



Financial Statements

Lincluden Balanced Fund

Periods ended June 30, 2026 and 2025 (Unaudited)

Lincluden Balanced Fund

Statements of Financial Position

As at	June 30, 2026	December 31, 2025
	\$	\$
ASSETS		
Non-derivative financial assets <i>[note 10]</i>	121,144,573	109,112,223
Cash	375,996	591,513
Receivable for investments sold	7,448	-
Subscriptions receivable	453,000	500
Interest receivable	229,272	239,400
Dividends receivable	214,749	200,366
Derivative assets <i>[note 7]</i>	-	25,495
Prepaid expenses	13,304	30,043
Total assets	122,438,342	110,199,540
LIABILITIES		
Payable for investments purchased	1,845,523	-
Redemptions payable	7,929	5,758
Accrued management fees	39,229	38,135
Other accrued expenses	17,425	16,568
Distributions payable to holders of redeemable units	11,854	109,104
Derivative liabilities <i>[note 7]</i>	56,293	-
Total liabilities	1,978,253	169,565
Net assets attributable to holders of redeemable units	120,460,089	110,029,975
Net assets attributable to holders of redeemable units per class		
Series A	11,366,143	12,638,471
Series O	23,890,136	22,370,466
Series F	85,203,810	75,021,038
Units outstanding by Series <i>[note 6]</i>		
Series A	535,850	639,004
Series O	1,157,235	1,160,711
Series F	4,048,389	3,818,595
Net assets attributable to holders of redeemable units per unit <i>[note 4]</i>		
Series A	21.21	19.78
Series O	20.64	19.27
Series F	21.05	19.65

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

On behalf of the Fund Manager,
Morguard Lincluden Global Investments Limited, as Trustee:



Paula Darling
Vice President



Scott Connell
Sr. Vice-President & UDP

Lincluden Balanced Fund

Statements of Comprehensive Income

For the periods ended June 30	2026 \$	2025 \$
INCOME		
Interest for distribution purposes	777,297	674,902
Dividend income	890,289	936,777
Other changes in fair value of investments and derivatives		
Net realized gain (loss) on investments	4,439,929	2,862,058
Net realized gain (loss) on derivatives	22,472	(14,225)
Net foreign exchange gain (loss) on cash	2,415	(12,533)
Net other gain (loss)	(5,195)	26,082
Change in unrealized on foreign exchange gain (loss) on cash	2,056	(6,576)
Change in unrealized appreciation (depreciation) of investments and derivatives	3,356,365	528,194
	9,485,628	4,994,679
EXPENSES [note 8]		
Management fees	197,312	178,181
Audit fees	22,811	23,088
Operating fees	28,622	-
Custodial and administrative fees	13,646	12,779
Independent review committee fees	17,356	17,356
Recordkeeping and accounting	39,539	40,939
Commissions and other portfolio transaction costs	9,793	9,590
Withholding expenses	72,736	70,430
Harmonized sales tax	38,560	33,148
Other expenses	669	-
	441,044	385,511
Expenses waived or absorbed by manager [note 8]	(110,023)	(68,814)
	331,021	316,697
Increase in net assets attributable to holders of redeemable units	9,154,607	4,677,982
Increase in net assets attributable to holders of redeemable units per class		
Series A	825,668	398,893
Series O	1,897,394	1,035,640
Series F	6,431,545	3,243,449
Increase in net assets attributable to holders of redeemable units per unit		
Series A	1.48	0.72
Series O	1.64	0.89
Series F	1.65	0.87

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Lincluden Balanced Fund

Statements of changes in net assets attributable to holders of redeemable units

For the periods ended June 30

Series A	2026 \$	2025 \$
Net assets attributable to holders of redeemable units at beginning of period	12,638,471	10,446,478
Increase in net assets attributable to holders of redeemable units	825,668	398,893
Distributions paid or payable to holders of redeemable units		
From net investment income	(27,826)	(51,420)
Total distributions to holders of redeemable units	(27,826)	(51,420)
Redeemable unit transactions <i>[note 6]</i>		
Amount received from the issuance of units	53	71
Amount received from reinvestment of distributions	27,826	45,174
Amount paid on redemptions of units	(2,098,049)	(40,403)
Net increase (decrease) from redeemable unit transactions	(2,070,170)	4,842
Net increase (decrease) in net assets attributable to holders of redeemable units	(1,272,328)	352,315
Net assets attributable to holders of redeemable units at end of period	11,366,143	10,798,793

Series O	2026 \$	2025 \$
Net assets attributable to holders of redeemable units at beginning of period	22,370,466	21,527,715
Increase in net assets attributable to holders of redeemable units	1,897,394	1,035,640
Distributions paid or payable to holders of redeemable units		
From net investment income	(311,588)	(334,620)
Total distributions to holders of redeemable units	(311,588)	(334,620)
Redeemable unit transactions <i>[note 6]</i>		
Amount received from the issuance of units	14,600	149,773
Amount received from reinvestment of distributions	300,779	322,959
Amount paid on redemptions of units	(381,515)	(441,676)
Net increase (decrease) from redeemable unit transactions	(66,136)	31,056
Net increase in net assets attributable to holders of redeemable units	1,519,670	732,076
Net assets attributable to holders of redeemable units at end of period	23,890,136	22,259,791

Lincluden Balanced Fund

Statements of changes in net assets attributable to holders of redeemable units

Series F	2026 \$	2025 \$
Net assets attributable to holders of redeemable units at beginning of period	75,021,038	68,921,398
Increase in net assets attributable to holders of redeemable units	6,431,545	3,243,449
Distributions paid or payable to holders of redeemable units		
From net investment income	(972,146)	(983,290)
Total distributions to holders of redeemable units	(972,146)	(983,290)
Redeemable unit transactions [note 6]		
Amount received from the issuance of units	6,100,643	3,281,986
Amount received from reinvestment of distributions	958,705	983,288
Amount paid on redemptions of units	(2,335,975)	(3,901,449)
Net increase from redeemable unit transactions	4,723,373	363,825
Net increase in net assets attributable to holders of redeemable units	10,182,772	2,623,984
Net assets attributable to holders of redeemable units at end of period	85,203,810	71,545,382

