LetkoBrosseau

Letko Brosseau Balanced Fund
Letko Brosseau Fonds équilibré

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.

Table of Contents

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	2,843,231	1,114,904
Investments	815,281,919	727,043,436
Interest, dividends and other receivables	2,281,036	2,039,513
	820,406,186	730,197,853
Current liabilities		
Amounts payable on redemptions of redeemable units	41,000	150,000
Accrued expenses	40,931	48,629
	81,931	198,629
Net assets attributable to holders of redeemable units	820,324,255	729,999,224

Supplementary information

Net assets attributable to holders of redeemable units		
Series O	820,323,237	729,999,224
Series F	1,018	-
	820,324,255	729,999,224
Number of redeemable units in circulation (note 6)		
Series O	37,267,622	36,096,554
Series F	46	-
Net assets per unit attributable to holders of redeemable units (note 7)		
Series O	22.0117	20.2235
Series F	22.0072	-

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

Daniel Brosseau, Director

(Expressed in Canadian Dollars)

	June 30 2026 $	June 30 2025 $
Net assets attributable to holders of redeemable units, beginning of period	729,999,224	643,798,214
Change in net assets attributable to holders of redeemable units	79,732,449	37,291,707
Redeemable unit transactions		
Proceeds from issuance	33,060,171	13,502,549
Reinvestment of distributions	13,304,625	13,530,815
Redemptions	(21,853,771)	(26,198,208)
	24,511,025	835,156
Distributions to holders of redeemable units (note 7)		
Net investment income	(13,918,443)	(14,105,555)
Net assets attributable to holders of redeemable units, end of period	820,324,255	667,819,522

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	5,031,868	4,449,733
Dividend income	8,396,205	8,472,237
Net securities lending income (note 10)	53,432	57,466
Foreign exchange gain (loss) on cash	(702,684)	(823,246)
Net realized gain (loss) on sale of investments	22,510,761	28,196,990
Net changes in unrealized appreciation (depreciation) of investments	45,343,387	(2,467,987)
	80,632,969	37,885,193
Expenses		
Trustee fees (note 11)	94,628	76,780
Professional fees	7,783	7,818
Filing fees	1,118	2,554
Withholding taxes	710,828	434,507
Portfolio transaction costs	86,163	71,827
	900,520	593,486
Change in net assets attributable to holders of redeemable units	79,732,449	37,291,707
Supplementary information		
Change in net assets attributable to holders of redeemable units		
Series O	79,732,431	37,291,707
Series F	18	-
	79,732,449	37,291,707
Change in net assets per unit attributable to holders of redeemable units (note 3)		
Series O	2.1685	1.0881
Series F	0.3903	-

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	79,732,449	37,291,707
Adjustments or variations for:		
Foreign exchange (gain) loss on cash	702,684	823,246
Net realized (gain) loss on sale of investments	(22,510,761)	(28,196,990)
Net changes in unrealized (appreciation) depreciation of investments	(45,343,387)	2,467,987
Interest, dividends and other receivables	(241,523)	18,754
Accrued expenses	(7,698)	(3,342)
Proceeds from sale or maturity of investments	216,824,522	201,405,823
Investments purchased	(237,208,857)	(199,945,323)
	(8,052,571)	13,861,862
Cash flows from (used in) financing activities		
Proceeds from issuance of redeemable units	33,060,171	13,502,549
Amounts paid on redemptions of redeemable units	(21,962,771)	(26,147,408)
Distributions paid in cash to holders of redeemable units	(613,818)	(574,740)
	10,483,582	(13,219,599)
Change in cash	2,431,011	642,263
Cash, beginning of period	1,114,904	611,161
Effect of exchange rate changes on foreign cash	(702,684)	(823,246)
Cash, end of period	2,843,231	430,178

Supplementary information

Cash flows relating to operating activities:				
Interest received	$	4,939,389	$	4,349,297
Dividends received, net of withholding taxes	$	7,536,418	$	7,862,659
Interest paid	$	85	$	339

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

(Expressed in Canadian Dollars)

