

Condensed interim unaudited

# Financial statements

## REFLEX Plan

for the six months periods ended June 30, 2024 and 2023

The accompanying semi-annual financial statements have not been reviewed by the external auditors of the Plans in accordance with assurance standards applicable to a review of interim financial statements.

**KALEIDO**

# The REFLEX Plan

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## Statements of financial position

### Condensed interim unaudited

(in thousands of Canadian \$)

| <b>Assets</b>  | Notes | <b>June 30,<br/>2024</b> | December 31,<br>2023 |
|--|-------|--------------------------|----------------------|
| Cash   |       | <b>1,852</b>             | 1,274                |
| Sales pending settlement                             |       | <b>40</b>                | 92                   |
| Other accounts receivable                            | 8     | <b>54</b>                | -                    |
| Dividends receivable                                 |       | <b>98</b>                | 110                  |
| Interest receivable                                  |       | <b>9,221</b>             | 8,967                |
| Canada Education Savings Grant (CESG) receivable     | 10    | <b>1,244</b>             | 1,256                |
| Quebec Education Savings Incentive (QESI) receivable |       | <b>4,329</b>             | 8,575                |
| Investments  | 4, 10 | <b>1,246,172</b>         | 1,211,014            |
|  |       | <b>1,263,010</b>         | 1,231,288            |
| <b>Liabilities</b>                                   |       |                          |                      |
| Purchases pending settlement                         |       | <b>63</b>                | 134                  |
| Accounts payable and other liabilities               | 6     | <b>2,048</b>             | 3,287                |
| Quebec Education Savings Incentive (QESI) refundable |       | <b>670</b>               | 1,269                |
|  |       | <b>2,781</b>             | 4,690                |
| <b>Net assets attributable to contracts</b>          |       | <b>1,260,229</b>         | 1,226,598            |

#### Approved by

[François Lavoie]

Chairman of the Board of Directors

[Albert Caponi]

Chairman of the Audit and Risk Management Committee

## Statements of net income and comprehensive income

Condensed interim unaudited

for the six months periods ended June 30

(in thousands of Canadian \$)

|  | Notes | 2024          | 2023   |
|--|-------|---------------|--------|
| <b>Revenues from ordinary activities</b>                             |       |               |        |
| Interest income for educational assistance payments                  |       | 21,680        | 19,242 |
| Dividends  |       | 960           | 857    |
| Realized gain (loss) on disposal of investments                      |       | 4,601         | (571)  |
| Change in unrealized appreciation (depreciation) of investments      |       | 2,559         | 11,974 |
|  |       | <b>29,800</b> | 31,502 |
| <b>Operating expenses</b>  |       |               |        |
| Brokerage fees   |       | 33            | 42     |
| U.S. tax expenses  |       | -             | 44     |
| Portfolio management fees  |       | 735           | 700    |
| Trustee fees   |       | 13            | 13     |
| Custodian fees   |       | 101           | 91     |
| Administration fees  | 8     | 9,218         | 8,578  |
| Independent Review Committee fees                                    |       | 12            | 6      |
|  |       | <b>10,112</b> | 9,474  |
| <b>Net income and comprehensive income attributable to contracts</b> |       | <b>19,688</b> | 22,028 |

**Statements of changes in the net assets attributable to contracts**  
**Condensed interim unaudited**  
**for the six months period ended June 30, 2024**  
(in thousands of Canadian \$)

|  | Subscribers savings | SCROM         | EAP account   | CESG           | Accumulated income CESG | QESI          | Accumulated income QESI | Total            |
|--|---------------------|---------------|---------------|----------------|-------------------------|---------------|-------------------------|------------------|
| <b>Net assets as at December 31, 2023</b>  | 736,316             | 79,056        | 11,941        | 271,522        | 26,670                  | 95,655        | 5,438                   | 1,226,598        |
| Net income and comprehensive income  | -                   | -             | 16,034        | -              | 2,863                   | -             | 791                     | 19,688           |
| <b>Increase</b>  |                     |               |               |                |                         |               |                         |                  |
| Subscribers savings  | 35,860              | -             | -             | -              | -                       | -             | -                       | 35,860           |
| Change in the SCROM  | -                   | 2,752         | -             | -              | -                       | -             | -                       | 2,752            |
| Grants received from the government  | -                   | -             | -             | 8,342          | -                       | 4,161         | -                       | 12,503           |
|  | 35,860              | 2,752         | -             | 8,342          | -                       | 4,161         | -                       | 51,115           |
| <b>Decrease</b>  |                     |               |               |                |                         |               |                         |                  |
| Refund of savings at maturity  | (19,443)            | -             | -             | -              | -                       | -             | -                       | (19,443)         |
| Pre-maturity withdrawal of savings   | (2,280)             | -             | -             | -              | -                       | -             | -                       | (2,280)          |
| Refund of sales charges at maturity  | -                   | (1,236)       | -             | -              | -                       | -             | -                       | (1,236)          |
| Change in the SCROM  | -                   | -             | (2,752)       | -              | -                       | -             | -                       | (2,752)          |
| Transfers between plans  | -                   | -             | -             | (4)            | -                       | -             | -                       | (4)              |
| Grants returned to the government  | -                   | -             | -             | -              | -                       | (315)         | -                       | (315)            |
| Transfers to other promoters   | -                   | -             | -             | (285)          | (10)                    | (84)          | (1)                     | (380)            |
| Grants and income on grants  | -                   | -             | -             | (4,635)        | (1,131)                 | (1,753)       | (263)                   | (7,782)          |
| Outflow of accumulated income on grants for payments to a designated educational institution | -                   | -             | -             | -              | (13)                    | -             | (2)                     | (15)             |
| Païement de revenus accumulés (PRA)  | -                   | -             | (1)           | -              | -                       | -             | -                       | (1)              |
| Educational assistance payments (EAPs)   | -                   | -             | (2,964)       | -              | -                       | -             | -                       | (2,964)          |
|  | (21,723)            | (1,236)       | (5,717)       | (4,924)        | (1,154)                 | (2,152)       | (266)                   | (37,172)         |
| <b>Net assets as at June 30, 2024</b>  | <b>750,453</b>      | <b>80,572</b> | <b>22,258</b> | <b>274,940</b> | <b>28,379</b>           | <b>97,664</b> | <b>5,963</b>            | <b>1,260,229</b> |

**Statements of changes in the net assets attributable to contracts**  
**Condensed interim unaudited**  
**for the six months period ended June 30, 2023**  
(in thousands of Canadian \$)

