LetkoBrosseau

Letko Brosseau International Equity Fund
Letko Brosseau Fonds d'actions internationales

INTERIM FINANCIAL STATEMENTS

JUNE 30, 2026 (UNAUDITED)
(Expressed in Canadian Dollars)

NOTICE TO READERS

Letko, Brosseau & Associates Inc., the Manager of the Fund, appoints independent auditors to audit the Fund's Annual Financial Statements in accordance with the standards established by the Chartered Professional Accountants of Canada.

The Fund's independent auditors have not performed a review of these Interim Financial Statements.

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STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2026 (UNAUDITED) AND DECEMBER 31, 2025
(Expressed in Canadian Dollars)

	June 30 2026 $	December 31 2025 $
Current assets		
Cash	55,400	974,053
Investments	33,307,359	29,133,354
Interest, dividends and other receivables	116,413	55,240
	33,479,172	30,162,647
Current liabilities		
Accrued expenses	10,564	10,871
Net assets attributable to holders of redeemable units	33,468,608	30,151,776

Supplementary information

	June 30 2026 $	December 31 2025 $
Net assets attributable to holders of redeemable units		
Series O	33,467,596	30,151,776
Series F	1,012	-
	33,468,608	30,151,776
Number of redeemable units in circulation (note 5)		
Series O	2,446,332	2,399,554
Series F	74	-
Net assets per unit attributable to holders of redeemable units (note 6)		
Series O	13.6807	12.5656
Series F	13.6752	-

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

Daniel Brosseau, Director

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS
FOR THE SIX MONTH PERIODS ENDED JUNE 30, 2026 AND 2025 (UNAUDITED)
(Expressed in Canadian Dollars)

	June 30 2026 $	June 30 2025 $
Net assets attributable to holders of redeemable units, beginning of period	30,151,776	13,761,895
Change in net assets attributable to holders of redeemable units	3,315,832	2,396,392
Redeemable unit transactions		
Proceeds from issuance	1,000	10,693,000
Reinvestment of distributions	628,737	714,724
	629,737	11,407,724
Distributions to holders of redeemable units (note 6)		
Net investment income	(628,737)	(714,724)
Net assets attributable to holders of redeemable units, end of period	33,468,608	26,851,287

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

STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTH PERIODS ENDED JUNE 30, 2026 AND 2025 (UNAUDITED)
(Expressed in Canadian Dollars)

	June 30 2026 $	June 30 2025 $
Investment income		
Net interest income for distribution purposes	23,833	33,580
Dividend income	783,476	748,781
Net securities lending income (note 9)	2,487	793
Foreign exchange gain (loss) on cash	(11,415)	(38,708)
Net realized gain (loss) on sale of investments	581,160	185,654
Net changes in unrealized appreciation (depreciation) of investments	2,089,527	1,639,760
	3,469,068	2,569,860
Expenses		
Trustee fees (note 10)	18,981	4,969
Professional fees	6,976	6,965
Filing fees	-	2,713
Withholding taxes	109,767	121,477
Portfolio transaction costs	17,512	37,344
	153,236	173,468
Change in net assets attributable to holders of redeemable units	3,315,832	2,396,392
Supplementary information		
Change in net assets attributable to holders of redeemable units		
Series O	3,315,820	2,396,392
Series F	12	-
	3,315,832	2,396,392
Change in net assets per unit attributable to holders of redeemable units (note 3)		
Series O	1.3745	1.1751
Series F	0.1626	-

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

STATEMENTS OF CASH FLOWS
FOR THE SIX MONTH PERIODS ENDED JUNE 30, 2026 AND 2025 (UNAUDITED)
(Expressed in Canadian Dollars)

	June 30 2026 $	June 30 2025 $
Cash flows from (used in) operating activities		
Change in net assets attributable to holders of redeemable units	3,315,832	2,396,392
Adjustments or variations for:		
Foreign exchange (gain) loss on cash	11,415	38,708
Net realized (gain) loss on sale of investments	(581,160)	(185,654)
Net changes in unrealized (appreciation) depreciation of investments	(2,089,527)	(1,639,760)
Interest, dividends and other receivables	(61,173)	(66,292)
Accrued expenses	(307)	(5,991)
Proceeds from sale or maturity of investments	5,150,523	6,971,898
Investments purchased	(6,653,841)	(18,120,706)
	(908,238)	(10,611,405)
Cash flows from (used in) financing activities		
Proceeds from issuance of redeemable units	1,000	10,693,000
Change in cash	(907,238)	81,595
Cash, beginning of period	974,053	47,005
Effect of exchange rate changes on foreign cash	(11,415)	(38,708)
Cash, end of period	55,400	89,892