	Quantity	Cost $	Fair Value $
Equities			
Energy			
Birchcliff Energy	101,300	419,291	627,048
Cenovus Energy	106,050	1,442,432	3,731,900
Chevron Corporation	7,046	389,335	1,657,012
ConocoPhillips	22,000	1,002,887	3,244,832
Enerflex	1,600	14,291	55,728
Peyto Exploration & Development Corporation	200,000	1,375,995	4,732,000
TotalEnergies	51,000	3,379,746	5,627,786
		8,023,977	19,676,306
Materials			
Arkema	32,325	2,699,745	2,891,685
Barrick Mining Corporation	82,600	1,944,207	4,307,590
Cascades	133,300	1,283,182	1,552,945
Eastman Chemical	46,125	4,368,359	4,383,135
Graphic Packaging Holding	188,600	4,402,793	2,828,264
Ivanhoe Mines	162,700	2,218,151	1,807,597
Kuraray	124,400	1,373,852	1,811,338
Lundin Mining Corporation	26,150	134,761	903,744
Nutrien	43,575	2,157,635	3,893,426
Regis Resources	93,600	167,217	554,761
Smurfit WestRock	61,275	2,687,326	3,875,696
Teck Resources	12,380	132,946	1,045,739
Wacker Chemie	32,600	3,575,481	4,806,715
West Fraser Timber Corporation	19,997	1,198,698	1,919,912
		28,344,353	36,582,547
Industrial Products			
AECOM	16,325	1,623,469	1,616,635
Air Canada	167,500	965,580	4,143,950
Arcadis	36,525	2,234,621	1,991,842
Bombardier	10,650	211,349	3,477,651
Bunzl	73,850	2,838,827	3,657,317
CAE	55,350	1,403,144	1,965,479
Canadian National Railway Corporation	9,425	1,261,100	1,595,181
EasyJet	235,000	1,519,061	2,470,983
Fedex Corporation	7,600	1,485,840	3,376,304
Fedex Freight Holding Co Inc	3,800	374,877	814,074
Fraport AG Frankfurt Airport Services Worldwide	14,175	824,365	1,675,018
Mitsui & Co.	45,950	407,373	1,803,813
Siemens	16,970	2,050,870	7,739,036
United Parcel Service	13,525	1,637,875	2,062,762
		18,838,351	38,390,045
Consumer Discretionary			
Canadian Tire Corporation	16,775	1,213,535	3,276,996
Dorel Industries	100,000	600,938	175,000

(Expressed in Canadian Dollars)

	Quantity	Cost $	Fair Value $
Equities (continued)			
Consumer Discretionary (continued)			
Gildan Activewear Inc	13,875	1,053,245	1,014,540
Kingfisher	736,700	2,210,161	3,928,623
Linamar Corporation	56,675	2,041,143	5,699,805
Lululemon Athletica	12,550	3,105,068	2,032,999
Magna International	59,575	2,800,700	5,555,965
Panasonic Holdings Corporation	172,700	2,038,138	6,787,048
Valeo	142,625	2,417,126	2,964,703
		17,480,054	31,435,679
Consumer Staples			
Associated British Foods	125,000	3,606,456	4,674,613
Barry Callebaut	1,279	1,992,843	2,521,693
Canada Packers	17,140	267,606	328,231
Carrefour	225,000	5,202,384	5,930,657
George Weston	32,820	1,053,135	3,341,076
Kerry Group	26,825	3,030,604	3,480,941
Maple Leaf Foods	85,700	1,988,767	2,614,707
Wal-Mart Stores	8,550	181,959	1,373,871
		17,323,754	24,265,789
Health Care			
Abbvie	14,425	1,386,969	5,149,900
Biogen	5,000	1,215,643	1,532,667
CVS Health Corporation	53,975	4,545,480	7,921,847
GE HealthCare Technologies	36,950	3,164,931	3,355,564
Genmab	9,840	2,955,821	3,832,815
GlaxoSmithKline	77,540	3,750,957	5,766,683
Illumina	32,800	5,065,239	8,182,200
Merck & Co.	11,075	828,465	2,019,064
Pfizer	171,700	5,756,276	5,865,838
Roche Holding	8,300	2,908,478	4,858,223
Sanofi	42,000	3,848,949	5,114,939
		35,427,208	53,599,740
Financial Services			
Allianz	6,110	1,607,852	4,104,057
Bank of America Corporation	42,825	1,349,069	3,461,969
Bank of Montreal	20,000	1,330,911	5,013,400
Bank of Nova Scotia	50,175	3,168,694	6,185,072
BNP Paribas	57,000	3,596,929	9,443,601
Canadian Imperial Bank of Commerce	19,975	1,097,900	3,262,317
Citigroup	27,500	1,672,573	5,460,594
ING Groep	89,200	1,383,823	4,003,510
Invesco	54,550	821,125	2,042,384
Manulife Financial Corporation	87,550	1,596,102	5,035,876
Power Corporation of Canada	56,350	1,545,595	4,982,467