|  | Subscribers savings | SCROM         | EAP account     | CESG           | Accumulated income CESG | QESI          | Accumulated income QESI | Total            |
|--|---------------------|---------------|-----------------|----------------|-------------------------|---------------|-------------------------|------------------|
| <b>Net assets as at December 31, 2022</b>  | 700,357             | 75,794        | (26,595)        | 264,701        | 15,837                  | 92,559        | 2,123                   | 1,124,776        |
| Net income and comprehensive income  | -                   | -             | 17,587          | -              | 3,633                   | -             | 808                     | 22,028           |
| <b>Increase</b>  |                     |               |                 |                |                         |               |                         |                  |
| Subscribers savings  | 38,684              | -             | -               | -              | -                       | -             | -                       | 38,684           |
| Change in the SCROM  | -                   | 3,576         | -               | -              | -                       | -             | -                       | 3,576            |
| Grants received from the government  | -                   | -             | -               | 9,430          | -                       | 4,584         | -                       | 14,014           |
|  | 38,684              | 3,576         | -               | 9,430          | -                       | 4,584         | -                       | 56,274           |
| <b>Decrease</b>  |                     |               |                 |                |                         |               |                         |                  |
| Refund of savings at maturity  | (15,871)            | -             | -               | -              | -                       | -             | -                       | (15,871)         |
| Pre-maturity withdrawal of savings   | (2,603)             | -             | -               | -              | -                       | -             | -                       | (2,603)          |
| Refund of sales charges at maturity  | -                   | (952)         | -               | -              | -                       | -             | -                       | (952)            |
| Change in the SCROM  | -                   | -             | (3,578)         | -              | -                       | -             | -                       | (3,578)          |
| Transfers between plans  | -                   | -             | -               | (4)            | -                       | -             | -                       | (4)              |
| Grants returned to the government  | -                   | -             | -               | -              | -                       | (413)         | -                       | (413)            |
| Transfers to other promoters   | -                   | -             | -               | (370)          | (10)                    | (106)         | (1)                     | (487)            |
| Grants and income on grants  | -                   | -             | -               | (3,713)        | (835)                   | (1,408)       | (179)                   | (6,135)          |
| Outflow of accumulated income on grants for payments to a designated educational institution | -                   | -             | -               | -              | (17)                    | -             | (3)                     | (20)             |
| Educational assistance payments (EAPs)   | -                   | -             | (2,087)         | -              | -                       | -             | -                       | (2,087)          |
|  | (18,474)            | (952)         | (5,665)         | (4,087)        | (862)                   | (1,927)       | (183)                   | (32,150)         |
| <b>Net assets as at June 30, 2023</b>  | <b>720,567</b>      | <b>78,418</b> | <b>(14,673)</b> | <b>270,044</b> | <b>18,608</b>           | <b>95,216</b> | <b>2,748</b>            | <b>1,170,928</b> |

**Statements of cash flows**  
**Condensed interim unaudited**  
**for the six months periods ended June 30**  
**(in thousands of Canadian \$)**

|   | 2024            | 2023      |
|---|-----------------|-----------|
| <b>Cash flows from operational activities</b> |                 |           |
| Income received                               |                 |           |
| Interest                                      | 21,426          | 16,963    |
| Dividends                                     | 998             | 891       |
|   | <b>22,424</b>   | 17,854    |
| Operating expenses paid                       |                 |           |
| Brokerage fees                                | (33)            | (42)      |
| U.S. tax expenses                             | -               | (44)      |
| Portfolio management fees                     | (658)           | (665)     |
| Trustee fees                                  | (13)            | (13)      |
| Custodian fees                                | (83)            | (114)     |
| Administration fees                           | (10,628)        | (8,527)   |
| Independent Review Committee fees             | (11)            | (6)       |
|   | <b>(11,426)</b> | (9,411)   |
| Other operational activities                  |                 |           |
| Disposal of investments                       | 410,356         | 593,193   |
| Acquisition of investments                    | (438,408)       | (630,218) |
|   | <b>(28,052)</b> | (37,025)  |
| Net cash flows used in operational activities | <b>(17,054)</b> | (28,582)  |
| <b>Cash flows from financing activities</b>   |                 |           |
| Savings received                              | 36,404          | 39,400    |
| Savings paid to other promoters               | (682)           | (766)     |
| Refunds of savings to subscribers             | (21,615)        | (18,528)  |
| CESG and income on CESG received              | 8,059           | 9,048     |
| QESI and income on QESI received              | 8,408           | 9,606     |
| QESI and income on QESI paid                  | (1,000)         | (712)     |
| Transfers between plans                       | (4)             | (4)       |
| Sales charge refunds                          | (1,229)         | (952)     |
| Educational assistance payments (EAPs)        | (10,710)        | (8,229)   |
| Withholding Tax (Provincial & Federal)        | 1               | -         |
| Net cash flows from financing activities      | <b>17,632</b>   | 28,863    |
| <b>Net increase in cash</b>                   | <b>578</b>      | 281       |
| <b>Cash, beginning of period</b>              | <b>1,274</b>    | 1,488     |
| <b>Cash, end of period</b>                    | <b>1,852</b>    | 1,769     |

## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Par value   | Security                           | Maturity    | Rate (%) | Cost           | Carrying amount |
|---|------------------------------------|-------------|----------|----------------|-----------------|
| <b>Short-term investments</b>                                 |                                    |             |          |                |                 |
| 89,016  | Cash                               |             | -        | 89,016         | 89,016          |
| 1,283   | BSDT RESERVE DEPOSIT ACCOUNTS      | 31 Dec 2049 | 0.200    | 1,283          | 1,283           |
| 10  | CANADAS (FED) - SHORT TERMS (CANAL | 29 Aug 2024 | -        | 10             | 10              |
| 730   | CANADAS (FED) - SHORT TERMS (CANAL | 1 Aug 2024  | -        | 726            | 726             |
| 60  | CANADAS (FED) - SHORT TERMS (CANAL | 4 Jul 2024  | -        | 60             | 60              |
| 350   | U.S. TREASURY BILLS - 1 YR OR LESS | 18 Jul 2024 | -        | 477            | 477             |
| 600   | AUTORITE REGIONALE DE TRANS        | 1 Nov 2024  | 1.000    | 592            | 592             |
| 1,300   | BANK OF MONTREAL                   | 29 Jul 2024 | 2.280    | 1,318          | 1,297           |
| 1,243   | RESEAU DE TRANS DE LA CAPITALE     | 18 Nov 2024 | 0.900    | 1,234          | 1,224           |
| <b>Total - Short-term investments</b>                         |                                    |             |          | <b>94,716</b>  | <b>94,685</b>   |
| <b>Bonds</b>  |                                    |             |          |                |                 |
| <b>Bonds issued or guaranteed by the Government of Canada</b> |                                    |             |          |                |                 |
| 4,200   | GOVERNMENT OF CANADA               | 1 Jun 2031  | 1.500    | 3,691          | 3,690           |
|   |                                    |             |          | <b>3,691</b>   | <b>3,690</b>    |
| <b>Bonds issued or guaranteed by a Canadian province</b>      |                                    |             |          |                |                 |
| 24,199  | PROV OF ONTARIO                    | 4 Mar 2033  | 4.100    | 24,196         | 24,162          |
| 32,466  | PROV OF ONTARIO                    | 2 Feb 2032  | 4.050    | 32,207         | 32,528          |
| 34,683  | PROV OF ONTARIO                    | 1 Nov 2029  | 1.550    | 32,180         | 30,887          |
| 6,500   | PROV OF ONTARIO                    | 1 Feb 2027  | 1.850    | 5,952          | 6,174           |
| 1,300   | PROV OF ONTARIO                    | 2 Jun 2026  | 2.400    | 1,224          | 1,261           |
| 4,591   | PROV OF ONTARIO                    | 2 Jun 2025  | 2.600    | 4,424          | 4,515           |
| 25,076  | PROV OF QUEBEC                     | 22 Nov 2032 | 3.900    | 24,622         | 24,777          |
| 21,388  | PROV OF QUEBEC                     | 20 May 2032 | 3.650    | 21,207         | 20,843          |
| 18,648  | PROV OF QUEBEC                     | 27 May 2031 | 2.100    | 17,652         | 16,594          |
| 2,745   | PROV OF QUEBEC                     | 1 Oct 2029  | 6.000    | 3,541          | 3,021           |
| 4,623   | PROV OF QUEBEC                     | 13 Feb 2027 | 1.850    | 4,461          | 4,389           |
| 342   | PROV OF QUEBEC                     | 1 Sep 2026  | 2.500    | 330            | 331             |
| 9,442   | PROVINCE OF ONTARIO                | 1 Feb 2027  | 1.850    | 9,412          | 8,968           |
|   |                                    |             |          | <b>181,408</b> | <b>178,450</b>  |
| <b>Bonds issued or guaranteed by a municipality</b>           |                                    |             |          |                |                 |
| 4,040   | AUTORITE REGIONALE DE TRANS        | 1 Aug 2028  | 4.750    | 3,988          | 4,076           |
| 600   | AUTORITE REGIONALE DE TRANS        | 1 Nov 2025  | 1.250    | 589            | 574             |
| 940   | BEAUHARNOIS QUEBEC                 | 9 Dec 2027  | 4.450    | 930            | 938             |
| 62  | BEAUPRE QUEBEC                     | 9 Mar 2025  | 1.850    | 63             | 61              |
| 395   | BELOEIL QUEBEC                     | 8 Dec 2027  | 4.350    | 389            | 393             |
| 230   | BELOEIL VILLE                      | 9 Dec 2026  | 1.800    | 226            | 216             |
| 45  | CANDIAC QUEBEC                     | 5 Jul 2026  | 1.350    | 45             | 42              |



## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Par value   | Security                       | Maturity    | Rate (%) | Cost  | Carrying amount |
|---|--------------------------------|-------------|----------|-------|-----------------|
| <b>Bonds (continued)</b>  |                                |             |          |       |                 |
| <b>Bonds issued or guaranteed by a municipality (continued)</b> |                                |             |          |       |                 |
| 24  | CHATEAUGUAY QUEBEC             | 30 Jun 2025 | 1.200    | 24    | 23              |
| 908   | CHERTSEY QUEBEC                | 1 Dec 2027  | 4.500    | 891   | 908             |
| 2,542   | CITY OF ST-LAMBERT CANADA      | 28 Jul 2028 | 4.750    | 2,522 | 2,565           |
| 30  | CONTRECOEUR QUEBEC             | 20 May 2025 | 1.300    | 30    | 29              |
| 363   | DRUMMONDVILLE QUEBEC           | 2 Dec 2027  | 4.450    | 357   | 362             |
| 375   | FIRST NATIONS FINANCE AUTH     | 1 Jun 2034  | 4.100    | 375   | 368             |
| 35  | FOSSAMBAULT SUR LE LAC QUEBEC  | 26 Nov 2026 | 1.850    | 34    | 33              |
| 93  | GATINEAU QUEBEC                | 15 Dec 2025 | 3.100    | 99    | 91              |
| 2,139   | GRANDE RIVIERE QUEBEC          | 2 Feb 2028  | 4.150    | 2,105 | 2,114           |
| 49  | LA PRAIRIE QUEBEC              | 21 Jul 2025 | 3.150    | 52    | 48              |
| 57  | LAC BEAUPORT QUEBEC            | 16 Mar 2025 | 1.900    | 59    | 56              |
| 1,490   | LAC BROME QUEBEC               | 16 Feb 2028 | 4.100    | 1,464 | 1,470           |
| 38  | LAC-BROME QUEBEC               | 21 Jul 2025 | 1.200    | 38    | 37              |
| 1,635   | LACHUTE QUEBEC                 | 17 Feb 2028 | 4.250    | 1,615 | 1,621           |
| 238   | LACHUTE QUEBEC                 | 17 Feb 2027 | 5.000    | 242   | 241             |
| 228   | LACHUTE QUEBEC                 | 17 Feb 2026 | 5.000    | 230   | 229             |
| 219   | LACHUTE QUEBEC                 | 17 Feb 2025 | 5.000    | 219   | 219             |
| 2,128   | LAVAL QUEBEC                   | 21 Mar 2028 | 3.000    | 2,112 | 2,046           |
| 590   | LEVIS QUEBEC                   | 5 Jun 2028  | 3.250    | 581   | 564             |
| 43  | LEVIS QUEBEC                   | 10 Nov 2025 | 3.100    | 46    | 42              |
| 47  | LIEVRE REGIE INTERMUNICIPALE   | 23 Aug 2025 | 1.200    | 47    | 45              |
| 54  | LONGUEUIL QUEBEC               | 13 Jul 2026 | 2.600    | 57    | 52              |
| 195   | LONGUEUIL QUEBEC               | 10 Nov 2025 | 3.200    | 196   | 191             |
| 105   | MIRABEL QUEBEC                 | 26 Nov 2026 | 1.850    | 103   | 99              |
| 2,265   | MONT LAURIER QUEBEC            | 15 Dec 2027 | 4.300    | 2,246 | 2,250           |
| 150   | MONT LAURIER QUEBEC            | 25 Nov 2026 | 1.850    | 148   | 141             |
| 330   | MONT SAINT HILAIRE QUEBEC      | 26 Nov 2026 | 1.850    | 324   | 310             |
| 1,337   | MONT TREMBLANT QUEBEC          | 30 Nov 2028 | 4.700    | 1,315 | 1,347           |
| 325   | MONT TREMBLANT QUEBEC          | 2 Dec 2026  | 1.850    | 319   | 305             |
| 56  | MONT TREMBLANT QUEBEC          | 15 Dec 2025 | 3.200    | 60    | 55              |
| 1,697   | MONTREAL EST QUEBEC            | 4 Mar 2029  | 4.400    | 1,677 | 1,688           |
| 1,165   | MUNICIPAL FINANCE AUTH OF BC   | 23 Oct 2028 | 3.050    | 1,161 | 1,127           |
| 1,358   | MUNICIPALITE DE LA PAROISSE DE | 2 Feb 2028  | 4.150    | 1,337 | 1,342           |
| 380   | MUNICIPALITE DE PIERREVILLE    | 9 Dec 2026  | 1.800    | 374   | 357             |
| 185   | MUNICIPALITE DE SAINT LAMBERT  | 2 Dec 2026  | 1.900    | 182   | 174             |
| 346   | MUNICIPALITE DE SAINT-FERREOL  | 15 Dec 2027 | 4.200    | 342   | 343             |
| 266   | MUNICIPALITE DE SAINT-PAUL QUE | 15 Dec 2027 | 4.200    | 264   | 263             |
| 210   | MUNICIPALITE DE WICKHAM        | 8 Mar 2026  | 1.100    | 207   | 198             |
| 1,547   | MUNICIPALITE REGIONALE DE      | 6 Feb 2028  | 4.000    | 1,519 | 1,521           |
| 160   | MUNICIPALITE REGIONALE DE COMT | 30 Jun 2025 | 3.050    | 170   | 157             |
| 59  | MUNICIPALITE REGL DE COMTE     | 29 Jun 2026 | 2.600    | 62    | 57              |
| 338   | NEW TECUMSETH ONTARIO          | 23 Mar 2025 | 4.800    | 373   | 338             |
| 1,984   | NICOLET QUEBEC                 | 2 Sep 2026  | 1.200    | 1,728 | 1,850           |
| 182   | NOTRE DAME DES PRAIRIES QUEBEC | 26 Aug 2025 | 1.150    | 181   | 175             |
| 44  | PAROISSE DE SAINT MALACHIE QUE | 16 Mar 2026 | 1.250    | 44    | 42              |
| 50  | PONT ROUGE QUEBEC              | 27 Jan 2025 | 2.200    | 52    | 49              |

## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Par value   | Security                       | Maturity    | Rate (%) | Cost  | Carrying amount |
|---|--------------------------------|-------------|----------|-------|-----------------|
| <b>Bonds (continued)</b>  |                                |             |          |       |                 |
| <b>Bonds issued or guaranteed by a municipality (continued)</b> |                                |             |          |       |                 |
| 100   | PREVOST QUEBEC                 | 25 Nov 2026 | 1.850    | 99    | 94              |
| 1,850   | QUEBEC CITY QUEBEC             | 20 Dec 2027 | 2.650    | 1,800 | 1,763           |
| 130   | RAWDON QUEBEC                  | 2 Dec 2026  | 1.850    | 127   | 122             |
| 67  | REGIE DE GESTION DES MATIERES  | 20 Apr 2026 | 2.700    | 71    | 65              |
| 1,037   | REPENTIGNY QUEBEC              | 25 Mar 2029 | 4.350    | 1,023 | 1,029           |
| 45  | REPENTIGNY QUEBEC              | 27 Oct 2025 | 3.250    | 48    | 44              |
| 5,505   | RESEAU DE TRANS DE LA CAPITALE | 18 Nov 2025 | 1.000    | 5,441 | 5,240           |
| 28  | RIE VALLEE DU RICHELIEU        | 28 Apr 2025 | 2.500    | 29    | 27              |
| 1,313   | RIGAUD QUEBEC                  | 2 Feb 2028  | 4.150    | 1,295 | 1,298           |
| 4,140   | RIMERE-DU-LOUP QUEBEC          | 1 Dec 2027  | 4.600    | 4,086 | 4,151           |
| 338   | ROUYN NORANDA QUEBEC           | 27 Feb 2028 | 3.100    | 349   | 322             |
| 2,263   | SAINT AMBROISE DE KILDARE      | 15 Dec 2027 | 4.300    | 2,244 | 2,248           |
| 72  | SAINT BRUNO QUEBEC             | 25 Jan 2026 | 1.000    | 70    | 68              |
| 770   | SAINT EUSTACHE QUEBEC          | 9 Dec 2027  | 4.450    | 762   | 768             |
| 760   | SAINT EUSTACHE QUEBEC          | 9 Dec 2026  | 4.500    | 755   | 760             |
| 730   | SAINT EUSTACHE QUEBEC          | 9 Dec 2025  | 4.550    | 725   | 729             |
| 3,440   | SAINT GABRIEL QUEBEC           | 16 Feb 2028 | 4.250    | 3,400 | 3,410           |
| 570   | SAINT GEORGES QUEBEC           | 8 Dec 2027  | 4.350    | 561   | 567             |
| 2,570   | SAINT HONORE QUEBEC            | 2 Feb 2028  | 4.100    | 2,531 | 2,535           |
| 50  | SAINT JEAN SUR RICHELIEU QUE   | 21 Dec 2026 | 2.850    | 53    | 48              |
| 44  | SAINT JEAN SUR RICHELIEU QUE   | 18 Dec 2025 | 3.100    | 47    | 43              |
| 725   | SAINT JEROME QUEBEC            | 14 Nov 2029 | 2.450    | 708   | 653             |
| 100   | SAINT JEROME QUEBEC            | 14 Sep 2026 | 2.500    | 104   | 96              |
| 47  | SAINT JEROME QUEBEC            | 14 Oct 2025 | 3.250    | 50    | 46              |
| 1,000   | SAINT JOSEPH DE SOREL QUEBEC   | 26 Aug 2026 | 1.250    | 985   | 934             |
| 1,290   | SAINT LIN LAURENTIDES QUEBEC   | 20 Dec 2027 | 4.250    | 1,284 | 1,279           |
| 205   | SAINT MARTIN PAROISSE QUEBEC   | 8 Dec 2027  | 4.400    | 202   | 204             |
| 65  | SAINT PHILIPPE QUEBEC          | 22 Mar 2026 | 1.350    | 65    | 62              |
| 510   | SAINTE AGATHE DES MONTS QUEBEC | 2 Dec 2027  | 4.450    | 502   | 509             |
| 1,310   | SAINTE BRIGITTE DE LAVAL QUE   | 2 Feb 2028  | 4.150    | 1,292 | 1,295           |
| 29  | SAINTE BRIGITTE DE LAVAL QUE   | 23 Mar 2025 | 1.150    | 29    | 28              |
| 1,188   | SAINT-SAUVEUR QUEBEC           | 30 Nov 2028 | 4.700    | 1,168 | 1,197           |
| 563   | SALABERRY DE VALLEYFIELD QUE   | 2 Dec 2027  | 4.450    | 554   | 561             |
| 26  | SALABERRY DE VALLEYFIELD QUE   | 29 Apr 2025 | 2.500    | 27    | 26              |
| 1,125   | SOCIETE DE TRANS DE LEVIS QUE  | 9 Jul 2025  | 1.200    | 1,110 | 1,086           |
| 2,721   | SOCIETE DE TRANS DE L'OUTAOUAI | 12 Jul 2028 | 4.500    | 2,675 | 2,721           |
| 550   | ST BASILE LE GRAND QUEBEC      | 8 Dec 2027  | 4.500    | 545   | 550             |
| 320   | ST HYACINTHE QUEBEC            | 28 Feb 2028 | 3.100    | 330   | 305             |
| 140   | TEMISCOUATA SUR LE LAC QUEBEC  | 26 Nov 2026 | 1.850    | 138   | 132             |
| 4,000   | TERREBONNE MASCOUCHE REGIE     | 9 Sep 2025  | 1.000    | 3,932 | 3,832           |
| 91  | TERREBONNE QUEBEC              | 27 Jul 2026 | 2.500    | 95    | 87              |
| 23  | TERREBONNE QUEBEC              | 27 May 2025 | 3.000    | 24    | 23              |
| 53  | TERREBONNE QUEBEC              | 27 Jan 2025 | 3.000    | 56    | 52              |
| 1,160   | TROIS RIVIERES QUEBEC          | 18 Apr 2028 | 3.000    | 1,140 | 1,100           |
| 46  | TROIS RIVIERES QUEBEC          | 22 Apr 2025 | 2.500    | 48    | 45              |

## Schedule of investment portfolio

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(in thousands of Canadian \$)