Supplementary information

Cash flows relating to operating activities:				
Interest received	$	17,517	$	21,304
Dividends received, net of withholding taxes	$	618,852	$	573,420
Interest paid	$	-	$	132

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

SCHEDULE OF INVESTMENT PORTFOLIO
AS AT JUNE 30, 2026 (UNAUDITED)
(Expressed in Canadian Dollars)

	Quantity	Cost $	Fair Value $
Equities			
Energy			
Peyto Exploration & Development Corporation	11,500	182,643	272,089
TotalEnergies	7,550	630,622	833,133
		813,265	1,105,222
Materials			
Amrize	1,750	54,400	131,796
Arkema	10,235	1,173,499	915,588
Heidelberg Cement	1,650	211,804	446,691
Holcim	1,750	59,699	224,317
Interfor Corporation	12,000	141,957	156,600
Kuraray	16,700	271,597	243,162
Regis Resources	65,894	157,958	390,549
Smurfit WestRock	11,700	660,429	740,035
Wacker Chemie	6,050	663,641	892,044
		3,394,984	4,140,782
Industrial Products			
Arcadis	11,500	626,969	627,137
Bunzl	19,900	794,325	985,520
Compagnie de Saint-Gobain	4,300	339,277	552,130
Copa Holdings	800	135,885	176,571
Deutsche Post	11,150	612,676	960,365
EasyJet	32,500	220,691	341,732
FLSmidth & Co.	2,650	131,088	274,873
Fraport AG Frankfurt Airport Services Worldwide	2,775	180,212	327,914
Mitsui & Co.	6,050	139,037	237,499
Siemens	2,200	421,228	1,003,293
		3,601,388	5,487,034
Consumer Discretionary			
Alibaba Group Holding	19,660	354,384	330,247
B&M European Value Retail	176,000	912,307	645,923
Kingfisher	158,000	671,371	842,571
Panasonic Holdings Corporation	6,500	78,570	255,448
TravelSky Technology	49,000	97,383	71,628
Valeo	43,600	1,000,959	906,300
		3,114,974	3,052,117
Consumer Staples			
Associated British Foods	23,800	801,409	890,046
Barry Callebaut	325	518,822	640,774
Carrefour	45,000	937,524	1,186,131
First Pacific	190,000	115,435	164,994
Kerry Group	6,025	673,820	781,833
		3,047,010	3,663,778

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

SCHEDULE OF INVESTMENT PORTFOLIO
AS AT JUNE 30, 2026 (UNAUDITED)
(Expressed in Canadian Dollars)

	Quantity	Cost $	Fair Value $
Equities (continued)			
Health Care			
Genmab	1,125	342,313	438,203
GlaxoSmithKline	29,120	747,746	1,086,256
Roche Holding	1,825	662,478	1,068,224
Sanofi	7,925	1,036,081	965,140
Shandong Weigao Group Medical Polymer	210,000	191,673	120,435
		2,980,291	3,678,258
Financial Services			
AIA Group	44,500	441,518	575,222
Allianz	945	302,525	634,752
BNP Paribas	7,825	671,962	1,296,424
Grupo Financiero Banorte S.A.B. de C.V.	10,000	109,310	149,857
ING Groep	7,300	142,198	327,642
Intesa Sanpaolo	54,000	204,840	524,672
Sun Life Financial	3,000	235,167	334,050
Truist Financial Corporation	3,150	198,908	222,647
		2,306,428	4,065,266
Real Estate			
Concentradora Fibra Danhos S.A. de C.V.	40,000	58,418	93,242
Technology			
Adobe	1,090	551,565	317,049
ams-OSRAM	5,150	204,319	158,059
Microsoft Corporation	400	205,168	211,688
NXP Semiconductors	1,775	407,754	707,708
Open Text Corporation	9,100	338,408	285,649
Salesforce	1,580	474,465	351,171
Samsung Electronics Corporation	107	157,485	818,182
SAP	2,570	561,373	558,605
		2,900,537	3,408,111
Communication Services			
Alphabet	750	194,120	375,963
Baidu	5,700	100,723	113,021
ITV	91,500	212,634	138,871
Orange	20,412	388,404	546,472
Telefonica	47,820	384,933	272,725
Vodafone Group	85,500	242,958	160,355
		1,523,772	1,607,407
Utilities			
Veolia Environnement	23,800	865,517	1,406,767
Total Equities		24,606,584	31,707,984

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

(Expressed in Canadian Dollars)