(Expressed in Canadian Dollars)

	Quantity	Cost $	Fair Value $
Equities (continued)			
Financial Services (continued)			
Royal Bank of Canada	16,500	1,245,226	4,845,720
State Street Corporation	24,450	1,341,597	5,883,124
Sun Life Financial	55,425	1,798,058	6,171,574
Toronto-Dominion Bank	32,425	1,632,459	5,591,367
Truist Financial Corporation	62,000	3,591,596	4,382,266
Wells Fargo & Co.	17,382	1,126,789	2,037,949
		29,906,298	81,907,247
Real Estate			
Allied Properties Real Estate Investment Trust	82,300	1,044,583	810,655
Macerich Company	69,800	1,282,676	2,494,519
Morguard Corporation	11,600	382,619	1,443,388
		2,709,878	4,748,562
Technology			
Adobe	18,000	7,775,815	5,235,667
ams-OSRAM	52,000	597,319	1,595,934
Cirrus Logic	17,875	1,482,360	3,766,722
Constellation Software	369	916,611	985,230
Intel Corporation	8,075	312,154	1,599,649
Microsoft Corporation	9,116	4,721,927	4,824,360
Open Text Corporation	116,750	4,630,167	3,664,783
Salesforce	18,740	4,775,428	4,165,153
Samsung Electronics Corporation	1,480	2,127,209	11,317,585
Skyworks Solutions	46,775	4,068,303	4,499,319
		31,407,293	41,654,402
Communication Services			
Alphabet	33,565	3,648,146	16,825,596
AT&T	175,000	3,968,266	5,139,391
BCE	75,750	2,679,862	2,314,163
Cogeco Communications	25,000	1,554,499	1,584,000
Comcast Corporation	136,250	3,509,853	4,745,602
Meta Platforms	8,679	1,887,569	6,935,935
Quebecor	42,925	353,990	2,905,593
Rogers Communications	87,175	3,378,163	4,022,255
Telefonica	352,000	1,783,101	2,007,513
Telus Corporation	138,400	1,984,237	2,076,000
Verizon Communications	70,000	3,420,440	4,204,866
		28,168,126	52,760,914
Utilities			
EDP - Energias de Portugal	782,412	3,572,158	5,813,835
Exelon Corporation	34,818	2,315,490	2,302,923
Superior Plus Corporation	222,000	1,446,137	1,733,820
Veolia Environnement	93,400	2,602,648	5,520,675
		9,936,433	15,371,253

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

(Expressed in Canadian Dollars)

	Quantity	Cost $	Fair Value $
Equities (continued)			
Investment Funds			
Letko Brosseau Emerging Markets Equity Fund	5,618,811	62,758,179	100,540,744
Total Equities		290,323,904	500,933,228

	Par Value	Cost $	Fair Value $
Canadian Government Bonds			
Provincial Governments and Crown Corporations			
British Columbia Investment Management Corporation			
3.400%, 2030-06-02	1,000,000	1,000,810	1,009,627
4.900%, 2033-06-02	3,500,000	3,487,435	3,802,080
4.000%, 2035-06-02	2,000,000	1,991,700	2,040,653
Canadian Government Real Return			
3.022%, 2041-12-01	2,495,000	3,648,845	4,008,270
2.181%, 2044-12-01	2,795,000	3,640,032	3,972,045
0.647%, 2050-12-01	1,000,000	901,833	981,419
CDP Financial			
3.700%, 2028-03-08	390,000	382,200	395,557
3.950%, 2029-09-01	5,465,000	5,487,867	5,609,524
4.200%, 2030-12-02	3,000,000	3,134,220	3,123,806
CPPIB Capital			
2.850%, 2027-06-01	3,175,000	3,171,127	3,183,523
1.950%, 2029-09-30	4,360,000	3,889,974	4,216,324
2.250%, 2031-12-01	1,000,000	870,950	950,450
3.950%, 2032-06-02	2,055,000	1,967,457	2,124,629
Hydro-Quebec			
2.000%, 2028-09-01	1,500,000	1,444,500	1,472,630
3.400%, 2029-09-01	3,170,000	3,189,496	3,204,578
Ontario Power Generation			
2.977%, 2029-09-13	320,000	310,803	316,462
Ontario Teachers' Finance Trust			
4.150%, 2029-11-01	8,310,000	8,334,593	8,585,779
4.450%, 2032-06-02	6,345,000	6,576,419	6,700,757
Province of Alberta			
3.950%, 2035-06-01	4,000,000	4,002,800	4,085,961
Province of British Columbia			
4.150%, 2034-06-18	4,535,000	4,434,958	4,710,053
Province of Manitoba			
2.600%, 2027-06-02	3,195,000	3,247,469	3,196,472
3.900%, 2032-12-02	10,000,000	10,051,500	10,292,485
4.250%, 2034-06-02	5,715,000	5,636,863	5,972,712
3.700%, 2035-06-02	10,500,000	10,247,615	10,487,584
3.800%, 2036-06-02	3,220,000	3,134,452	3,209,681