| Par value   | Security                       | Maturity    | Rate (%) | Cost          | Carrying amount |
|---|--------------------------------|-------------|----------|---------------|-----------------|
| <b>Bonds (continued)</b>  |                                |             |          |               |                 |
| <b>Bonds issued or guaranteed by a municipality (continued)</b> |                                |             |          |               |                 |
| 37  | VILLE DE LEBEL SUR QUEVILLON   | 23 Aug 2025 | 1.200    | 37            | 36              |
| 50  | VILLE DE RICHMOND QUEBEC       | 18 Feb 2025 | 1.950    | 51            | 49              |
| 1,245   | VILLE DE RIVIERE ROUGE QUEBEC  | 13 Feb 2028 | 4.100    | 1,223         | 1,228           |
| 43  | VILLE DE SAINT COLOMBAN QUEBEC | 25 Aug 2025 | 1.050    | 42            | 41              |
|   |                                |             |          | <u>77,745</u> | <u>77,350</u>   |
| <b>Bonds issued or guaranteed by a corporation</b>              |                                |             |          |               |                 |
| 968   | 407 EAST DEVELOPMENT GROUP     | 23 Jun 2045 | 4.473    | 926           | 928             |
| 7,000   | 407 INTERNATIONAL INC          | 25 May 2032 | 2.590    | 6,109         | 6,110           |
| 1,810   | 407 INTERNATIONAL INC          | 27 Jul 2029 | 6.470    | 2,414         | 1,972           |
| 5,865   | 407 INTERNATIONAL INC          | 22 May 2025 | 1.800    | 5,559         | 5,717           |
| 2,500   | 55 SCHOOL BOARD TRUST          | 2 Jun 2033  | 5.900    | 2,753         | 2,758           |
| 2,000   | AEROPORTS DE MONTREAL          | 17 Sep 2035 | 5.170    | 2,100         | 2,047           |
| 3,500   | ALIMENTATION COUCHE-TARD INC   | 25 Sep 2030 | 5.592    | 3,500         | 3,662           |
| 7,394   | ALTAGAS LTD                    | 30 May 2028 | 2.075    | 6,465         | 6,689           |
| 2,325   | ALTAGAS LTD                    | 7 Apr 2026  | 4.120    | 2,244         | 2,295           |
| 3,300   | ALTALINK L P                   | 29 May 2026 | 2.747    | 3,367         | 3,196           |
| 1,500   | ALTALINK LP                    | 28 Nov 2032 | 4.692    | 1,500         | 1,514           |
| 2,000   | ALTALINK LP                    | 11 Sep 2030 | 1.509    | 1,670         | 1,693           |
| 865   | ATHENE GLOBAL FUNDING REGS     | 9 Jun 2028  | 2.470    | 865           | 791             |
| 2,720   | BANK OF MONTREAL               | 26 Nov 2082 | 7.325    | 2,699         | 2,759           |
| 494   | BANK OF MONTREAL               | 27 Oct 2032 | 6.534    | 494           | 518             |
| 5,000   | BANK OF MONTREAL               | 22 Jul 2031 | 1.928    | 4,349         | 4,709           |
| 14,000  | BANK OF MONTREAL               | 7 Dec 2027  | 4.709    | 13,903        | 14,057          |
| 2,500   | BANK OF MONTREAL               | 1 Jun 2027  | 4.309    | 2,442         | 2,482           |
| 5,425   | BANK OF MONTREAL               | 28 May 2026 | 1.551    | 4,926         | 5,136           |
| 9,050   | BANK OF NOVA SCOTIA            | 1 Nov 2027  | 1.400    | 8,128         | 8,251           |
| 3,500   | BANK OF NOVA SCOTIA            | 3 Feb 2025  | 2.160    | 3,521         | 3,443           |
| 5,000   | BANK OF NOVA SCOTIA            | 10 Jan 2025 | 1.950    | 4,775         | 4,923           |
| 615   | BC GAS UTILITY LTD             | 21 Sep 2029 | 6.950    | 830           | 681             |
| 3,900   | BCI QUADREAL REALTY            | 24 Jun 2026 | 2.551    | 3,843         | 3,755           |
| 2,325   | BCIMC REALTY CORP              | 31 Mar 2027 | 3.000    | 2,245         | 2,237           |
| 1,575   | BCIMC REALTY CORP              | 3 Jun 2025  | 2.840    | 1,654         | 1,548           |
| 3,603   | BELL CANADA                    | 24 Aug 2034 | 5.150    | 3,590         | 3,605           |
| 1,921   | BELL CANADA                    | 10 Nov 2032 | 5.850    | 1,982         | 2,029           |
| 10,200  | BELL CANADA                    | 17 Mar 2031 | 3.000    | 8,879         | 9,153           |
| 5,675   | BELL CANADA                    | 14 May 2030 | 2.500    | 4,925         | 5,030           |
| 1,000   | BELL CANADA                    | 10 Sep 2029 | 2.900    | 879           | 919             |
| 4,650   | BELL CANADA                    | 29 May 2028 | 2.200    | 4,355         | 4,266           |
| 2,000   | BELL CANADA                    | 29 Sep 2027 | 3.600    | 2,139         | 1,941           |
| 500   | BELL CANADA                    | 16 Aug 2027 | 1.650    | 439           | 461             |
| 1,300   | BRITISH COLUMBIA FERRY SVCS    | 20 Mar 2037 | 5.021    | 1,307         | 1,327           |
| 4,200   | BRITISH COLUMBIA INVESTMENT    | 2 Jun 2033  | 4.900    | 4,185         | 4,408           |
| 3,887   | BROOKFIELD ASSET MGMT INC      | 16 Mar 2027 | 3.800    | 3,743         | 3,818           |

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(in thousands of Canadian \$)

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|--|--------------------------------|-------------|----------|--------|-----------------|
| <b>Bonds (continued)</b>                                       |                                |             |          |        |                 |
| <b>Bonds issued or guaranteed by a corporation (continued)</b> |                                |             |          |        |                 |
| 8,523  | BROOKFIELD FINANCE II INC      | 14 Dec 2032 | 5.431    | 8,535  | 8,655           |
| 6,739  | BROOKFIELD RENEWABLE ENERGY    | 28 Oct 2033 | 5.292    | 6,739  | 6,850           |
| 564  | BROOKFIELD RENEWABLE ENERGY    | 9 Nov 2032  | 5.880    | 586    | 598             |
| 654  | BROOKFIELD RENEWABLE ENERGY    | 15 Jan 2029 | 4.250    | 686    | 643             |
| 1,307  | BROOKFIELD RENEWABLE PARTNERS  | 15 Jan 2030 | 3.380    | 1,281  | 1,223           |
| 1,260  | BRUCE POWER LP                 | 21 Jun 2031 | 4.700    | 1,257  | 1,256           |
| 2,075  | CANADIAN IMPERIAL BANK OF COMM | 29 Jun 2027 | 4.950    | 2,089  | 2,096           |
| 5,300  | CANADIAN IMPERIAL BANK OF COMM | 7 Mar 2025  | 2.750    | 5,112  | 5,221           |
| 4,558  | CANADIAN IMPERIAL BK OF COMM   | 16 Jan 2034 | 5.300    | 4,558  | 4,608           |
| 6,500  | CANADIAN IMPERIAL BK OF COMM   | 7 Oct 2027  | 5.050    | 6,491  | 6,588           |
| 11,525   | CANADIAN IMPERIAL BK OF COMM   | 17 Apr 2025 | 2.000    | 11,241 | 11,263          |
| 3,434  | CANADIAN NATIONAL RAILWAY CO   | 2 May 2029  | 4.600    | 3,429  | 3,474           |
| 4,862  | CDP FINANCIAL INC              | 2 Jun 2027  | 3.800    | 4,861  | 4,843           |
| 1,600  | CDP FINANCIAL INC              | 19 Oct 2026 | 1.500    | 1,597  | 1,510           |
| 6,017  | CENTRAL 1 CREDIT UNION         | 7 Feb 2028  | 4.648    | 5,916  | 5,944           |
| 7,598  | CHOICE PROPERTIES REIT         | 1 Mar 2033  | 5.400    | 7,627  | 7,684           |
| 1,500  | CHOICE PROPERTIES REIT         | 23 Feb 2033 | 5.400    | 1,496  | 1,517           |
| 2,525  | CHOICE PROPERTIES REIT         | 24 Jun 2032 | 6.003    | 2,525  | 2,661           |
| 3,430  | CHOICE PROPERTIES REIT         | 4 Mar 2030  | 2.981    | 3,117  | 3,112           |
| 1,306  | CHOICE PROPERTIES REIT         | 11 Jun 2029 | 3.532    | 1,365  | 1,232           |
| 3,870  | CHOICE PROPERTIES REIT         | 30 Nov 2026 | 2.456    | 3,619  | 3,676           |
| 1,403  | CO-OPERATORS FINL SVCS LTD     | 13 May 2030 | 3.327    | 1,231  | 1,259           |
| 2,900  | CT REIT                        | 5 Feb 2029  | 3.029    | 2,632  | 2,662           |
| 1,900  | CT REIT                        | 1 Jun 2026  | 3.289    | 1,994  | 1,844           |
| 8,815  | DOLLARAMA INC                  | 26 Apr 2030 | 5.165    | 9,078  | 9,052           |
| 2,900  | DOLLARAMA INC                  | 9 Jul 2029  | 2.443    | 2,663  | 2,631           |
| 3,200  | DOLLARAMA INC                  | 27 Oct 2025 | 5.084    | 3,205  | 3,211           |
| 1  | DREAM SUMMIT INDUSTRIAL LP     | 12 Jan 2027 | 2.250    | 1      | 1               |
| 7,002  | EDF S A                        | 23 May 2030 | 5.993    | 7,002  | 7,303           |
| 2,025  | ENBRIDGE GAS INC               | 17 Aug 2032 | 4.150    | 1,978  | 1,959           |
| 3,167  | ENBRIDGE GAS INC               | 1 Apr 2030  | 2.900    | 3,050  | 2,922           |
| 3,000  | ENBRIDGE INC                   | 27 Sep 2077 | 5.375    | 2,739  | 2,917           |
| 10,188   | ENBRIDGE INC                   | 21 Sep 2033 | 3.100    | 8,934  | 8,756           |
| 1,249  | ENBRIDGE INC                   | 26 May 2033 | 5.360    | 1,249  | 1,278           |
| 2,511  | ENBRIDGE INC                   | 9 Nov 2032  | 6.100    | 2,576  | 2,689           |
| 1,525  | ENBRIDGE INC                   | 3 Oct 2029  | 2.990    | 1,333  | 1,408           |
| 4,291  | ENBRIDGE INC                   | 9 Nov 2027  | 5.700    | 4,478  | 4,428           |
| 88   | ENBRIDGE PIPELINES INC         | 22 Feb 2029 | 3.520    | 81     | 84              |
| 1,500  | ENERGIR INC                    | 16 Apr 2027 | 2.100    | 1,408  | 1,409           |
| 2,000  | ENERGIR L P                    | 27 Sep 2032 | 4.670    | 1,950  | 2,000           |
| 3,275  | ENERGIR LP                     | 27 Sep 2032 | 4.670    | 3,298  | 3,274           |
| 5,625  | FAIRFAX FINANCIAL HOLDINGS LTD | 3 Mar 2031  | 3.950    | 5,289  | 5,293           |
| 1,700  | FAIRFAX FINL HOLDINGS LTD      | 16 Dec 2026 | 4.700    | 1,658  | 1,692           |
| 2,904  | FEDERATION DES CAISSES         | 23 Aug 2032 | 5.035    | 2,792  | 2,910           |
| 5,915  | FEDERATION DES CAISSES         | 28 May 2031 | 1.992    | 5,207  | 5,597           |
| 700  | FEDERATION DES CAISSES         | 17 Nov 2028 | 5.467    | 700    | 723             |