	Par Value	Cost $	Fair Value $
Money Market Securities			
Province of British Columbia, notes			
2026-07-07	900,000	894,393	894,393
2026-08-24	20,000	19,862	19,862
2026-11-02	20,000	19,836	19,836
Province of Ontario, notes			
2026-07-20	170,000	230,137	238,928
2026-08-04	120,000	161,897	168,661
2026-08-28	135,000	185,450	189,813
2026-09-14	20,000	27,784	28,114
Province of Saskatchewan, notes			
2026-07-07	20,000	19,884	19,884
Quebec Treasury Bills			
2026-07-17	20,000	19,884	19,884
Total Money Market Securities		1,579,127	1,599,375
Portfolio Transaction Costs Included in the Securities' Cost		(88,719)	
Total Investments		26,096,992	33,307,359

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

1. Establishment of the fund

The Letko Brosseau International Equity Fund / Letko Brosseau Fonds d'actions internationals (the "Fund", formerly Letko Brosseau EAFE Equity Fund / Letko Brosseau Fonds d'actions EAEO) is an open-end mutual fund 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 Accounting Standards"), including International Accounting Standards ("IAS") 34: Interim Financial Reporting, 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 August 14, 2026.

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

3. 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 investments, be classified at fair value through profit or loss. All other assets and liabilities presented on the statements of financial position are financial assets and financial liabilities and are classified at amortized cost. Redeemable units are classified as financial liabilities given that they include a contractual obligation for the Fund to redeem them for cash or another financial asset at the request of the unitholder. The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount as described in note 6.

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, 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.

3. 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 13. 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.

Impairment of financial assets

The Fund recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. The Fund applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which requires the use of the lifetime expected credit loss provision for all assets at amortized cost. Impairment losses on financial assets at amortized cost, if any, are recognized in the statements of comprehensive income.

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 period.

(Expressed in Canadian Dollars)

3. Material accounting policy information (continued)

Use of estimates, judgments and assumptions

The preparation of these financial statements in accordance with IFRS Accounting Standards 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.

Classification of redeemable units

The Manager has determined that the Fund's redeemable units must be classified as liabilities given that the conditions for classification as equity in accordance with IAS 32, Financial Instruments: presentation, are not met.

4. Future accounting standards

IFRS 18, Presentation and Disclosure in Financial Statements

The IASB issued IFRS 18, Presentation and Disclosure in Financial Statements on April 9, 2024, which will replace IAS 1, Presentation of Financial Statements. This new standard, effective for annual periods beginning on or after January 1, 2027 aims to improve financial statement comparability and transparency by introducing a more structured statement of comprehensive income. The Manager is in the process of assessing the implications of IFRS 18 and its impact on the Fund's financial statements and disclosures.

5. 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.

Prior to March 5, 2026, the Fund offered units of series for issuance as follows:

Series I	Available to accredited investors at the discretion of the Manager.
Series F	Available to accredited investors who are not eligible to purchase Series I units.

On March 5, 2026, the Fund created new series of units “A”, “F” and “I” to be offered to the public under the Simplified Prospectus and, consequently, redesignated existing series of units “F” and “I” of the Fund to series of units “Q” and “O” respectively.

On May 15, 2026, the Simplified Prospectus was officially approved by the regulatory authorities, following which series of units “A”, “F” and “I” became authorized for issuance.

(Expressed in Canadian Dollars)

5. Redeemable units in circulation (continued)

Accordingly, as a result of the redesignation and creation of new units, the Fund offers units of series for issuance as follows:

Series O	Available to accredited investors at the discretion of the Manager.
Series Q	Available to accredited investors who are not eligible to purchase Series O units.
Series A	Available to all investors through duly registered and authorized dealers.
Series I	Available to investors who have a fee-based account with a dealer, on a case-by-case basis, at the discretion of the Manager.
Series F	Available to investors who have a fee-based account or wrap program with their dealer and whose dealer has entered into a specific agreement with the Manager.

The unit activity during the period ended June 30, 2026 and the year ended December 31, 2025 was as follows:

	June 30, 2026	
	Series O	Series F
Number of redeemable units in circulation, beginning of period	2,399,554	-
Number of redeemable units issued and redeemed during the period		
Issued for cash and other consideration		74
Issued on reinvestment of distributions	46,778	-
Redeemed	-	-
Number of redeemable units in circulation, end of period	2,446,332	74

	December 31, 2025
	Series O
Number of redeemable units in circulation, beginning of year	1,298,087
Number of redeemable units issued and redeemed during the year	
Issued for cash and other consideration	957,817
Issued on reinvestment of distributions	143,650
Redeemed	-
Number of redeemable units in circulation, end of year	2,399,554

6. Valuation of redeemable units and distributions

The net asset value per unit of each class of units, which represents the redemption amount, is determined by dividing each class's net assets at fair value by its 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.