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

Lincluden Balanced Fund

Statements of Cash Flows

For the periods ended June 30

	2026 \$	2025 \$
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable units	9,154,607	4,677,982
Adjustments for:		
Change in unrealized on foreign exchange (gain) loss on cash	(2,056)	6,576
Net realized (gain) loss on sale of investments	(4,439,929)	(2,862,058)
Net change in unrealized (appreciation) depreciation of investments and derivatives	(3,356,365)	(528,194)
Purchase of investments	(36,803,369)	(18,093,263)
Proceeds from the sale and maturity of investments	34,487,176	17,243,292
Interest receivable	10,128	(5,316)
Dividends receivable	(14,383)	(12,318)
Prepaid expenses	16,739	38,918
Other liabilities	1,951	(36,206)
	(945,501)	429,413
Financing activities		
Amount received from the issuance of units	5,662,796	3,431,830
Amount paid on redemptions of units	(4,813,368)	(4,381,678)
Distributions paid to unitholders	(121,500)	(17,321)
	727,928	(967,169)
Change in unrealized on foreign exchange gain (loss) on cash	2,056	(6,576)
Decrease in cash during the period	(215,517)	(544,332)
Cash at the beginning of the period	591,513	829,048
Cash at the end of the period	375,996	284,716
Interest received	787,425	669,586
Dividends received, net of withholding taxes	803,170	854,029

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

Lincluden Balanced Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2026

	Number of Shares/ Par Value	Average Cost (\$)	Fair Value (\$)
COMMON SHARES — 57.50%			
CANADIAN EQUITIES — 28.70%			
Communications Services — 1.30%			
BCE Inc.	26,487	1,358,274	809,178
Cogeco Communications Inc.	599	39,069	37,953
Rogers Communications Inc., Class 'B'	14,526	751,159	670,229
		2,148,502	1,517,360
Consumer Discretionary — 3.00%			
Boyd Group Services Inc.	8,419	1,513,918	1,130,587
Doman Building Materials Group Ltd.	3,370	26,303	38,452
Gildan Activewear Inc.	11,725	597,294	857,332
Magna International Inc.	7,087	487,527	660,934
Martinrea International Inc.	3,107	30,101	31,070
Restaurant Brands International Inc.	8,471	644,252	871,412
		3,299,395	3,589,787
Consumer Staples — 2.90%			
Alimentation Couche-Tard Inc.	12,181	638,636	1,101,163
Empire Co. Ltd., Class 'A'	12,166	478,123	604,285
North West Co. Inc. (The)	14,289	679,448	705,591
Premium Brands Holdings Corp.	12,913	1,149,694	1,085,983
		2,945,901	3,497,022
Energy — 4.20%			
Advantage Energy Ltd.	5,256	46,850	54,189
Canadian Natural Resources Ltd.	18,212	719,428	1,022,058
Gibson Energy Inc.	2,303	52,099	66,165
Kraken Robotics Inc.	10,217	22,905	64,776
Logan Energy Corp. of Canada	71,035	53,783	59,669
Pason Systems Inc.	4,239	53,951	52,267
Pembina Pipeline Corp.	19,028	849,051	1,248,617
Peyto Exploration & Development Corp.	3,339	42,717	79,001
Suncor Energy Inc.	13,245	423,255	1,010,594
TC Energy Corp.	14,122	730,393	1,326,338
TerraVest Industries Inc.	387	47,580	44,927
		3,042,012	5,028,601
Financial Services — 7.60%			
Bank of Nova Scotia (The)	12,045	865,637	1,484,787
Brookfield Corp., Class 'A'	17,623	596,994	1,066,368
Brookfield Wealth Solutions Ltd.	680	28,299	41,099
FirstService Corp.	2,794	614,339	563,466
Intact Financial Corp.	3,036	664,903	888,668
Olympia Financial Group Inc.	437	44,955	46,186
Onex Corp.	396	37,324	42,000
Royal Bank of Canada	8,984	860,839	2,638,421
Toronto-Dominion Bank (The)	14,100	917,600	2,431,404
		4,630,890	9,202,399
Health Care — 0.10%			
Extencicare Inc.	2,207	66,440	77,399
		66,440	77,399
Industrials — 4.60%			
Badger Infrastructure Solutions Ltd.	6,166	247,432	573,561
Canadian National Railway Co.	11,483	1,372,943	1,943,498
D2L Inc.	6,581	61,128	67,258

Lincluden Balanced Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2026

	Number of Shares/ Par Value	Average Cost (\$)	Fair Value (\$)
Finning International Inc.	11,365	434,069	1,138,545
Hammond Power Solutions Inc.	2,551	232,969	885,733
WSP Global Inc.	5,039	877,979	886,108
		3,226,520	5,494,703
Information Technology — 2.80%			
Calian Group Ltd.	483	20,589	40,818
CGI Inc.	10,946	1,086,122	1,003,420
Computer Modelling Group Ltd.	119,260	853,750	426,951
Constellation Software Inc.	450	1,036,457	1,201,500
Descartes Systems Group Inc.	6,735	675,307	661,579
Evertz Technologies Ltd.	2,582	34,372	49,316
Gatekeeper Systems Inc.	39,779	32,076	53,702
		3,738,673	3,437,286
Materials — 2.20%			
AirBoss of America Corp.	5,639	33,860	38,909
Artemis Gold Inc.	2,259	25,166	70,503
CCL Industries Inc., Class 'B'	10,906	643,158	1,008,478
K92 Mining Inc.	2,477	31,240	55,138
Major Drilling Group International Inc.	97,586	881,510	1,470,621
Wesdome Gold Mines Ltd.	2,245	24,983	54,666
		1,639,917	2,698,315
TOTAL CANADIAN EQUITIES		24,738,250	34,542,872
UNITED STATES EQUITIES — 17.90%			
Communications Services — 2.40%			
Alphabet Inc., Class 'A'	3,304	364,284	1,674,599
Verizon Communications Inc.	8,983	517,096	539,418
Walt Disney Co. (The)	4,997	681,931	682,123
		1,563,311	2,896,140
Consumer Discretionary — 2.00%			
Gentex Corp.	14,079	531,554	504,580
Home Depot Inc. (The)	1,464	596,251	732,276
TJX Cos. Inc. (The)	2,615	194,746	561,871
Tractor Supply Co.	12,435	437,402	557,472
		1,759,953	2,356,199
Consumer Staples — 1.40%			
Costco Wholesale Corp.	449	337,180	595,702
Walmart Inc.	7,122	417,625	1,144,014
		754,805	1,739,716
Energy — 0.60%			
EOG Resources Inc.	3,809	540,579	700,816
		540,579	700,816
Financial Services — 5.40%			
American Tower Corp.	2,852	761,957	661,616
Bank of America Corp.	11,976	382,860	967,803
Citigroup Inc.	3,733	286,856	740,994
JPMorgan Chase & Co.	1,455	305,396	675,463
Morgan Stanley	3,468	206,521	1,028,162
U.S. Bancorp	14,564	827,041	1,247,586
Visa Inc., Class 'A'	2,399	1,086,628	1,167,323
		3,857,259	6,488,947