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| <b>Bonds (continued)</b>                                       |                                |             |          |        |                 |
| <b>Bonds issued or guaranteed by a corporation (continued)</b> |                                |             |          |        |                 |
| 3,900  | FEDERATION DES CAISSES         | 16 Aug 2028 | 5.475    | 3,900  | 4,028           |
| 11,875   | FEDERATION DES CAISSES         | 10 Sep 2026 | 1.587    | 11,032 | 11,183          |
| 4,050  | FEDERATION DES CAISSES         | 1 Oct 2025  | 5.200    | 4,048  | 4,065           |
| 125  | GAZ METROPOLITAIN INC          | 16 May 2025 | 9.000    | 169    | 129             |
| 6,178  | GRANITE REIT HOLDINGS LP       | 30 Aug 2028 | 2.194    | 6,051  | 5,553           |
| 672  | GRANITE REIT HOLDINGS LP       | 4 Jun 2027  | 3.062    | 672    | 641             |
| 2,100  | GREAT WEST LIFECO INC          | 31 Dec 2081 | 3.600    | 2,100  | 1,749           |
| 3,000  | GREAT TORONTO AIRPORTS AUTH    | 4 Jun 2031  | 7.100    | 3,490  | 3,425           |
| 4,250  | GREAT TORONTO AIRPORTS AUTH    | 3 Apr 2029  | 2.730    | 4,455  | 3,988           |
| 1,925  | GREAT-WEST LIFECO INC          | 14 May 2030 | 2.379    | 1,925  | 1,737           |
| 950  | GREAT-WEST LIFECO INC          | 28 Feb 2028 | 3.337    | 895    | 920             |
| 822  | H&R REAL ESTATE INVT TR        | 19 Feb 2027 | 2.633    | 822    | 770             |
| 2,350  | HYDRO ONE INC                  | 1 Mar 2034  | 4.390    | 2,348  | 2,315           |
| 2,000  | HYDRO ONE INC                  | 17 Sep 2031 | 2.230    | 1,708  | 1,736           |
| 4,500  | HYDRO ONE INC                  | 28 Feb 2030 | 2.160    | 3,921  | 4,013           |
| 2,973  | HYDRO ONE INC                  | 30 Nov 2029 | 3.930    | 2,956  | 2,925           |
| 7,894  | HYDRO ONE INC                  | 27 Jan 2028 | 4.910    | 7,998  | 8,048           |
| 2,850  | HYDRO ONE INC                  | 24 Feb 2026 | 2.770    | 2,851  | 2,772           |
| 1,033  | HYDRO QUEBEC                   | 15 Aug 2031 | 6.000    | 1,367  | 1,158           |
| 5,330  | HYDRO-QUEBEC                   | 1 Sep 2028  | 2.000    | 5,086  | 4,953           |
| 4,258  | HYUNDAI CAPITAL CANADA INC     | 8 Mar 2028  | 5.565    | 4,258  | 4,374           |
| 3,275  | IA FINANCIAL CORP INC          | 30 Sep 2084 | 6.921    | 3,275  | 3,257           |
| 2,587  | IA FINANCIAL CORP INC          | 30 Jun 2082 | 6.611    | 2,587  | 2,570           |
| 6,149  | IA FINANCIAL CORPORATION INC   | 20 Jun 2033 | 5.685    | 6,186  | 6,309           |
| 3,450  | IA FINANCIAL CORPORATION INC   | 25 Feb 2032 | 3.187    | 3,416  | 3,303           |
| 924  | IGM FINANCIAL INC              | 26 Jan 2027 | 3.440    | 935    | 898             |
| 2,660  | INDEPENDENT ORDER OF FORESTERS | 15 Oct 2035 | 2.885    | 2,109  | 2,279           |
| 3,200  | INTACT FINANCIAL CORP          | 16 Dec 2030 | 1.928    | 2,872  | 2,775           |
| 300  | INTACT FINANCIAL CORP          | 7 Jun 2027  | 2.850    | 314    | 287             |
| 2,010  | INTACT FINANCIAL CORPORATION   | 30 Jun 2083 | 7.338    | 1,982  | 2,049           |
| 4,350  | IVANHOE CAMBRIDGE II INC       | 2 Jun 2028  | 4.994    | 4,372  | 4,427           |
| 1,000  | LOBLAW COMPANIES LTD           | 13 Sep 2032 | 5.008    | 1,000  | 1,015           |
| 3,000  | LOBLAW COMPANIES LTD           | 7 May 2030  | 2.284    | 2,624  | 2,663           |
| 1,515  | LOBLAW COMPANIES LTD           | 11 Dec 2028 | 4.488    | 1,524  | 1,514           |
| 2,200  | LOWER MATTAGAMI ENERGY LP      | 31 Oct 2033 | 4.854    | 2,275  | 2,247           |
| 2,615  | LOWER MATTAGAMI ENERGY LP      | 21 Oct 2026 | 2.307    | 2,451  | 2,489           |
| 4,067  | MANULIFE FINANCIAL CORP        | 19 Jun 2082 | 7.117    | 4,024  | 4,105           |
| 3,500  | MANULIFE FINANCIAL CORP        | 13 May 2035 | 2.818    | 2,975  | 3,136           |
| 3,950  | MANULIFE FINANCIAL CORP        | 23 Feb 2034 | 5.054    | 3,950  | 3,978           |
| 4,430  | MANULIFE FINANCIAL CORP        | 10 Mar 2033 | 5.409    | 4,430  | 4,513           |
| 2,600  | METRO INC                      | 6 Dec 2027  | 3.390    | 2,464  | 2,513           |
| 5,938  | NATIONAL BANK OF CANADA        | 16 Aug 2032 | 5.426    | 5,901  | 6,014           |
| 5,000  | NATIONAL BANK OF CANADA        | 14 Jun 2028 | 5.219    | 5,088  | 5,111           |
| 5,000  | NATIONAL BANK OF CANADA        | 7 Dec 2026  | 4.968    | 5,000  | 5,041           |
| 8,350  | NATIONAL BANK OF CANADA        | 15 Jun 2026 | 1.534    | 7,954  | 7,898           |
| 3,272  | NATIONAL BANK OF CANADA        | 3 Nov 2025  | 5.296    | 3,321  | 3,290           |