(Expressed in Canadian Dollars)

	Par Value	Cost $	Fair Value $
Canadian Government Bonds (continued)			
Provincial Governments and Crown Corporations (continued)			
Province of New Brunswick			
3.050%, 2030-06-03	6,685,000	6,672,027	6,672,379
4.050%, 2034-08-14	8,985,000	9,139,542	9,262,740
4.650%, 2035-09-26	2,090,000	2,202,338	2,237,320
Province of Newfoundland and Labrador			
1.250%, 2027-06-02	3,400,000	3,298,340	3,358,831
3.850%, 2027-10-17	1,000,000	998,640	1,015,038
2.850%, 2028-06-02	2,500,000	2,355,000	2,499,673
2.850%, 2029-06-02	3,000,000	2,952,150	2,985,855
2.050%, 2031-06-02	1,500,000	1,267,350	1,419,335
Province of Nova Scotia			
2.400%, 2031-12-01	3,130,000	2,965,675	2,996,575
4.050%, 2033-06-01	5,770,000	5,933,291	5,977,154
3.850%, 2035-06-01	1,000,000	983,200	1,010,399
3.900%, 2036-06-01	4,465,000	4,377,531	4,488,146
Province of Ontario			
2.600%, 2027-06-02	13,450,000	13,999,971	13,456,942
2.700%, 2029-06-02	4,000,000	3,916,120	3,969,968
2.150%, 2031-06-02	3,405,000	3,216,318	3,246,187
3.650%, 2033-06-02	6,200,000	5,837,810	6,286,985
4.150%, 2034-06-02	7,820,000	7,701,200	8,141,300
3.600%, 2035-06-02	3,535,000	3,438,515	3,516,196
3.900%, 2036-06-02	2,000,000	1,965,960	2,018,042
Province of Prince Edward Island			
3.100%, 2030-06-02	700,000	698,908	698,878
Province of Saskatchewan			
3.800%, 2035-06-02	2,000,000	1,979,000	2,021,409
PSP Capital			
1.500%, 2028-03-15	1,030,000	942,697	1,007,989
3.750%, 2029-06-15	2,000,000	2,007,080	2,042,067
2.600%, 2032-03-01	9,230,000	8,234,507	8,900,637
4.150%, 2033-06-01	7,960,000	7,850,218	8,299,932
		199,119,306	205,183,038
Municipalities and Parapublic Institutions			
City of Montreal			
4.250%, 2032-12-01	1,295,000	1,339,030	1,351,104
Municipal Finance Authority of British Columbia			
3.350%, 2027-06-01	500,000	499,200	503,587
4.500%, 2028-12-03	400,000	403,644	414,523
3.400%, 2031-06-03	500,000	499,445	503,879
Regional Municipality of Peel			
3.850%, 2035-06-02	950,000	935,912	955,051
Regional Municipality of York			
2.350%, 2027-06-09	475,000	475,945	473,912

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

(Expressed in Canadian Dollars)