Lincluden Balanced Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2026

	Number of Shares/ Par Value	Average Cost (\$)	Fair Value (\$)
Health Care — 3.30%			
Johnson & Johnson	1,992	328,926	717,504
Pfizer Inc.	23,252	952,571	794,090
Thermo Fisher Scientific Inc.	1,633	957,069	1,161,151
UnitedHealth Group Inc.	2,243	1,087,449	1,322,175
		3,326,015	3,994,920
Industrials — 1.00%			
Jacobs Solutions Inc.	6,777	1,165,507	1,211,047
		1,165,507	1,211,047
Information Technology — 1.80%			
Cisco Systems Inc.	6,280	339,453	1,046,170
Microsoft Corp.	2,076	583,301	1,098,278
		922,754	2,144,448
TOTAL UNITED STATES EQUITIES			21,532,233
INTERNATIONAL EQUITIES — 10.90%			
Australia — 0.00%			
Champion Iron Ltd.	9,766	47,365	38,185
		47,365	38,185
Finland — 0.50%			
Nordea Bank ABP	22,659	280,126	609,531
		280,126	609,531
France — 2.70%			
Compagnie Generale des Etablissements Michelin	11,428	484,017	625,016
Orange SA, ADR	23,123	398,345	617,187
Sanofi SA, ADR	9,622	569,573	582,155
Thales SA	1,644	268,193	598,887
Vinci SA	4,133	500,394	855,940
		2,220,522	3,279,185
Germany — 2.40%			
Henkel AG & Co. KGaA	7,851	795,202	880,396
SAP SE	4,070	796,492	883,784
Siemens AG, ADR	4,861	480,224	1,109,332
		2,071,918	2,873,512
Israel — 0.00%			
Zoomd Technologies Ltd.	34,763	56,361	17,208
		56,361	17,208
Italy — 0.70%			
Prysmian SPA	3,423	166,489	810,132
		166,489	810,132
Japan — 1.00%			
Murata Manufacturing Co. Ltd.	11,855	263,623	1,178,315
		263,623	1,178,315
Netherlands — 1.40%			
ING Groep NV, ADR	19,425	261,731	864,503

Lincluden Balanced Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2026

	Number of Shares/ Par Value	Average Cost (\$)	Fair Value (\$)
Wolters Kluwer NV	9,748	1,014,711	891,558
		1,276,442	1,756,061
Spain — 0.60%			
Amadeus IT Group SA	8,612	819,388	712,856
		819,388	712,856
United Kingdom — 1.60%			
Diageo PLC, ADR	7,633	1,180,006	870,154
GSK PLC, ADR	7,861	494,509	584,423
Shell PLC, ADR	4,373	380,042	480,904
		2,054,557	1,935,481
TOTAL INTERNATIONAL EQUITIES		9,256,791	13,210,466
TOTAL EQUITIES		47,885,224	69,285,571
BONDS — 39.60%			
Government of Canada — 8.80%			
Canada Housing Trust No. 1, Floating Rate, 2.642%, 15/09/27	80,000	80,172	80,179
Government of Canada, 2.500%, 01/12/32	7,110,000	6,663,190	6,847,655
Government of Canada, 3.250%, 01/06/35	2,200,000	2,179,653	2,191,120
Government of Canada, 1.750%, 01/12/53	780,000	533,004	511,169
Government of Canada, 2.750%, 01/12/55	1,190,000	962,190	973,911
		10,418,209	10,604,034
Provincial Government — 12.30%			
OMERS Finance Trust, 1.550%, 21/04/27	190,000	189,812	188,406
Province of British Columbia, 2.200%, 18/06/30	440,000	436,418	425,593
Province of British Columbia, 4.600%, 18/06/57	1,070,000	1,055,583	1,075,166
Province of Ontario, 2.700%, 02/06/29	329,942	355,746	327,465
Province of Ontario, 2.050%, 02/06/30	2,425,000	2,224,983	2,333,012
Province of Ontario, 3.750%, 02/06/32	2,160,000	2,122,975	2,211,643
Province of Ontario, 3.750%, 02/12/53	2,880,000	2,517,894	2,537,778
Province of Quebec, 2.300%, 01/09/29	1,545,000	1,514,311	1,512,722
Province of Quebec, 3.600%, 01/09/33	1,455,000	1,357,590	1,465,189
Province of Quebec, 4.400%, 01/12/55	2,105,000	2,007,436	2,045,576
Province of Saskatchewan, Series 'GC', 4.750%, 01/06/40	700,000	710,241	744,406
		14,492,989	14,866,956