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| <b>Bonds (continued)</b>                                       |                                |             |          |        |                 |
| <b>Bonds issued or guaranteed by a corporation (continued)</b> |                                |             |          |        |                 |
| 2,000  | NORTH WEST REDWTR PARTNERSHIP  | 1 Jun 2033  | 4.150    | 1,855  | 1,908           |
| 3,475  | NORTH WEST REDWTR PARTNERSHIP  | 1 Jun 2031  | 2.800    | 2,958  | 3,094           |
| 3,642  | NORTH WEST REDWTR PARTNERSHIP  | 1 Jun 2029  | 4.250    | 3,844  | 3,610           |
| 1,187  | OMERS FINANCE TRUST            | 14 May 2029 | 2.600    | 1,180  | 1,114           |
| 1,121  | OMERS FINANCE TRUST            | 21 Apr 2027 | 1.550    | 1,099  | 1,047           |
| 7,475  | OMERS REALTY CORP              | 14 Nov 2028 | 5.381    | 7,664  | 7,715           |
| 9,231  | ONTARIO POWER GENERATION INC   | 8 Apr 2030  | 3.215    | 8,740  | 8,638           |
| 2,000  | ONTARIO POWER GENERATION INC   | 13 Sep 2029 | 2.977    | 1,866  | 1,868           |
| 1,244  | ONTARIO TEACHERS FINANCE TR    | 19 Oct 2027 | 1.100    | 1,187  | 1,134           |
| 5,300  | ONTARIO TEACHERS FINANCE TRUST | 2 Jun 2032  | 4.450    | 5,340  | 5,394           |
| 4,372  | ONTARIO TEACHERS FINANCE TRUST | 1 Nov 2029  | 4.150    | 4,370  | 4,412           |
| 672  | OPB FINANCE TRUST              | 25 Jan 2027 | 2.980    | 685    | 652             |
| 760  | OPB FINANCE TRUST              | 2 Feb 2026  | 2.950    | 776    | 743             |
| 581  | OTTAWA MACDONALD-CARTIER INTL  | 25 May 2032 | 6.973    | 618    | 613             |
| 1,309  | PEMBINA PIPELINE CORP          | 27 Mar 2028 | 4.020    | 1,399  | 1,280           |
| 4,600  | PEMBINA PIPELINE CORP          | 15 Jun 2027 | 4.240    | 4,430  | 4,549           |
| 509  | PROLOGIS LP                    | 15 Jan 2031 | 5.250    | 509    | 522             |
| 6,000  | PSP CAPITAL INC                | 2 Dec 2030  | 4.400    | 5,995  | 6,151           |
| 2,000  | RELIANCE LP                    | 1 Aug 2028  | 2.670    | 1,804  | 1,833           |
| 1,520  | RIOCAN REAL ESTATE INVT TR     | 10 Mar 2027 | 2.361    | 1,520  | 1,421           |
| 7,139  | ROGERS COMMUNICATIONS INC      | 1 May 2029  | 3.250    | 6,939  | 6,679           |
| 800  | ROGERS COMMUNICATIONS INC      | 2 Nov 2028  | 4.400    | 741    | 790             |
| 8,128  | ROGERS COMMUNICATIONS INC      | 21 Sep 2028 | 5.700    | 8,118  | 8,422           |
| 1,100  | ROGERS COMMUNICATIONS INC      | 31 Mar 2027 | 3.650    | 1,050  | 1,070           |
| 1,100  | ROGERS COMMUNICATIONS INC      | 1 Mar 2027  | 3.800    | 1,062  | 1,075           |
| 2,000  | ROYAL BANK OF CANADA           | 24 Nov 2080 | 4.500    | 1,932  | 1,949           |
| 3,400  | ROYAL BANK OF CANADA           | 3 Apr 2034  | 5.096    | 3,400  | 3,417           |
| 16,969   | ROYAL BANK OF CANADA           | 1 Feb 2033  | 5.010    | 16,707 | 17,031          |
| 7,300  | ROYAL BANK OF CANADA           | 3 May 2032  | 2.940    | 6,478  | 6,934           |
| 12,422   | ROYAL BANK OF CANADA           | 24 Jun 2030 | 5.228    | 12,412 | 12,846          |
| 3,450  | ROYAL BANK OF CANADA           | 31 Jul 2028 | 1.833    | 2,954  | 3,139           |
| 5,000  | ROYAL BANK OF CANADA           | 17 Jan 2028 | 4.642    | 4,994  | 5,023           |
| 3,525  | ROYAL BANK OF CANADA           | 26 Jul 2027 | 4.612    | 3,525  | 3,535           |
| 4,650  | ROYAL BANK OF CANADA           | 28 Jan 2027 | 2.328    | 4,194  | 4,405           |
| 5,522  | ROYAL OFFICE FINANCE LP        | 12 Nov 2037 | 5.209    | 5,691  | 5,725           |
| 4,735  | SAGICOR FINANCIAL CO LTD REGS  | 20 Jun 2029 | 6.359    | 4,735  | 4,697           |
| 1,400  | SAPUTO INC                     | 20 Nov 2030 | 5.492    | 1,400  | 1,449           |
| 2,100  | SAPUTO INC                     | 16 Jun 2027 | 2.242    | 2,104  | 1,964           |
| 3,263  | SMARTCENTRES REIT              | 20 Dec 2029 | 3.526    | 2,814  | 2,993           |
| 8,677  | SUN LIFE FINANCIAL INC         | 15 May 2036 | 5.120    | 8,677  | 8,749           |
| 1,474  | SUN LIFE FINANCIAL INC         | 1 Oct 2035  | 2.060    | 1,159  | 1,253           |
| 8,150  | SUN LIFE FINANCIAL INC         | 4 Jul 2035  | 5.500    | 8,053  | 8,428           |
| 2,929  | SUN LIFE FINANCIAL INC         | 10 Aug 2034 | 4.780    | 2,894  | 2,930           |
| 4,442  | TELUS CORP                     | 8 Sep 2033  | 5.750    | 4,432  | 4,653           |
| 1,806  | TELUS CORP                     | 15 Nov 2032 | 5.250    | 1,823  | 1,834           |
| 8,793  | TELUS CORP                     | 13 Nov 2031 | 2.850    | 7,735  | 7,675           |