	Par Value	Cost $	Fair Value $
Canadian Government Bonds (continued)			
Municipalities and Parapublic Institutions (continued)			
Toronto Hydro Corporation			
2.520%, 2026-08-25	875,000	835,032	874,997
2.430%, 2029-12-11	800,000	714,275	781,009
		5,702,483	5,858,062
Total Canadian Government Bonds		204,821,789	211,041,100
Corporate Bonds			
Allied Properties Real Estate Investment Trust			
3.113%, 2027-04-08	700,000	650,650	698,878
AltaGas			
2.075%, 2028-05-30	150,000	130,020	146,552
Bank of Montreal			
2.700%, 2026-12-09	630,000	664,988	630,558
3.190%, 2028-03-01	2,000,000	1,922,660	2,005,726
5.039%, 2028-05-29	485,000	485,000	500,262
4.537%, 2028-12-18	300,000	307,308	308,221
Bank of Nova Scotia			
3.100%, 2028-02-02	2,550,000	2,439,248	2,553,182
3.807%, 2028-11-15	500,000	503,260	503,890
Bell Canada			
1.650%, 2027-08-16	1,775,000	1,696,320	1,752,568
2.200%, 2028-05-29	550,000	491,150	540,872
3.800%, 2028-08-21	1,500,000	1,507,500	1,512,777
4.550%, 2030-02-09	400,000	399,148	412,094
Canadian Imperial Bank of Commerce			
5.500%, 2028-01-14	2,925,000	2,971,075	3,021,612
3.700%, 2030-04-02	500,000	500,985	502,975
Capital Power Corporation			
5.816%, 2028-09-15	875,000	920,555	916,275
3.147%, 2032-10-01	525,000	489,563	496,533
Enbridge			
5.700%, 2027-11-09	900,000	915,546	927,522
4.900%, 2028-05-26	250,000	249,968	256,781
Enbridge Gas			
2.370%, 2029-08-09	550,000	495,336	535,505
Fortis			
2.180%, 2028-05-15	2,075,000	1,847,243	2,040,619
4.431%, 2029-05-31	900,000	908,205	923,974
Hydro One			
3.930%, 2029-11-30	1,025,000	1,042,835	1,045,118
Loblaw Companies			
4.488%, 2028-12-11	985,000	1,000,330	1,009,042
Manulife Bank			
3.951%, 2031-05-20	500,000	500,000	505,171

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

(Expressed in Canadian Dollars)

	Par Value	Cost $	Fair Value $
Corporate Bonds (continued)			
Manulife Financial Corporation			
5.409%, 2033-03-10	1,500,000	1,485,300	1,550,620
5.054%, 2034-02-23	500,000	517,750	518,607
National Bank of Canada			
3.441%, 2031-10-21	2,000,000	1,970,000	1,983,444
RioCan Real Estate Investment Trust			
2.829%, 2028-11-08	1,425,000	1,237,813	1,405,262
4.628%, 2029-05-01	930,000	891,558	953,625
Rogers Communications			
3.650%, 2027-03-31	2,590,000	2,503,229	2,599,254
4.400%, 2028-11-02	500,000	508,600	509,635
3.250%, 2029-05-01	825,000	734,343	819,858
Royal Bank of Canada			
3.985%, 2031-07-22	1,450,000	1,467,545	1,470,433
3.572%, 2031-12-09	1,020,000	1,003,201	1,017,405
4.464%, 2035-10-17	855,000	857,052	878,573
SmartCentres Real Estate Investment Trust			
3.192%, 2027-06-11	1,300,000	1,271,586	1,300,389
3.599%, 2029-06-12	400,000	395,680	397,814
Sun Life Financial			
2.800%, 2033-11-21	1,900,000	1,716,780	1,872,916
Telus Corporation			
2.750%, 2026-07-08	1,116,000	1,078,344	1,116,133
2.350%, 2028-01-27	1,200,000	1,068,264	1,184,578
4.800%, 2028-12-15	500,000	514,000	515,497
3.300%, 2029-05-02	500,000	493,200	498,766
Toronto-Dominion Bank			
4.680%, 2029-01-08	990,000	968,516	1,021,611
Total Corporate Bonds		43,721,654	45,361,127
Total Bonds		248,543,443	256,402,227
Money Market Securities			
Manitoba Treasury Bills			
2026-09-02	275,000	273,435	273,435
Newfoundland and Labrador Treasury Bills			
2026-07-30	275,000	273,416	273,416
Ontario Treasury Bills			
2026-08-12	5,790,000	5,756,939	5,756,939
Province of Alberta, notes			
2026-07-17	2,580,000	2,560,099	2,560,099
Province of British Columbia, notes			
2026-08-07	115,000	114,115	114,115
2026-08-24	1,760,000	1,748,349	1,748,349
2026-09-17	8,865,000	8,805,427	8,805,427