Lincluden Balanced Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2026

	Number of Shares/ Par Value	Average Cost (\$)	Fair Value (\$)
TOTAL UNITED STATES EQUITIES			21,532,233
Aéroports de Montréal, Series 'R', Callable, 3.030%, 21/04/50	230,000	168,201	178,118
City of Toronto, 2.650%, 09/11/29	220,000	239,624	217,159
Greater Toronto Airports Authority, Series '97-3', 6.450%, 03/12/27	30,000	40,286	31,413
Greater Toronto Airports Authority, Callable, 3.260%, 01/06/37	430,000	358,749	395,918
Regional Municipality of York, 1.700%, 27/05/30	130,000	129,869	123,133
		936,729	945,741
Corporate Bonds — 15.80%			
407 International Inc., Callable, 2.430%, 04/05/27	365,000	383,966	364,166
407 International Inc., 5.960%, 03/12/35	160,000	172,816	182,174
407 International Inc., Callable, 4.540%, 09/10/54	230,000	215,248	219,157
Alectra Inc., Series 'A', Callable, 2.488%, 17/05/27	135,000	135,000	134,607
AltaGas Ltd., Callable, 3.980%, 04/10/27	175,000	175,680	176,392
AltaGas Ltd., Callable, 2.075%, 30/05/28	80,000	80,000	78,161
AltaLink L.P., Callable, 5.249%, 22/09/36	160,000	163,618	173,435
Bank of Montreal, Callable, 4.709%, 07/12/27	830,000	813,127	847,041
Bank of Montreal, Variable Rate, Callable, 3.731%, 03/06/31	460,000	462,465	462,205
Bank of Nova Scotia (The), Variable Rate, Callable, 3.575%, 01/05/30	860,000	860,000	862,411
Bank of Nova Scotia (The), Variable Rate, Callable, 4.442%, 15/11/35	90,000	89,996	92,161
Bell Canada, 2.500%, 14/05/30	36,000	35,909	34,747
Bell Canada, Callable, 5.150%, 09/02/53	180,000	180,990	175,959
Canadian Imperial Bank of Commerce, Variable Rate, Callable, 3.900%, 20/06/31	1,450,000	1,462,613	1,464,351
Canadian National Railway Co., Callable, 3.200%, 31/07/28	130,000	129,405	130,091
Canadian National Railway Co., Callable, 3.000%, 08/02/29	50,000	49,769	49,777
Canadian National Railway Co., Callable, 4.200%, 10/06/35	35,000	34,941	35,191
Canvas Cards Trust, Series 'B', 4.335%, 15/06/29	235,000	235,000	235,925
Canvas Cards Trust, Series 'C', 5.935%, 15/06/29	520,000	520,000	521,656
CCL Industries Inc., Series '1', Callable, 3.864%, 13/04/28	40,000	40,000	40,239
CHIP Mortgage Trust, Callable, 4.066%, 28/08/31	480,000	480,896	483,898
Choice Properties REIT, Series 'M', Callable, 3.532%, 11/06/29	225,000	227,777	225,212
CU Inc., 4.543%, 24/10/41	165,000	154,734	162,935
Enbridge Inc., Callable, 2.990%, 03/10/29	355,000	335,369	350,379
Enbridge Inc., Callable, 3.100%, 21/09/33	275,000	231,605	260,044
Enbridge Inc., Series 'C', Variable Rate, Callable, 6.625%, 12/04/78	70,000	75,894	73,207
ENMAX Corp., Series '4', Callable, 3.836%, 05/06/28	60,000	60,000	60,471
FortisBC Energy Inc., Callable, 3.375%, 13/04/45	170,000	132,515	139,902
Genworth MI Canada Inc., Callable, 2.955%, 01/03/27	75,000	74,999	74,980
Glacier Credit Card Trust, Series '22-1', 4.958%, 20/09/27	530,000	541,305	541,404
Glacier Credit Card Trust, Series '2', 4.565%, 20/09/31	435,000	435,000	436,775
Great-West Lifeco Inc., Callable, 3.337%, 28/02/28	65,000	65,000	65,155
Great-West Lifeco Inc., Callable, 2.379%, 14/05/30	150,000	150,000	145,608
Hydro One Inc., Callable, 4.390%, 01/03/34	125,000	128,603	129,163
Hydro One Inc., 4.390%, 26/09/41	305,000	282,491	296,765
Hydro One Inc., Callable, 3.100%, 15/09/51	165,000	127,613	123,529
Hydro One Inc., Callable, 4.850%, 30/11/54	140,000	137,281	140,201
Inter Pipeline Ltd., Callable, 4.232%, 01/06/27	74,000	74,000	74,547
Keyera Corp., Series '9', Callable, 3.942%, 15/07/31	450,000	451,044	450,912
Loblaw Cos. Ltd., Callable, 2.284%, 07/05/30	30,000	30,000	28,971
Manulife Financial Corp., Series '1', Variable Rate, Callable, 5.883%, 19/06/81	145,000	145,000	145,332
MCAP Commercial L.P., Callable, 3.384%, 26/11/27	330,000	329,677	329,922
MCAP Commercial L.P., Callable, 4.816%, 04/03/30	330,000	335,415	335,731
Metro Inc., Callable, 3.390%, 06/12/27	205,000	204,879	205,681
NAV Canada, Callable, 2.924%, 29/09/51	160,000	116,043	118,621
North West Redwater Partnership / NWR Financing Co. Ltd., Series 'J', Callable, 2.800%, 01/06/27	95,000	94,110	94,878

