



LetkoBrosseau

Letko Brosseau EAFE Equity Fund
Letko Brosseau Fonds d'actions EAEO

ANNUAL FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022
(Expressed in Canadian Dollars)



Table of Contents

Independent Auditors' Report	1
Statements of Financial Position	3
Statements of Changes in Net Assets Attributable to Holders of Redeemable Units	4
Statements of Comprehensive Income	5
Statements of Cash Flows	6
Schedule of Investment Portfolio	7
Notes to Annual Financial Statements	9

INDEPENDENT AUDITORS' REPORT

To the Unitholders of
LETKO BROUSSEAU EAFE EQUITY FUND
LETKO BROUSSEAU FONDS D' ACTIONS EAE0

Opinion

We have audited the financial statements of **LETKO BROUSSEAU EAFE EQUITY FUND / LETKO BROUSSEAU FONDS D' ACTIONS EAE0** (the "Fund"), which comprise the statements of financial position as at December 31, 2023 and 2022, and the statements of changes in net assets attributable to holders of redeemable units, statements of comprehensive income and statements of cash flows for the years then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2023 and 2022, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

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

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



	2023	2022
	\$	\$
Current assets		
Cash	22,132	15,762
Investments	12,441,238	10,371,306
Interest, dividends and other receivables	32,221	27,751
	<u>12,495,591</u>	<u>10,414,819</u>
Current liabilities		
Accrued expenses	14,918	11,742
Net assets attributable to holders of redeemable units	<u>12,480,673</u>	<u>10,403,077</u>

Supplementary information

Number of redeemable units in circulation (note 6)	1,197,484	1,157,066
Net assets per unit attributable to holders of redeemable units (note 7)	\$ 10.4224	\$ 8.9909

Approved by the Board of Directors of Letko, Brosseau & Associates Inc., Fund Manager

Daniel Brosseau, Director

Peter Letko, Director



	2023	2022
	\$	\$
Net assets attributable to holders of redeemable units, beginning of year	10,403,077	11,331,774
Change in net assets attributable to holders of redeemable units	2,077,596	(928,697)
Redeemable unit transactions		
Reinvestment of distributions	402,185	397,302
Distributions to holders of redeemable units (note 7)		
Net investment income	(381,385)	(397,302)
Net realized gain on sale of investments	(20,800)	-
	(402,185)	(397,302)
Net assets attributable to holders of redeemable units, end of year	12,480,673	10,403,077

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



	2023	2022
	\$	\$
Investment income		
Net interest income for distribution purposes	20,554	3,931
Dividend income	436,669	385,423
Net securities lending income (note 10)	2,393	2,735
Foreign exchange gain (loss) on cash	(7,217)	12,632
Net realized gain (loss) on sale of investments	158,962	(113,523)
Net changes in unrealized appreciation (depreciation) of investments	1,550,696	(1,138,070)
	<u>2,162,057</u>	<u>(846,872)</u>
Expenses		
Trustee fees (note 11)	7,852	5,110
Professional fees	15,711	11,906
Withholding taxes	49,892	57,742
Portfolio transaction costs	11,175	7,067
	<u>84,630</u>	<u>81,825</u>
Expenses absorbed by the Manager	(169)	-
	<u>84,461</u>	<u>81,825</u>
Change in net assets attributable to holders of redeemable units	<u>2,077,596</u>	<u>(928,697)</u>
Change in net assets per unit attributable to holders of redeemable units (note 4)	<u>1.7672</u>	<u>(0.8201)</u>

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



	2023	2022
	\$	\$
Cash flows from (used in) operating activities		
Change in net assets attributable to holders of redeemable units	2,077,596	(928,697)
Adjustments or variations for:		
Foreign exchange (gain) loss on cash	7,217	(12,632)
Net realized (gain) loss on sale of investments	(158,962)	113,523
Net changes in unrealized (appreciation) depreciation of investments	(1,550,696)	1,138,070
Proceeds from sale or maturity of investments	4,372,136	2,427,699
Investments purchased	(4,728,548)	(2,719,248)
Interest, dividends and other receivables	(4,470)	(2,381)
Accrued expenses	3,176	(1,074)
	17,449	15,260
Change in cash	17,449	15,260
Cash, beginning of year	15,762	19,520
Effect of exchange rate changes on foreign cash	(11,079)	(19,018)
Cash, end of year	22,132	15,762

Supplementary information

Cash flows relating to operating activities:

Interest received	\$ 20,544	\$ 2,555
Dividends received, net of withholding taxes	\$ 382,534	\$ 326,741
Interest paid	\$ 48	\$ 65

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



	Quantity	Cost \$	Fair Value \$
Equities			
Energy			
Shell	5,875	261,965	253,951
TotalEnergies	3,050	241,794	273,666
		503,759	527,617
Materials			
Arkema	3,085	400,869	462,842
Heidelberg Cement	1,800	179,639	212,215
Holcim	3,250	211,898	336,156
Kuraray	19,800	307,957	263,990
Regis Resources	149,894	367,143	294,010
Smurfit Kappa Group	6,600	313,377	346,142
		1,780,883	1,915,355
Industrial Products			
Bunzl	5,600	164,588	300,286
Compagnie de Saint-Gobain	3,300	167,738	320,420
FLSmidth & Co.	5,500	242,094	308,648
Fraport AG Frankfurt Airport Services Worldwide	2,275	141,412	181,462
Mitsui & Co.	3,650	83,461	180,867
Siemens	2,025	307,791	501,199
		1,107,084	1,792,882
Consumer Discretionary			
Alibaba Group Holding	10,000	123,217	127,663
Kingfisher	93,000	352,310	380,348
Panasonic Holdings Corporation	16,500	199,448	215,517
TravelSky Technology	45,000	100,978	102,586
Valeo	18,200	641,547	368,888
		1,417,500	1,195,002
Consumer Staples			
Associated British Foods	9,950	303,098	395,893
Carrefour	16,000	364,998	386,057
First Pacific	180,000	97,631	94,531
		765,727	876,481
Health Care			
GlaxoSmithKline	17,820	445,460	434,402
Roche Holding	1,250	395,808	478,818
Sanofi	3,525	387,233	460,874
Shandong Weigao Group Medical Polymer	90,000	113,070	115,656
		1,341,571	1,489,750

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



	Quantity	Cost \$	Fair Value \$
Equities (continued)			
Financial Services			
Aegon	31,600	225,610	241,558
Allianz	920	276,376	324,232
BNP Paribas	5,025	355,996	458,122
ING Groep	16,600	302,593	327,053
Intesa Sanpaolo	68,500	259,844	263,761
		1,420,419	1,614,726
Technology			
Alps Alpine	16,500	198,464	189,590
ams-OSRAM	106,500	507,636	352,725
Kingboard Laminates Holdings	60,000	68,992	68,087
NXP Semiconductors	975	177,021	295,285
SAP	1,800	253,501	365,700
		1,205,614	1,271,387
Communication Services			
Baidu	6,500	122,394	127,435
ITV	121,500	282,350	129,241
Orange	8,612	188,390	129,256
Telefonica	27,820	275,977	143,207
Vodafone Group	115,500	328,206	133,109
		1,197,317	662,248
Utilities			
China Water Affairs Group	180,000	121,301	130,398
EDP - Energias de Portugal	51,511	275,738	341,766
Veolia Environnement	10,000	282,381	416,005
		679,420	888,169
Total Equities		11,419,294	12,233,617
	Par Value	Cost \$	Fair Value \$
Money Market Securities			
Province of British Columbia, notes			
2024-02-22	40,000	53,926	51,622
2024-02-26	50,000	67,601	64,922
2024-02-27	50,000	66,900	65,062
2024-03-01	20,000	26,668	26,015
Total Money Market Securities		215,095	207,621
Portfolio Transaction Costs Included in the Securities' Cost		(40,809)	
Total Investments		11,593,580	12,441,238

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



1. Establishment of the fund

The Letko Brosseau EAFE Equity Fund / Letko Brosseau Fonds d'actions EAEO (the "Fund") is a private unit investment trust created under a trust agreement established on November 30, 2004, along with its related amendments, under the laws of the province of Ontario. The registered office is located at 155 Wellington Street West, Toronto, Ontario, Canada, M5V 3L3.

The trust agreement designates RBC Investor Services Trust as the trustee, custodian and accountant of the Fund (the "Trustee") and Letko, Brosseau & Associates Inc. as the manager of the Fund (the "Manager").

2. Basis of presentation

These financial statements, for which the functional and presentation currency is the Canadian dollar, have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as published by the International Accounting Standards Board ("IASB") and comply with the requirements of the Canadian Securities Administrators ("CSA").

The financial statements were authorized for issue by the Manager's Board of Directors on March 21, 2024.

These financial statements have been prepared on a historical cost basis with the exception of cash and investments which are measured at fair value.