(Expressed in Canadian Dollars)

	Par Value	Cost $	Fair Value $
Money Market Securities (continued)			
Province of British Columbia, notes			
2026-11-02	2,050,000	2,033,190	2,033,190
Province of Ontario, notes			
2026-07-13	430,000	585,567	606,203
2026-07-29	3,510,000	4,756,204	4,933,334
2026-08-04	9,830,000	13,262,033	13,816,146
2026-08-28	1,675,000	2,297,867	2,354,873
2026-09-14	3,390,000	4,702,430	4,764,364
Province of Quebec, notes			
2026-07-30	1,820,000	2,454,135	2,557,231
2026-08-24	1,200,000	1,642,214	1,685,993
Quebec Treasury Bills			
2026-08-14	330,000	328,169	328,169
2026-08-21	225,000	223,742	223,742
2026-08-28	4,020,000	3,997,810	3,997,810
2026-09-04	855,000	850,084	850,084
2026-09-18	265,000	263,545	263,545
Total Money Market Securities		56,928,770	57,946,464
Portfolio Transaction Costs Included in the Securities' Cost		(413,607)	
Total Investments		595,382,510	815,281,919

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

1. Establishment of the fund

The Letko Brosseau Balanced Fund / Letko Brosseau Fonds équilibré (the "Fund") 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 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, 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.

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.

3. Material accounting policy information (continued)

Financial instruments (continued)

Fair value (continued)

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.

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.

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.

(Expressed in Canadian Dollars)

3. Material accounting policy information (continued)

Use of estimates, judgments and assumptions (continued)

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. Interests in unconsolidated structured entities

The Fund holds redeemable Series O units (previously Series I) in the Letko Brosseau Emerging Markets Equity Fund, an investment fund which is also managed by Letko, Brosseau & Associates Inc. The units held can be redeemed daily. The Letko Brosseau Emerging Markets Equity Fund's investment objective is to optimize returns by way of capital appreciation and generate investment income through an internationally well-diversified portfolio comprised primarily of publicly traded companies exposed to more rapidly growing developing economies. This fund is financed entirely through capital provided by its investors. As at June 30, 2026, the net assets attributable to holders of redeemable units of Letko Brosseau Emerging Markets Equity Fund are $2,687,620,436 (December 31, 2025: $2,316,069,515) and the Fund's maximum exposure to loss is $100,540,744 (December 31, 2025: $91,357,268), which is equivalent to the fair value of the investment held.

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.

Prior to March 5th, 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)

6. Redeemable units in circulation (continued)

Accordingly, as a result of the redesignation and creation of new units, the Fund offered 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	36,096,554	-
Number of redeemable units issued and redeemed during the period		
Issued for cash and other consideration	1,571,775	46
Issued on reinvestment of distributions	624,531	-
Redeemed	(1,025,238)	-
Number of redeemable units in circulation, end of period	37,267,622	46

	December 31, 2025
	Series O
Number of redeemable units in circulation, beginning of year	34,395,191
Number of redeemable units issued and redeemed during the year	
Issued for cash and other consideration	1,736,870
Issued on reinvestment of distributions	2,720,987
Redeemed	(2,756,494)
Number of redeemable units in circulation, end of year	36,096,554

7. 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)

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 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	24,000
Issued on reinvestment of distributions	45,993	1,279,702
Redeemed	-	(431)
	46,993	1,303,271

June 30, 2025	Manager $	Other related parties $
Redeemable units issued and redeemed		
Issued for cash and other consideration	-	21,950
Issued on reinvestment of distributions	46,291	1,287,188
Redeemed	-	(304)
	46,291	1,308,834

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	2,706,706	2,205,319
Other related parties	75,296,469	61,322,481
	78,003,175	63,572,800

(Expressed in Canadian Dollars)

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.

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	105,064,519	136,389,866
Total collateral held	107,165,815	139,119,635

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	89,054	95,777
Securities lending charges	(35,622)	(38,311)
Net securities lending income	53,432	57,466
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 Series O and I unitholders.

The Manager charges the Fund a management fee equal to 0.50% 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.

12. Income taxes

In accordance with provisions of the Income Tax Act (Canada) and the Quebec Taxation Act, the Fund qualifies as a mutual fund trust and has elected to choose a December 15th taxation year-end. The Fund 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 a sufficient portion of net realized taxable capital gains to eliminate the income taxes.