(Expressed in Canadian Dollars)

7. 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 12. The Fund is not subject to any particular external requirement for managing its capital.

8. Related party transactions

The following table presents a summary of the transactions during the period 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.

June 30, 2026	Manager $	Other Related Parties $
Redeemable units issued and redeemed		
Issued for cash and other consideration	1,000	-
Issued on reinvestment of distributions	362,120	-
Redeemed	-	-
	363,120	-

June 30, 2025	Manager $	Other Related Parties $
Redeemable units issued and redeemed		
Issued for cash and other consideration	-	-
Issued on reinvestment of distributions	424,873	-
Redeemed	-	-
	424,873	-

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 June 30, related parties held units of the Fund with an aggregate fair value of the following:

	2026 $	2025 $
Manager	19,276,499	15,465,583
Other related parties	-	-
	19,276,499	15,465,583

(Expressed in Canadian Dollars)

9. 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.

The table below presents the aggregate fair value of the securities on loan and collateral held under securities lending transactions as at June 30. The securities on loan continue to be included in the statements of financial position.

	2026 $	2025 $
Total fair value of securities on loan	1,196,050	2,913,049
Total collateral held	1,219,973	2,971,671

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 periods ended June 30, securities lending income was as follows:

	2026 $	2025 $
Gross securities lending income	4,145	1,321
Securities lending charges	(1,658)	(528)
Net securities lending income	2,487	793
Securities lending charges as a % of the gross securities lending income	40.0%	40.0%

10. 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 Series O and I unitholders.

The Manager charges the Fund a management fee equal to 0.60% per annum of the Series Q, F and A net asset value, payable quarterly in arrears.

Trailer fees are charged on Series A units, equal to 1.25% per annum of the net asset value, payable quarterly in arrears.

11. 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.

12. 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. The Manager regularly monitors the relative weighting of individual equity instruments, sectors, and countries, and also takes into account the market capitalization and liquidity of each security.

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. For those financial instruments, the fair value takes into account the creditworthiness of the issuer and, therefore, represents the maximum credit risk to which the Fund is exposed.

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.

All transactions involving listed securities are settled or paid upon delivery, using approved brokers. The risk of non-performance is considered limited, as the securities sold are only delivered once the broker has received payment. Payment for a purchase is made once the securities have been received by the broker. The transaction fails if either party fails to fulfill its obligation.

The credit risk associated with all other financial assets is considered insignificant.

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.

All other financial liabilities have a maturity of less than twelve months. The Fund maintains a level of cash that the Fund Manager considers sufficient to maintain the necessary liquidity.

Market risks

For the disclosure of market risks, IFRS Accounting Standards 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.

(Expressed in Canadian Dollars)

12. Risks associated with financial instruments (continued)

Market risks (continued)

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 approximately as follows:

Benchmark indices	Changes in %	June 30, 2026 Impact $	December 31, 2025 Impact $
Deutsche Bank Fed Funds Effective Rate Total Return Index	0.25	4,000	2,000
MSCI EAFE Total Return Net Index	3.00	951,000	854,000

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.

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

Foreign currencies	June 30, 2026 % of net assets	December 31, 2025 % of net assets
Euros	47.74	44.57
UK pounds	17.67	16.54
US Dollars	11.54	10.63
Swiss francs	6.64	8.15
Hong Kong dollars	4.11	5.19
Other currencies representing less than 5% individually	6.25	8.42

As at June 30, 2026 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 approximately $943,000 (December 31, 2025: $846,000).

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.

(Expressed in Canadian Dollars)

13. 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.

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

June 30, 2026	Level 1 $	Level 2 $	Level 3 $	Total $
Equities	31,707,984	-	-	31,707,984
Money market securities	-	1,599,375	-	1,599,375
	31,707,984	1,599,375	-	33,307,359

December 31, 2025	Level 1 $	Level 2 $	Level 3 $	Total $
Equities	28,447,428	-	-	28,447,428
Money market securities	-	685,926	-	685,926
	28,447,428	685,926	-	29,133,354

The money market securities classification has been adjusted to classify these financial instruments as Level 2 instead of Level 1. The comparative figures have been adjusted accordingly.

No other investments were transferred within the levels during the period ended June 30, 2026 and the year ended December 31, 2025.

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.

14. Reclassification

Certain comparative figures have been reclassified in the cash flow statement to reflect the presentation adopted in the current period. Unrealized gain and losses on foreign exchange effects classified as at the effect of exchange rate changes on foreign cash as at June 30, 2025 have been reclassified against proceeds from the sale or maturity of investments.