730	15,730
Director fees	4	10,200	10,200
Independent review committee fees	4	6,104	5,661
Legal fees		5,574	6,115
Shareholder reporting costs		8,717	5,306
Harmonized sales tax		14,505	15,469
TOTAL EXPENSES		153,204	173,887
OPERATING PROFIT/(LOSS)		(128,368)	43,637
Preferred share distributions	3	(108,274)	(118,133)
DECREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES	6	\$ (236,642)	\$ (74,496)
DECREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES PER CLASS A SHARE	6	\$ (0.5737)	\$ (0.1655)

The notes are an integral part of the Condensed Financial Statements.

Condensed Financial Statements

Statements of Changes in Net Assets Attributable to Holders of Class A Shares

Six months ended June 30 (Unaudited)

	2024	2023
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES, BEGINNING OF PERIOD	\$ 940,317	\$ 1,363,456
Decrease in Net Assets Attributable to Holders of Class A Shares	(236,642)	(74,496)
Changes in Net Assets Attributable to Holders of Class A Shares during the Period	(236,642)	(74,496)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES, END OF PERIOD	\$ 703,675	\$ 1,288,960

Statements of Cash Flows

Six months ended June 30 (Unaudited)

	2024	2023
Cash Flows Provided By (Used In) Operating Activities		
Operating Profit/(Loss)	\$ (128,368)	\$ 43,637
Adjustments to Reconcile Net Cash Provided By (Used In) Operating Activities		
Net realized loss/(gain) on investments at fair value through profit or loss	4,577	(53,308)
Net change in unrealized (gain)/loss on investments at fair value through profit or loss	138,261	18,580
Decrease in accrued management fees and accrued liabilities	(25,480)	(31,478)
Purchase of investment securities	(88,531)	(1,978,088)
Proceeds from disposition of investment securities	217,427	2,071,108
	117,886	70,451
Cash Flows Provided By (Used In) Financing Activities		
Preferred share distributions	(108,274)	(118,133)
Net increase/(decrease) in Cash during the Period	9,612	(47,682)
CASH, BEGINNING OF PERIOD	1,694	118,088
CASH, END OF PERIOD	\$ 11,306	\$ 70,406
Dividends received	\$ 166,738	\$ 180,044
Interest received	\$ 936	\$ 2,752

The notes are an integral part of the Condensed Financial Statements.

Schedule of Investments

As at June 30, 2024 (Unaudited)

	Number of Shares	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Class A Shares and Redeemable Preferred Shares
INVESTMENTS				
Canadian Common Shares				
Financials				
The Bank of Nova Scotia	77,700	\$ 5,461,013	\$4,862,466	
Total Canadian Common Shares		\$ 5,461,013	\$4,862,466	100.7%
Adjustment for transaction fees		(2,675)		
TOTAL INVESTMENTS		\$5,458,338	\$4,862,466	100.7%
OTHER NET ASSETS			(33,961)	(0.7)%
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CLASS A SHARES AND REDEEMABLE PREFERRED SHARES				
			\$4,828,505	100.0%

Notes to Condensed Financial Statements

June 30, 2024 (Unaudited)

1. Basis of Presentation

The semi-annual condensed financial statements for S Split Corp. (the “Fund”) have been prepared in compliance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting as issued by the International Accounting Standards Board (“IASB”).

These semi-annual condensed financial statements follow the same accounting policies and method of application as, and should be read in conjunction with, the most recent audited financial statements for the year ended December 31, 2023.

These condensed financial statements were approved by the Board of Directors on August 17, 2024.

2. Risks Associated with Financial Instruments

The various types of risks associated with its investment strategies, financial instruments and markets in which the Fund invests remain unchanged from the prior year and are described in Note 6 of the audited financial statements for the year ended December 31, 2023.

Credit Risk

The Fund had no exposure to derivative financial instruments as at June 30, 2024 and December 31, 2023 and for the periods then ended.

Liquidity Risk

The amounts in the table are the contractual undiscounted cash flows:

	As at June 30, 2024 Financial Liabilities		
	On Demand	< 3 months	Total
Accrued liabilities	\$ –	\$ 38,727	\$ 38,727
Accrued management fees	–	6,540	6,540
Redeemable Preferred shares	4,124,730	–	4,124,730
Class J shares	100	–	100
Class A shares	703,675	–	703,675
	\$ 4,828,505	\$ 45,267	\$ 4,873,772

	As at December 31, 2023 Financial Liabilities		
	On Demand	< 3 months	Total
Accrued liabilities	\$ –	\$ 63,638	\$ 63,638
Accrued management fees	–	7,109	7,109
Redeemable Preferred shares	4,124,730	–	4,124,730
Class J shares	100	–	100
Class A shares	940,317	–	940,317
	\$ 5,065,147	\$ 70,747	\$ 5,135,894

S Split Corp. [SBN.PR.A/SBN]