3. Change in accounting policy

Amendment to IAS 1, Presentation of Financial Statements – Disclosure of Accounting Policies

The Fund adopted the amendment to IAS 1 in the current year. The amendment assists the Fund in deciding which accounting policies are to be disclosed in its financial statements. The amendment replaces all instances of the term 'significant accounting policies' with 'material accounting policy information'. The amendment has been applied prospectively and resulted in changes to the Fund's disclosures in its financial statements.

4. Material accounting policy information

Financial instruments

Classification

The Fund classifies its financial assets based on both the Fund's business model for managing those financial assets and the associated contractual cash flow characteristics. Based on the Fund's objective of achieving long-term capital appreciation and the management and evaluation of the portfolio's performance on a fair value basis, the Fund applies the business model which requires that its portfolio, which includes cash and investments, be classified at fair value through profit or loss. All other financial assets and liabilities, with the exception of the Fund's obligation for net assets attributable to holders of redeemable units, are classified at amortized cost. The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount as described in note 7.

Recognition and measurement

The Fund recognizes financial instruments at fair value upon initial recognition. Purchases and sales of investments are recognized on the trade date. Subsequent to initial recognition, cash and investments are measured at fair value and gains and losses arising from changes in the fair value are recognized in the statements of comprehensive income. All other financial assets and financial liabilities are initially recognized on the date on which they originated and are subsequently measured at amortized cost.

Portfolio transaction costs incurred by the Fund for the sale and purchase of investments are expensed as incurred.



4. Material accounting policy information (continued)

Financial instruments (continued)

Fair value

The fair value of the Fund's investments traded in active markets is determined using the quoted market prices at the close of trading on the date of the financial statements. The closing market price is either obtained from an accredited stock exchange where the security has the highest trading volume or from independent and renowned brokerage houses. In the event where the last closing market price does not fall within the bid-ask spread on the date of the financial statements, the Manager and the Trustee determine the point within the bid-ask spread that is most representative of fair value based on the facts and circumstances. Investment fund units held for trading that are not traded in active markets are measured at fair value based on their net asset value as determined by their trustee.

The Fund's accounting policies for measuring the fair value of its investments are consistent with those used to determine the net asset value for transactions with unitholders.

Information on the reliability of the fair value measurement of financial assets is disclosed in note 14. The transfer of a financial asset from one fair value hierarchy level to another is performed at the date of the event or change in circumstances which would justify a change in level.

Revenue recognition

Investment income is accounted for using the accrual method of accounting. Interest income for distribution purposes is recognized when it is earned. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities, except for zero coupon bonds which are amortized using the effective interest rate method. Dividends are recognized on the ex-dividend date and distributions on investment fund units are recorded at the ex-distribution date. Income from securities lending is recorded when earned. Realized gains and losses upon sale of investments are recognized on the trade date and are calculated using the average cost method.

Foreign currency translation

Foreign currency transactions are translated into Canadian dollars using the exchange rates prevailing at the dates the transactions occur. Assets and liabilities denominated in a foreign currency are translated into Canadian dollars using the exchange rate prevailing at the date of the financial statements. Foreign exchange gains and losses are presented in the statements of comprehensive income.

Change in net assets per unit attributable to holders of redeemable units

This change, presented in the statements of comprehensive income, represents the variation in net assets per unit attributable to holders of redeemable units based on the average number of redeemable units that were in circulation during the year.

Use of estimates, judgments and assumptions

The preparation of these financial statements in accordance with IFRS requires the Manager to make judgments in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most material accounting judgments and estimates that the Manager has made in preparing the financial statements.

Investment entity

The Manager has determined that the Fund meets the definition of an investment entity in accordance with IFRS 10 Consolidated Financial Statements. As a result, in the event the Fund holds an investment in a subsidiary, the Fund would account for this investment at fair value through profit or loss.



5. Future accounting standards

There are currently no new accounting standards, amendments to current standards or new interpretations that are effective for annual periods beginning on or after January 1, 2024 which would have a material effect on the Fund's financial statements.

6. Redeemable units in circulation

The Fund is authorized to issue an unlimited number of series of units each of which can contain an unlimited number of units, without par value. All units are voting, participating and redeemable by the unitholders at the net asset value.

Since its inception, the Fund has issued only one series of redeemable units.