Lincluden Balanced Fund

SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2026

	Number of Shares/ Par Value	Average Cost (\$)	Fair Value (\$)
North West Redwater Partnership / NWR Financing Co. Ltd., Series 'H', Callable, 4.150%, 01/06/33	215,000	217,195	217,882
North West Redwater Partnership / NWR Financing Co. Ltd., Series 'I', Callable, 4.350%, 10/01/39	270,000	242,916	264,103
Pembina Pipeline Corp., Series '10', Callable, 4.020%, 27/03/28	540,000	542,274	545,523
Pembina Pipeline Corp., Series '15', Callable, 3.310%, 01/02/30	50,000	49,962	49,574
Pembina Pipeline Corp., Series '11', Callable, 4.750%, 26/03/48	100,000	92,290	93,529
Reliance L.P., Callable, 2.680%, 01/12/27	60,000	59,989	59,554
Rogers Communications Inc., Callable, 3.750%, 15/04/29	405,000	406,036	407,268
Royal Bank of Canada, Variable Rate, Callable, 4.000%, 17/10/30	780,000	787,991	791,664
Royal Bank of Canada, Series '31', Variable Rate, Callable, 4.140%, 05/05/36	1,000,000	999,990	1,006,939
Sun Life Financial Inc., Variable Rate, Callable, 2.580%, 10/05/32	40,000	39,985	39,851
Sun Life Financial Inc., Series '21-1', Variable Rate, Callable, 3.600%, 30/06/81	70,000	70,000	69,388
TELUS Corp., Callable, 3.625%, 01/03/28	240,000	241,080	241,208
TELUS Corp., Callable, 4.750%, 17/01/45	180,000	154,269	172,791
Toronto-Dominion Bank (The), Variable Rate, Callable, 4.002%, 31/10/30	1,600,000	1,614,637	1,623,108
Toronto-Dominion Bank (The), Variable Rate, Callable, 4.208%, 16/06/36	245,000	244,983	247,186
Toronto-Dominion Bank (The), Series '7', Variable Rate, Convertible Bonds, Callable, 5.918%, 31/07/86	545,000	545,000	548,754
TransCanada PipeLines Ltd., Callable, 4.609%, 24/06/36	380,000	380,000	383,733
TransCanada PipeLines Ltd., Callable, 5.357%, 24/06/56	260,000	260,000	264,909
Westcoast Energy Inc., Series 'W', 7.300%, 18/12/26	125,000	122,360	127,443
WSP Global Inc., Callable, 4.120%, 12/09/29	45,000	45,000	45,696
		18,777,750	18,974,172
International — 1.90%			
Amazon.com Inc., Callable, 5.000%, 12/06/56	735,000	731,832	739,535
United States Treasury Bond, 3.625%, 15/02/53	1,310,000	1,528,135	1,493,148
		2,259,967	2,232,683
TOTAL BONDS			
		46,885,644	47,623,586
SHORT-TERM INVESTMENTS — 3.50%			
Government of Canada Treasury Bill, 2.280%, 26/08/26	670,000	666,227	667,663
Government of Canada Treasury Bill, 2.280%, 09/09/26	1,420,000	1,411,579	1,413,860
Government of Canada Treasury Bill, 2.250%, 23/09/26	1,570,000	1,560,785	1,561,922
United States Government Treasury Bill, 3.670%, 09/07/26	100,000	136,887	141,712
United States Government Treasury Bill, 3.695%, 17/09/26	320,000	447,438	450,259
		4,222,916	4,235,416
TRANSACTION COSTS			
		(15,363)	
TOTAL INVESTMENT PORTFOLIO — 100.60%			
		98,978,421	121,144,573
DERIVATIVE LIABILITIES — (0.00)%			
			(56,293)
OTHER ASSETS, NET OF LIABILITIES — (0.60)%			
			(628,191)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.00%			
			120,460,089

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

Period Ended June 30, 2026 (Unaudited)

1. ESTABLISHMENT OF THE FUND

The Lincluden Balanced Fund (the "Fund") is an open-end mutual fund trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust dated February 23, 2000. The address of the Fund's registered office is 201 City Centre Drive, Suite 201, Mississauga, Ontario. The Fund commenced operations on September 29, 2000. Morguard Lincluden Global Investments Limited (Formerly, Lincluden Investment Management Limited) acts as the Trustee and Investment Manager of the Fund (the "Fund Manager").

The investment objective of the Fund is to generate both capital appreciation and income, while maintaining a relatively low level of risk. To achieve its objectives, the Fund invests in a diverse portfolio of stocks, government and corporate bonds, and short-term instruments such as Government of Canada treasury bills.

The administration for the Fund is delegated to CIBC Mellon Trust Company.

2. BASIS OF PREPARATION

Basis of Accounting

These financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board.

These financial statements were authorized for issue by the Board of Directors of the Fund Manager on August 28, 2026

Basis of measurement

These financial statements have been prepared on a historical cost basis, except for financial assets and financial liabilities at fair value through profit or loss ("FVTPL") which are presented at fair value.

Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the Fund's functional currency. Subscriptions and redemptions in the Fund are made in Canadian dollars.

3. CHANGES IN MATERIAL ACCOUNTING POLICIES

No changes to material accounting policies.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

4. MATERIAL ACCOUNTING POLICIES

Financial Instruments

(i) Recognition, measurement and classification

Financial assets and financial liabilities at FVTPL are initially recognized on the trade date, at fair value, with transaction costs recognized in the statement of comprehensive income. All financial assets and financial liabilities are recognized on the date on which they are originated at fair value, and subsequently measured at amortized cost.

The Fund classifies financial assets and financial liabilities into the following categories:

- Financial assets at FVTPL: debt securities, equity investments and derivative financial instruments
- Financial assets at amortized cost: all other financial assets
- Financial liabilities classified at FVTPL: derivative financial instruments and securities sold short, if any
- Financial liabilities at amortized cost: all other financial liabilities.

(ii) Fair value measurement

Investments in securities listed on a public securities exchange or traded on an over-the-counter market are valued at the closing sale price. Securities with no available closing prices are valued at the last available sale or close price. In respect of any unlisted or non-exchange traded securities, or securities for which a last sale or close price are unavailable or securities for which market quotations are, in the Fund Manager's opinion, inaccurate, unreliable, or not reflective of all available material information, such securities are valued at their fair value as determined by the Fund Manager. Short-term notes are valued at cost plus accrued interest, which approximates fair value.

The Fund may enter into forward foreign exchange contracts with the intention to offset or reduce exchange rate risks associated with the investments. The value of these forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out and recorded as a derivative asset/liability in the statements of financial position. When the forward contracts are closed out or mature, realized gains or losses on forward contracts are recognized and are included in the statement of comprehensive income.

Fair value policies used for financial reporting purposes are the same as those used to measure the net asset value ("NAV") for transactions with unitholders.

(iii) Derecognition

The Fund derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all the risks and rewards of ownership and does not retain control of the financial asset. Any interest in such transferred financial assets that is created or retained by the Fund is recognised as a separate asset or liability.

The Fund derecognises a liability when its contractual obligations are discharged, cancelled or expire.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

(iv) Offsetting

Financial assets and liabilities are offset and the net amount presented in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis for gains and losses from financial instruments at fair value through profit and loss and foreign exchange gains and losses.

Cash

Cash consists of cash on deposit with financial institutions.

Investment transactions and income recognition

The Fund follows the accrual method of recording investment income and expenses. Dividends are accrued as of the ex-dividend date. Stock dividends are recorded in income based on the fair value of the security on the ex-dividend date.

The interest for distribution purposes shown on the statement of comprehensive income represents the coupon interest earned by the Fund accounted for on an accrual basis. 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 on a straight line basis.

Net realized gain (loss) on investments and Change in unrealized appreciation (depreciation) of investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero coupon bonds.

Cost of investments

The cost of investments represents the amount paid for each security and is determined on an average cost basis excluding commissions and other transaction costs.