Notes to Condensed Financial Statements

June 30, 2024 (Unaudited)

Market Risk

(a) Price Risk

Approximately 101 percent (December 31, 2023 – 101 percent) of the Fund's net assets attributable to holders of Class A shares, excluding the Redeemable Preferred Share liability, held at June 30, 2024 were publicly traded equities. If equity prices on the exchange increased or decreased by 5 percent as at June 30, 2024, the net assets attributable to holders of Class A shares, excluding the Redeemable Preferred Share liability, would have increased or decreased by \$0.2 million (December 31, 2023 – \$0.3 million) respectively or 5.0 percent (December 31, 2023 – 5.0 percent) of the net assets attributable to holders of Class A shares, excluding the Redeemable Preferred Share liability, all other factors remaining constant. In practice, actual trading results may differ and the difference could be material.

Concentration Risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The following is a summary of the Fund's concentration risk:

	June 30, 2024	Dec. 31, 2023
Financials	100%	100%

Fair Value Measurement

The following table illustrates the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2024 and December 31, 2023:

	As at June 30, 2024			
	Level 1	Level 2	Level 3	Total
Canadian Common Shares	\$ 4,862,466	\$ –	\$ –	\$ 4,862,466

	As at December 31, 2023			
	Level 1	Level 2	Level 3	Total
Canadian Common Shares	\$ 5,134,200	\$ –	\$ –	\$ 5,134,200

There were no transfers between Level 1 and Level 2 and the Fund did not hold any financial instruments within Level 3 of the fair value hierarchy during the six months ended June 30, 2024 and during the year ended December 31, 2023.

3. Shares

For the six months ended June 30, 2024, cash distributions paid to Preferred shareholders were \$108,274 (June 30, 2023 – \$118,133) representing a payment of \$0.26 (June 30, 2023 – \$0.26) per Preferred share. No cash distributions were paid to Class A shareholders in either period.

During the six months ended June 30, 2024 and 2023, there were no redemptions of Preferred shares or Class A shares.

Notes to Condensed Financial Statements

June 30, 2024 (Unaudited)

During the six months ended June 30, 2024 and year ended December 31, 2023, share transactions were as follows:

	June 30, 2023	Dec. 31, 2023
Redeemable Preferred Shares		
Shares outstanding, beginning of period	412,473	450,029
Shares redeemed	–	(37,556)
Shares outstanding, end of period	412,473	412,473
Class A Shares		
Shares outstanding, beginning of period	412,473	450,029
Shares redeemed	–	(37,556)
Shares outstanding, end of period	412,473	412,473
Class J Shares		
Shares outstanding, beginning and end of period	100	100

4. Related Party Transactions

(a) Management Fees

Total management fees for the six months ended June 30, 2024 were \$41,676 (June 30, 2023 – \$49,135) of which \$6,540 (December 31, 2023 – \$7,865) was unpaid.

(b) Director Fees

Total director fees paid to the external members of the Board of Directors for the six months ended June 30, 2024 were \$10,200 (June 30, 2023 – \$10,200).

(c) Independent Review Committee Fees

Total remuneration paid to the external members of the Independent Review Committee for the six months ended June 30, 2024 were \$6,104 (June 30, 2023 – \$5,661).

5. Brokerage Commissions and Soft Dollars

The ascertainable soft dollar value received as a percentage of total transaction fees paid during the six months ended June 30, 2024 and 2023 is disclosed below:

	June 30, 2024	June 30, 2023
Soft Dollars	\$ –	\$ 1,819
Percentage of Total Transaction Fees		79.8%

Notes to Condensed Financial Statements

June 30, 2024 (Unaudited)

6. Decrease in Net Assets Attributable to Holders of Class A Shares per Class A Share

The decrease in net assets attributable to holders of Class A shares per Class A share for the six months ended June 30, 2024 and 2023 is calculated as follows:

	June 30, 2024	June 30, 2023
Decrease in Net Assets Attributable to Holders of Class A Shares	\$ (236,642)	\$ (74,496)
Weighted Average Number of Class A Shares Outstanding during the Period	412,473	450,029
Decrease in Net Assets Attributable to Holders of Class A Shares per Class A Share	(0.5737)	(0.1655)

**Investment Funds Managed by
Mulvihill Capital Management Inc.**

EXCHANGE-TRADED FUNDS

Mulvihill Canadian Bank Enhanced Yield ETF (CBNK)
Mulvihill Premium Yield ETF (MPY)
Mulvihill U.S. Health Care Enhanced Yield ETF (XLVE)

MUTUAL FUNDS

Mulvihill Premium Yield Fund

SPLIT SHARES

Premium Income Corporation (PIC.PR.A, PIC.A)
S Split Corp. (SBN.PR.A, SBN)
Top 10 Split Trust (TXT.PR.A, TXT.UN)
Premium Global Income Split Corp. (PGIC.PR.A, PGIC)

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