(Expressed in Canadian Dollars)

13. Risks associated with financial instruments

Analysis of risk management

The Fund has as its objective to generate income and capital appreciation through the creation of a well-diversified portfolio balanced between equity and fixed income instruments. The fixed income portion primarily comprises Canadian government and corporate bonds. The equity portion primarily comprises publicly traded equities diversified across countries, industries and companies. The Manager regularly monitors the relative weighting of individual equity and fixed income instruments, sectors, and countries, and also takes into account the market capitalization and liquidity of each security.

When the Fund invests in other investment funds, it may be indirectly exposed to risks related to the financial instruments held by these funds, according to their investment objectives and the type of securities they hold.

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 majority of the credit risk to which the Fund is exposed to arises from its investments in debt securities. The Manager is of the opinion that the credit risk associated with these investments in debt securities is limited given that the Fund invests in issuers with high credit ratings. The Fund holds bonds for which the credit rating breakdown is as follows:

Bonds by credit rating	June 30, 2026 % of net assets	December 31, 2025 % of net assets
AAA	8.75	9.92
AA	9.12	6.47
A	10.55	11.18
BBB	2.83	3.27

Credit ratings attributed to money market securities are not presented above since the related credit risk is insignificant given their short-term maturities.

The Fund is not exposed to credit risk through its investment in the Letko Brosseau Emerging Markets Equity Fund given that this fund's holdings in debt securities are not significant.

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.

(Expressed in Canadian Dollars)

13. Risks associated with financial instruments (continued)

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.

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 $
FTSE Canada 91 Day T-Bill Total Return Index	0.25	144,000	170,000
FTSE Canada Universe Bond Total Return Index	1.00	2,564,000	2,253,000
S&P/TSX Composite Total Return Capped Index	3.00	3,593,000	3,360,000
MSCI All Country World Total Return Net Index	3.00	11,447,000	9,610,000

(Expressed in Canadian Dollars)

13. Risks associated with financial instruments (continued)

Market risks (continued)

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
U.S. dollars	26.52	25.41
Euros	8.92	8.18
Other currencies representing less than 5% individually	14.45	14.95

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 $12,275,000 (December 31, 2025: of $10,632,000).

The currency distribution presented above and the calculated variation take into account the Fund's investment in the Letko Brosseau Emerging Markets Equity Fund which holds investments in foreign currencies.

Interest rate risk

The Fund is exposed to interest rate risk primarily on its bonds with maturity dates as follows:

Bonds by maturity date	June 30, 2026 $	December 31, 2025 $
Less than 1 year	31,393,477	23,948,521
1 to 5 years	84,418,455	105,033,821
5 to 10 years	131,628,561	87,506,407
More than 10 years	8,961,734	8,562,927
Total	256,402,227	225,051,676

As at June 30, 2026, an increase or decrease of 1% in interest rates, with all other variables being equal, would have resulted in a downward or upward variation of the Fund's investments and net assets in the approximate amount of $11,195,000 (December 31, 2025: $8,415,000). Interest rate fluctuations have an insignificant impact on money market securities given their short-term maturities.

The Fund's investments in equities are also 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)

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.

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, excluding investment fund	400,392,484	-	-	400,392,484
Investment fund	-	100,540,744	-	100,540,744
Bonds	205,183,038	51,219,189	-	256,402,227
Money market securities	-	57,946,464	-	57,946,464
	605,575,522	209,706,397	-	815,281,919

December 31, 2025	Level 1 $	Level 2 $	Level 3 $	Total $
Equities, excluding investment fund	342,362,868	-	-	342,362,868
Investment fund	-	91,357,268	-	91,357,268
Bonds	174,057,316	50,994,360	-	225,051,676
Money market securities	-	68,271,624	-	68,271,624
	516,420,184	210,623,252	-	727,043,436

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.

15. Reclassification

Certain comparative figures have been reclassified in the cash flow statement to reflect the presentation adopted in the current period. Amounts receivable and payable as at June 30, 2025 for investment activities and activities related to redeemable units have been reclassified against items reflecting cash flows. The net effect on cash flows from operating activities and financing activities is not significant.

In addition, unrealized gains and losses on foreign exchange effects classified as the effect of exchange rate changes on foreign cash have been reclassified against proceeds from the sale or maturity of investments.