Foreign currency translation

The fair values of foreign currency denominated investments are translated into Canadian dollars, using the prevailing rate of exchange on each valuation date. Income, expenses and investment transactions in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing on the respective dates of such transactions. Foreign exchange gains and losses are presented as foreign exchange gain (loss), except for those arising from financial instruments at fair value through profit or loss which are recognized as a component within Net realized gain (loss) on investments and Change in unrealized appreciation (depreciation) of investments in the statement of comprehensive income.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

Income taxes

The Fund presently qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada), and accordingly, is not taxed on that portion of its taxable income, which is paid or payable to unitholders at the end of the taxation year. The Fund has elected for a December 15 taxation year end. The Fund pays out sufficient net income and net realized capital gains so that it will not be subject to income taxes. Accordingly, no provision for income taxes has been made in these financial statements.

Capital losses and non-capital losses incurred by the Funds cannot be allocated to unitholders but capital losses may be carried forward indefinitely to reduce future realized capital gains and non-capital losses may be carried forward for 20 taxation years to reduce future net income for tax purposes. As at December 31, 2025, the Fund has no non-capital losses (December 31, 2024 – nil) and no capital losses carrying forward (December 31, 2024 - nil).

Certain dividend and interest income received by the Fund is subject to withholding tax imposed in the country of origin. During the period, the average withholding tax rate was 15% (December 31, 2025 – 15%).

Redeemable Units

For each Fund unit sold, the Fund receives an amount equal to the NAV per unit at the date of sale. The amount is included in net assets attributable to holders of redeemable units. Units are redeemable at the option of unitholders at their NAV on the redemption date. For each unit redeemed, net assets attributable to holders of redeemable units is reduced by the net asset value of the unit at the date of redemption. The redeemable units, which are classified as financial liabilities, are measured at the redemption amount and are considered a residual interest in the assets of the Fund after deducting all of its liabilities.

Net assets attributable to holders of redeemable units is calculated for each series of units of the Fund by taking the respective series' proportionate share of the Fund's net assets and dividing by the number of units of that class outstanding on the valuation date. The increase (decrease) in net assets attributable to holders of redeemable units per unit by series in the statements of comprehensive income represents the change in net assets attributable to holders of redeemable units from operations divided by the weighted average number of units of that series outstanding during the reporting period. Income, expenses other than management fees, and realized and unrealized capital gains (losses) are distributed amongst the different classes of units in proportion to the amount invested in them.

Receivable for investments sold/Payable for investments purchased

Amounts receivable for investments sold or payable for investments purchased represent amounts receivable or payable from/to brokers relating to transactions entered into but not yet settled for the sale or purchase of investments.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these financial statements, the Fund Manager has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively. The most significant accounting judgement and estimate that the Fund has made in preparing the financial statements is determining the fair value measurement of derivatives and investments. See note 10 for more information on the fair value measurement of the Fund's financial instruments.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

6. REDEEMABLE UNITS

The Fund is authorized to issue an unlimited number of units in Series A, Series F, Series I and Series O. Series A Units, Series F Units, Series I Units and Series O Units all have the same attributes, except that:

- (a) a different management fee may be payable by the Fund in respect of the Series A Units and Series F Units.
- (b) no management fee shall be payable by the Fund in respect of the Series I Units or Series O Units.

Further information on the rights, privileges and restrictions attaching to each Series is set out in the Fund's Declaration of Trust and Prospectus.

The Fund is required to distribute any net income and capital gains that it has earned in the year. Income earned by the Fund is distributed to unitholders at least once per year, if necessary, and these distributions are either paid in cash or reinvested by unitholders into additional units of the Fund. Distributions payable to holders of redeemable units are recognized in the statements of changes in net assets attributable to holders of redeemable units. The units of the Fund are classified as financial liabilities as there is a requirement to distribute net income and capital gains and the Fund has multiple series of units with different features. Net assets attributable to holders of redeemable shares consists of amounts paid for units, unrealized appreciation (depreciation) of investments, undistributed realized net capital gains and income, less amounts paid for redemptions.

Unit transactions for the years ended June 30, 2026 and June 30, 2025 are as follows:

	June 30, 2026	June 30, 2025
Series A	Number of Units	Number of Units
Opening	639,004	555,121
Subscriptions	3	4
Distributions reinvested	1,346	2,344
Redemptions	(104,503)	(2,145)
Closing	535,850	553,324
Average	559,186	554,371

	June 30, 2026	June 30, 2025
Series O	Number of Units	Number of Units
Opening	1,160,711	1,166,674
Subscriptions	714	7,989
Distributions reinvested	15,076	17,155
Redemptions	(19,266)	(23,569)
Closing	1,157,235	1,168,249
Average	1,154,620	1,159,233

	June 30, 2026	June 30, 2025
Series F	Number of Units	Number of Units
Opening	3,818,595	3,719,083
Subscriptions	298,147	175,799
Distributions reinvested	47,111	52,004
Redemptions	(115,464)	(208,505)
Closing	4,048,389	3,738,381
Average	3,908,494	3,749,602

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

7. FOREIGN EXCHANGE FORWARD CONTRACTS

The Fund may utilize foreign exchange forward contracts in the management of currency risk associated with its investment in non-Canadian dollar denominated securities. The objective is to protect the Fund from the possibility of capital losses on foreign currency denominated investments due to increases in the value of the Canadian dollar. However, credit and market risks associated with foreign exchange forward contracts potentially expose the Fund to losses.

Currency risks relate to the possibility that foreign exchange forward contracts change in value due to fluctuations in currency prices. The foreign exchange forward contracts are marked-to-market daily and the resulting unrealized gains or losses are recognized in the statement of net assets attributable to holders of redeemable units.

The result of employing foreign exchange forward contracts is that the foreign exchange gains and losses in the securities portfolio move substantially in opposite directions from the gains and losses in the hedging portfolio.

As at June 30, 2026 and December 31, 2025, the Fund held the following foreign exchange forward contracts.

Forward Foreign Currency Contracts

As of June 30, 2026

Currency to Deliver	Amount to Deliver	Currency to Purchase	Amount to Purchase	June 30, 2026 market value of purchase (CAD)	Unrealized Gain (Loss) (CAD)	Contract Expiry Date
USD	\$1,020,000	CAD	\$1,388,949	\$1,445,243	(\$56,293)	Jul-26
Net unrealized gain (loss) on foreign exchange forward contracts					(\$56,293)	

As at December 31, 2025, the Fund held the following foreign exchange forward contracts.