	2023	2022
Number of redeemable units in circulation, beginning of year	1,157,066	1,111,142
Number of redeemable units issued and redeemed during the year		
Issued for cash and other consideration	-	-
Issued on reinvestment of distributions	40,418	45,924
Redeemed	-	-
Number of redeemable units in circulation, end of year	1,197,484	1,157,066

7. Valuation of redeemable units and distributions

The net asset value per unit, which represents the redemption amount, is determined by dividing the Fund's net assets at fair value by the number of redeemable units in circulation at the end of each valuation date.

Income from dividends, interest and securities lending, net of expenses of the Fund, is accounted for in the net assets attributable to holders of redeemable units. At the end of each month, income received, net of expenses paid, is distributed and reinvested as additional redeemable units or, at the discretion of the unitholders, is paid in cash. Realized gains and losses resulting from the sale of investments are accounted for in the net assets attributable to holders of redeemable units and net realized gains are distributed and reinvested at the end of the fiscal year as additional redeemable units or, at the discretion of the unitholders, are paid in cash. Upon request from the Manager, additional income and capital gain distributions may occur at different times during the fiscal year under exceptional circumstances.

8. Capital management

The capital of the Fund is represented by redeemable units issued and in circulation. According to its mission, substantially all of the Fund's capital is invested in securities. Information about the Fund's objectives, policies and procedures for managing its capital is disclosed in note 13. The Fund is not subject to any particular external requirement for managing its capital.



9. Related party transactions

The following table presents a summary of the transactions during the year between the Fund and related parties. Related parties are represented by the Manager, the investment funds and limited partnerships it manages, directors of the Manager, corporations controlled by the directors of the Manager, family members of the directors and a deferred profit-sharing plan for the benefit of the Manager's employees.

2023	Manager \$	Other related parties \$
Redeemable units issued and redeemed		
Issued for cash and other consideration	-	-
Issued on reinvestment of distributions	402,185	-
Redeemed	-	-
	402,185	-
2022	Manager \$	Other related parties \$
Redeemable units issued and redeemed		
Issued for cash and other consideration	-	-
Issued on reinvestment of distributions	397,302	-
Redeemed	-	-
	397,302	-

These transactions took place in the normal course of operations and are measured at the net asset value at the date of the transactions.

As at December 31, related parties held units of the Fund with an aggregate fair market value of the following:

	2023 \$	2022 \$
Manager	12,480,673	10,403,077
Other related parties	-	-
	12,480,673	10,403,077

10. Net securities lending income

The Fund takes part in a securities lending program with the Trustee. Securities lending transactions involve the temporary exchange of securities for collateral with a commitment to return the same securities to the Fund on a future date. In accordance with the terms of the program, the Fund receives collateral of at least 102% of the fair value of the securities on loan. The collateral consists primarily of debt securities with high credit ratings. The fair value of the securities loaned is determined in accordance with standard market practices and additional collateral is requested if necessary.



10. Net securities lending income (continued)

The table below presents the aggregate fair value of the securities on loan and collateral held under securities lending transactions as at December 31. The securities on loan continue to be included in the statements of financial position.

	2023	2022
	\$	\$
Total fair value of securities on loan	456,420	508,823
Total collateral held	465,549	519,001

Securities lending income reported in the statements of comprehensive income is net of securities lending charges which the Fund's Trustee is entitled to receive as per the terms of the program. For the years ended December 31, securities lending income was as follows:

	2023	2022
	\$	\$
Gross securities lending income	3,988	4,558
Securities lending charges	(1,595)	(1,823)
Net securities lending income	2,393	2,735
Securities lending charges as a % of the gross securities lending income	40.0%	40.0%

11. Fees

Trustee fees are calculated according to an agreement between the Manager and the Trustee.

Management fees of the Manager are invoiced directly to the unitholders.

12. Income taxes

In accordance with provisions of the Income Tax Act (Canada) and the Quebec Taxation Act, the Fund qualifies as a unit trust and is taxed on its income received and not distributed to unitholders. The Fund distributes to unitholders the total income from dividends, interest and securities lending, net of expenses and its net realized taxable capital gains.

13. Risks associated with financial instruments

Analysis of risk management

The Fund has as its objective to generate capital appreciation through the creation of a well-diversified portfolio of publicly traded companies primarily exposed to Europe, Australasia and Far-East, diversified across countries, industries and companies.



13. Risks associated with financial instruments (continued)

Credit risk

The Fund's maximum exposure to credit risk is the fair value of debt securities included in investments, as well as interest, dividends and other receivables presented on the statements of financial position.

The credit risk associated with the Fund's investments in money market securities is insignificant given their short-term maturities.