Forward Foreign Currency Contracts

Currency to Deliver	Amount to Deliver	Currency to Purchase	Amount to Purchase	December 31, 2025 market value of purchase (CAD)	Unrealized Gain (Loss) (CAD)	Contract Expiry Date
USD	\$1,065,000	CAD	\$1,486,101	\$1,460,606	\$25,495	Jan-26
Net unrealized gain (loss) on foreign exchange forward contracts					\$25,495	

Offsetting Arrangements

In the normal course of business, the Fund may enter into various master netting arrangements or other similar agreements that do not meet the criteria for offsetting in the statement of financial position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. The following table shows financial instruments that may be eligible for offset as at June 30, 2026. The "Net" column displays what the net impact would be on the statement of financial position if all amounts were offset.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

Offsetting Arrangements

As at June 30, 2026

	Amounts Offset (\$)			Amounts Not Offset (\$)		Net
Financial Assets and Liabilities	Gross Assets (Liabilities)	Gross Assets (Liabilities) Offset	Net Amounts	Financial Instruments	Cash Collateral Received (Pledged)	
Derivative assets	—	—	—	—	—	—
Derivative liabilities	(56,293)	—	(56,293)	—	—	(56,293)
Total	(56,293)	—	(56,293)	—	—	(56,293)

As at December 31, 2025

	Amounts Offset (\$)			Amounts Not Offset (\$)		Net
Financial Assets and Liabilities	Gross Assets (Liabilities)	Gross Assets (Liabilities) Offset	Net Amounts	Financial Instruments	Cash Collateral Received (Pledged)	
Derivative assets	25,495	—	25,495	—	—	25,495
Derivative liabilities	—	—	—	—	—	—
Total	25,495	—	25,495	—	—	25,495

8. RELATED PARTY TRANSACTIONS AND FUND EXPENSES

Management Fees and Other Expenses

Each series of the Fund is allocated its own expenses and its proportionate share of the Fund's expenses that are common to all series. Expenses may include legal fees, audit fees, custodial, recordkeeping and administrative fees, taxes and servicing costs. The Fund Manager may absorb some or all of these expenses. The absorbed expenses are reflected in the statement of comprehensive income and were \$110,023 for the year ended June 30, 2026 (June 30, 2025 - \$68,814). The Fund Manager may cease to absorb expenses at any time.

Management fees for Series A and Series F are charged directly to the Fund. For Series A, the management fee is 1.75% plus GST/HST. For Series F, the management fee is 0.25% plus GST/HST. As at June 30, 2026, management fees for Series A and F combined total \$197,312 (June 30, 2025 - \$178,181).

As at June 30, 2026, management fees payable for Series A and F combined is \$39,229 (December 31, 2025 - \$38,135).

For Series O, the Fund Manager receives no management fees directly from the Fund for management of the Fund, but instead charges management fees directly to unitholders. As such, the Series O management fee is not an expense of the Fund.

Independent Review Committee

The total remuneration paid to independent review committee members amounted to \$17,356 for the period ended June 30, 2026 (June 30, 2025 - \$17,356).

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

Related Party Share holdings

Directors of the Fund and employees of the Investment Manager held 22,541 redeemable units in the Fund as at June 30, 2026 (June 30, 2025 – 21,684).

9. TRANSACTION COSTS

The total brokerage fees and commissions paid on the purchase and sale of investments for the year ended June 30, 2026 amounted to \$9,793 (June 30, 2025 - \$9,590). The Fund recognizes that it has a duty to its clients to seek the most favourable execution terms that are reasonably available given the circumstances of each trade. While the ability to trade, at the best price is normally the most important consideration in determining best execution, consideration is also given to the full range and quality of a broker's services in placing brokerage including, among other things, the value of research provided as well as execution capability, commission rate, financial responsibility, and responsiveness.

The brokerage commissions paid on securities transactions may include "soft dollar" amounts, such as the value of research and other services provided by the broker. Although the Manager uses best efforts to determine the soft dollar portion of commissions paid on portfolio transactions of the Fund, the soft dollar portion, in some instances, is not ascertainable. The Fund paid soft dollar amounts of \$368.71 (June 30, 2025 – \$877) during the reported period.

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Fund's investment activities expose it to various types of risks associated with the financial instruments in which it invests directly. The Manager seeks to minimize potential adverse effects of these risks for the Fund's performance by employing professional, experienced portfolio advisors, by daily monitoring of the Fund's positions and market events, and periodically may use derivatives to hedge certain risk exposures. To assist in managing risks, the Manager maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategies, internal guidelines and securities regulations.

Please refer to the most recent prospectus and annual information form for a complete discussion of the risks attributed to an investment in the units of the Fund. Significant financial instrument risks that are relevant to the Fund and an analysis of how they are managed are presented below.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

Currency risk

The Fund invests in securities denominated in currencies other than its reporting currency, the Canadian dollar. Consequently, the Fund is exposed to risks that the exchange rate of the Canadian dollar relative to the other currencies may change in a manner which has an adverse effect on the reported value of that portion of the Fund's assets.

The table below indicates the currencies to which the Fund had significant exposure at year end, on both its trading monetary assets and liabilities as well as the underlying principal amount of foreign exchange forward contracts.

Currency Risk June 30, 2026

	Currency risk exposed holdings	Forward foreign exchange contracts	Total Exposure	As a % of Net Assets
U.S. Dollar	29,009,425	(1,445,243)	27,564,182	22.88%
Euro	6,941,621	—	6,941,621	5.76%
Japanese Yen	1,185,677	—	1,185,677	0.98%
British Pound	47,010	—	47,010	0.04%

Currency Risk December 31, 2025

	Currency risk exposed holdings	Forward foreign exchange contracts	Total Exposure	As a % of Net Assets
U.S. Dollar	27,615,936	(1,460,606)	26,155,330	23.77%
Euro	5,677,836	—	5,677,836	5.16%
Japanese Yen	1,003,779	—	1,003,779	0.91%
British Pound	46,233	—	46,233	0.04%

As at June 30, 2026, had the Canadian dollar strengthened or weakened by 5% in relation to all currencies, with all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by \$1,786,925 (December 31, 2025 - \$1,644,159). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

Interest rate risk

The Fund invests in interest-bearing securities. The income of the Fund may be affected by changes to interest rates relevant to particular securities or as a result of management being unable to secure similar returns on the sale of securities.