The credit risk associated with securities lending transactions is considered minimal given the nature and the value of the collateral held by the Fund in connection with these transactions.

The risk of default on transactions with counterparties related to investments is considered minimal since the transaction would fail if either party did not fulfill its obligation.

Liquidity risk

The Fund's units are redeemable at the option of the holder thereby exposing the Fund to liquidity risk. Although the Fund is exposed to redemptions of units, liquidity risk is mitigated by the fact that the majority of its assets consists of investments traded on a stock exchange or an organized market, which can be readily liquidated. In addition, at the Manager's discretion, the Fund may pay the redemptions in securities instead of cash.

Market risks

For the disclosure of market risks, IFRS requires that a sensitivity analysis be presented showing the effects of reasonable possible changes in relevant risk variables on the value of net assets attributable to holders of redeemable units.

The Manager considers that this sensitivity analysis, showing the impact on the value of financial instruments from changes in the market, is based on a highly unlikely assumption that all other variables remain constant. Moreover, considering the many interrelationships between the various components of market risk, the Manager is of the opinion that it is not possible to quantify the impact of market fluctuations due to the interdependence of these components. Consequently, in practice, actual results may differ from the sensitivity analyses presented herein and differences could be material.

Price risk

Given the uncertainty regarding the investments' future prices, the Fund is exposed to the inherent risk associated with fluctuations in the market. Consequently, the maximum risk to which the Fund is exposed corresponds to the fair value of its investments.

The Manager's best estimate of the upward or downward impact on the Fund's investments and net assets as a result of reasonable probable changes in benchmark indices, with all other variables being equal, is as follows:

Benchmark indices	Changes in %	2023 Impact \$	2022 Impact \$
Deutsche Bank Fed Funds Effective Rate Total Return Index	0.25	1,000	1,000
MSCI EAFE Total Return Net Index	3.00	366,000	302,000

Currency risk

The Fund holds securities of foreign issuers in its investment portfolio. The value of these securities is dependent on fluctuations in currency rates. These fluctuations may increase the short-term volatility of foreign securities in the markets and affect the short-term performance of the Fund.



13. Risks associated with financial instruments (continued)

Market risks (continued)

Currency risk (continued)

The Fund holds assets denominated in foreign currencies for which the distribution is as follows:

	2023 % of net assets	2022 % of net assets
Foreign currencies		
Euros	49.59	54.41
UK pounds	19.12	17.67
Swiss francs	9.36	8.38
Japanese yen	6.84	9.06
Hong Kong Dollars	6.14	-
Other currencies representing less than 5% individually	8.95	10.51

As at December 31, 2023 an increase or decrease of 3% in the value of Canadian currency compared to foreign currencies, with all other variables being equal, would have resulted in an upward or downward variation of the Fund's investments and net assets of \$375,000 (2022: \$312,000)

Interest rate risk

Interest rate fluctuations have an insignificant impact on money market securities given their short-term maturities.

The Fund's investments in equities are exposed to interest rate risk. This is due to the fact that their value is dependent on the rate used in discounting future dividends and to the general effect from changes in interest rates on the economy as a whole, the availability of credit and the profitability of companies. The Manager believes that it is not possible to quantify the impact of the variations taking into account the interdependence of these components.

14. Information on fair value of financial instruments

The financial instruments measured at fair value are classified according to a hierarchy which includes three levels, reflecting the reliability of the inputs involved in the fair value determination:

- Level 1: financial instruments for which the fair value is determined using quoted prices in active markets;
- Level 2: financial instruments for which the fair value is determined using pricing models based on market observable inputs;
- Level 3: financial instruments for which the fair value is determined using pricing models based on market unobservable inputs.



14. Information on fair value of financial instruments (continued)

The investments held by the Fund and measured at fair value are classified as follows:

2023	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Equities	12,233,617	-	-	12,233,617
Money market securities	207,621	-	-	207,621
	12,441,238	-	-	12,441,238

2022	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Equities	10,082,020	-	-	10,082,020
Money market securities	289,286	-	-	289,286
	10,371,306	-	-	10,371,306

No investments were transferred within the levels during the years ended December 31, 2023 and 2022.

The financial instruments not measured at fair value through profit or loss are short term financial assets and liabilities whose carrying amounts approximate fair value.

15. Filing exemption for financial statements

The Fund has advised the CSA that it is exempt under section 2.11 of NI 81-106 from annual filing requirements to the Canadian regulation authorities since all the requirements have been met.