Interest rate risk arises on interest-bearing financial instruments held in the investment portfolio such as bonds. The Fund is exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates.

The table below summarizes the Fund's exposure to interest rate risks. It includes the Fund's assets and trading liabilities at fair values, categorized by the earlier of contractual re-pricing or maturity dates. The interest rate risk associated with short-term investments is minimal and therefore not included in the table below.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

Interest Rate Risk

June 30, 2026:

	Less than 1 year	1-3 years	3-5 years	> 5 years	Total
Bonds	1,059,027	5,199,738	10,806,062	30,558,759	47,623,586

Interest Rate Risk

December 31, 2025:

	Less than 1 year	1-3 years	3-5 years	> 5 years	Total
Bonds	400,025	7,869,653	8,058,213	27,257,811	43,585,702

As at June 30, 2026, had the prevailing interest rates raised or lowered by 1%, with all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by \$3,742,052 (December 31, 2025 - \$3,295,017).

Credit risk

Credit risk on financial instruments is the risk of a financial loss occurring as a result of the default of counterparty on its obligation to the Fund. It arises principally from debt securities held, and also from derivative financial assets, cash, and balances due from brokers and receivables. Credit risk is managed by dealing with counterparties the Fund believes to be creditworthy and by regular monitoring of credit exposures.

The Fund manages credit risk within its debt portfolio by: complementing the research of rating agencies by its own internal analysis, diversifying the portfolio by issuer, controlling exposure to individual issues and maintaining exposure across industry sectors.

As at June 30, 2026 and December 31, 2025, the Fund invested in debt securities with the following credit characteristics:

Credit Risk

Bond Ratings	Percentage of Net Assets	
	June 30, 2026	December 31, 2025
AAA	9.91%	10.36%
AA	9.12%	10.10%
A	14.53%	13.32%
BBB	5.76%	5.83%
Bellow BBB	0.24%	-%
Total	39.56%	39.61%

The Fund's maximum credit risk exposure as at the reporting date is represented by the respective carrying amounts of the financial assets in the statements of financial position.

The Fund's activities may give rise to settlement risk. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed. For the majority of transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

Other market risk

Other market risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk and currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. This risk is managed through careful selection of securities and other financial instruments within specified limits. The Fund's overall market positions are monitored on a daily basis.

As at June 30, 2026, a 5% change in stock prices would have changed the Fund's net assets attributable to holders of redeemable units by \$3,464,279 (December 31, 2025 – \$3,155,712) with all other factors held constant. In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

Liquidity risk

The Fund is exposed to daily cash redemptions of units. It therefore invests its assets in investments that are traded in an active market and can be readily disposed of. The Fund's listed securities are considered readily realizable.

The Fund's liquidity position is monitored on a daily basis and all the Fund's financial liabilities are short-term in nature and due within 90 days.

Fair Values of Financial Instruments

The fair values of financial assets and financial liabilities that are traded in active markets are based on prices obtained directly from an exchange on which the instruments are traded or obtained from a broker that provides an unadjusted quoted price from an active market for identical instruments. For all other financial instruments, the Fund determines fair values using other valuation techniques.

The Fund measures fair value using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

Changes in valuation methods may result in transfers into or out of an investment's assigned level. The Fund recognizes transfers between levels of the fair value hierarchy as at the end of the reporting period during which change has occurred. During the period ended June 30, 2026, there were no securities transferred from Level 1 to Level 2 (December 31, 2025 – nil). During the period ended June 30, 2026, there were no securities transferred from Level 2 to Level 1 (December 31, 2025 – nil).

The Fund did not have any Level 3 investments as at December 31, 2025 (December 31, 2025 – nil).

LINCLUDEN BALANCED FUND

NOTES TO FINANCIAL STATEMENTS (continued)

Period Ended June 30, 2026 (Unaudited)

The following is a summary of the inputs used in valuing the Fund's investments carried at fair values as of June 30, 2026 and December 31, 2025:

Fair Value Hierarchy

As at June 30, 2026

	(Level 1)	(Level 2)	(Level 3)	Total
Equities	\$ 69,285,571	\$ –	\$ –	\$ 69,285,571
Bonds	–	47,623,586	–	47,623,586
Short-Term Investments	–	4,235,416	–	4,235,416
Total Investments	\$ 69,285,571	\$ 51,859,002	\$ –	\$ 121,144,573
Derivatives	\$ –	\$ (56,293)	\$ –	\$ (56,293)
	\$ 69,285,571	\$ 51,802,709	\$ –	\$ 121,088,280

As at December 31, 2025

	(Level 1)	(Level 2)	(Level 3)	Total
Equities	\$ 63,114,242	\$ –	\$ –	\$ 63,114,242
Bonds	–	43,585,702	–	43,585,702
Short-Term Investments	–	2,412,279	–	2,412,279
Total Investments	\$ 63,114,242	\$ 45,997,981	\$ –	\$ 109,112,223
Derivatives	\$ –	\$ 25,495	\$ –	\$ 25,495
	\$ 63,114,242	\$ 46,023,476	\$ –	\$ 109,137,718

The fair value of other financial assets and liabilities approximates their carrying values due to the short-term nature of these instruments.

11. CAPITAL MANAGEMENT

The capital of the Fund is represented by issued redeemable units with no par value. The units of the Fund are entitled to distributions, if any, and any redemptions are based on the Fund's net assets attributable to holders of redeemable units per unit. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units. The relevant movements are shown on the Statement of Changes in Net Assets Attributable to Holders of Redeemable Units. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

12. COMPARATIVE INFORMATION

The presentation of certain disclosures on the statement of cash flows have been reclassified from prior year, as it was determined by management that this would more accurately reflect the presentation of the Funds cash and cash equivalents. Certain prior year amounts have been reclassified to conform to the current year's presentation. These reclassifications had no effect on the previously reported results of operations or net assets attributable to holders of redeemable units.