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as at June 30, 2024

(in thousands of Canadian \$)

| Par value  | Security                    | Maturity    | Rate (%) | Cost      | Carrying amount |
|--|-----------------------------|-------------|----------|-----------|-----------------|
| <b>Bonds (continued)</b>                                       |                             |             |          |           |                 |
| <b>Bonds issued or guaranteed by a corporation (continued)</b> |                             |             |          |           |                 |
| 1,229  | TELUS CORP                  | 19 Feb 2030 | 3.150    | 1,131     | 1,132           |
| 6,444  | TELUS CORP                  | 2 May 2029  | 3.300    | 5,994     | 6,067           |
| 3,594  | TELUS CORP                  | 8 Jul 2026  | 2.750    | 3,438     | 3,463           |
| 3,000  | THE BANK OF NOVA SCOTIA     | 27 Jul 2082 | 7.023    | 3,000     | 3,017           |
| 12,768   | THE BANK OF NOVA SCOTIA     | 3 May 2032  | 3.934    | 12,064    | 12,438          |
| 1,800  | THE BANK OF NOVA SCOTIA     | 1 Feb 2029  | 4.680    | 1,796     | 1,805           |
| 4,775  | THE BANK OF NOVA SCOTIA     | 8 May 2026  | 5.500    | 4,776     | 4,839           |
| 2,900  | TORONTO DOMINION BANK       | 31 Oct 2082 | 7.283    | 2,902     | 2,950           |
| 2,812  | TORONTO DOMINION BANK       | 9 Apr 2034  | 5.177    | 2,812     | 2,832           |
| 2,645  | TORONTO DOMINION BANK       | 26 Jan 2032 | 3.060    | 2,506     | 2,528           |
| 2,800  | TORONTO DOMINION BANK       | 4 Mar 2031  | 4.859    | 2,894     | 2,794           |
| 4,560  | TORONTO DOMINION BANK       | 22 Apr 2030 | 3.105    | 4,294     | 4,484           |
| 23,765   | TORONTO DOMINION BANK       | 8 Mar 2028  | 1.888    | 20,850    | 21,797          |
| 768  | TORONTO DOMINION BANK       | 27 Jan 2026 | 4.344    | 752       | 763             |
| 2,500  | TORONTO HYDRO CORP          | 14 Jun 2033 | 4.610    | 2,499     | 2,514           |
| 5,800  | TORONTO HYDRO CORP          | 20 Oct 2031 | 2.470    | 5,135     | 5,109           |
| 2,000  | TORONTO HYDRO CORPORATION   | 15 Oct 2030 | 1.500    | 1,666     | 1,695           |
| 1,500  | TORONTO-DOMINION BANK       | 1 Jun 2027  | 4.210    | 1,500     | 1,486           |
| 5,392  | TORONTO-DOMINION BANKTHE    | 8 Jan 2029  | 4.680    | 5,396     | 5,413           |
| 5,225  | TRANSCANADA PIPELINES LTD   | 9 Jun 2031  | 2.970    | 4,513     | 4,734           |
| 1,500  | TRANSCANADA PIPELINES LTD   | 18 Sep 2029 | 3.000    | 1,319     | 1,397           |
| 13,870   | TRANSCANADA PIPELINES LTD   | 5 Apr 2027  | 3.800    | 13,426    | 13,608          |
| 3,500  | VERIZON COMMUNICATIONS INC  | 22 Mar 2028 | 2.375    | 3,073     | 3,238           |
| 1,700  | VIDEOTRON LTD               | 15 Jul 2034 | 5.000    | 1,694     | 1,664           |
| 2,600  | WELLS FARGO & CO            | 18 Feb 2027 | 2.493    | 2,600     | 2,464           |
| 1,625  | WELLS FARGO & CO            | 19 May 2026 | 2.975    | 1,552     | 1,575           |
| 11,450   | WEST EDMONTON MALL PROPERTY | 4 Oct 2027  | 7.791    | 11,450    | 12,167          |
|  |                             |             |          | 754,332   | 761,283         |
| <b>Total - Bonds</b>   |                             |             |          | 1,017,176 | 1,020,773       |

| Number of shares | Security            | Cost  | Carrying amount |
|------------------|---------------------|-------|-----------------|
| <b>Equities</b>  |                     |       |                 |
| <b>Energy</b>    |                     |       |                 |
| 405              | CHENIERE ENERGY INC | 90    | 97              |
| 704              | CHEVRON CORP        | 151   | 151             |
| 2,497            | EXXON MOBIL CORP    | 384   | 393             |
| 1,229            | HESS CORP           | 252   | 248             |
| 336              | PHILLIPS 66         | 59    | 65              |
| 18,674           | TC ENERGY CORP      | 1,004 | 968             |
| 10,101           | TOURMALINE OIL CORP | 615   | 625             |

## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Par value  | Security                    | Maturity    | Rate (%) | Cost      | Carrying amount |
|--|-----------------------------|-------------|----------|-----------|-----------------|
| <b>Bonds (continued)</b>                                       |                             |             |          |           |                 |
| <b>Bonds issued or guaranteed by a corporation (continued)</b> |                             |             |          |           |                 |
| 1,229  | TELUS CORP                  | 19 Feb 2030 | 3.150    | 1,131     | 1,132           |
| 6,444  | TELUS CORP                  | 2 May 2029  | 3.300    | 5,994     | 6,067           |
| 3,594  | TELUS CORP                  | 8 Jul 2026  | 2.750    | 3,438     | 3,463           |
| 3,000  | THE BANK OF NOVA SCOTIA     | 27 Jul 2082 | 7.023    | 3,000     | 3,017           |
| 12,768   | THE BANK OF NOVA SCOTIA     | 3 May 2032  | 3.934    | 12,064    | 12,438          |
| 1,800  | THE BANK OF NOVA SCOTIA     | 1 Feb 2029  | 4.680    | 1,796     | 1,805           |
| 4,775  | THE BANK OF NOVA SCOTIA     | 8 May 2026  | 5.500    | 4,776     | 4,839           |
| 2,900  | TORONTO DOMINION BANK       | 31 Oct 2082 | 7.283    | 2,902     | 2,950           |
| 2,812  | TORONTO DOMINION BANK       | 9 Apr 2034  | 5.177    | 2,812     | 2,832           |
| 2,645  | TORONTO DOMINION BANK       | 26 Jan 2032 | 3.060    | 2,506     | 2,528           |
| 2,800  | TORONTO DOMINION BANK       | 4 Mar 2031  | 4.859    | 2,894     | 2,794           |
| 4,560  | TORONTO DOMINION BANK       | 22 Apr 2030 | 3.105    | 4,294     | 4,484           |
| 23,765   | TORONTO DOMINION BANK       | 8 Mar 2028  | 1.888    | 20,850    | 21,797          |
| 768  | TORONTO DOMINION BANK       | 27 Jan 2026 | 4.344    | 752       | 763             |
| 2,500  | TORONTO HYDRO CORP          | 14 Jun 2033 | 4.610    | 2,499     | 2,514           |
| 5,800  | TORONTO HYDRO CORP          | 20 Oct 2031 | 2.470    | 5,135     | 5,109           |
| 2,000  | TORONTO HYDRO CORPORATION   | 15 Oct 2030 | 1.500    | 1,666     | 1,695           |
| 1,500  | TORONTO-DOMINION BANK       | 1 Jun 2027  | 4.210    | 1,500     | 1,486           |
| 5,392  | TORONTO-DOMINION BANKTHE    | 8 Jan 2029  | 4.680    | 5,396     | 5,413           |
| 5,225  | TRANSCANADA PIPELINES LTD   | 9 Jun 2031  | 2.970    | 4,513     | 4,734           |
| 1,500  | TRANSCANADA PIPELINES LTD   | 18 Sep 2029 | 3.000    | 1,319     | 1,397           |
| 13,870   | TRANSCANADA PIPELINES LTD   | 5 Apr 2027  | 3.800    | 13,426    | 13,608          |
| 3,500  | VERIZON COMMUNICATIONS INC  | 22 Mar 2028 | 2.375    | 3,073     | 3,238           |
| 1,700  | VIDEOTRON LTD               | 15 Jul 2034 | 5.000    | 1,694     | 1,664           |
| 2,600  | WELLS FARGO & CO            | 18 Feb 2027 | 2.493    | 2,600     | 2,464           |
| 1,625  | WELLS FARGO & CO            | 19 May 2026 | 2.975    | 1,552     | 1,575           |
| 11,450   | WEST EDMONTON MALL PROPERTY | 4 Oct 2027  | 7.791    | 11,450    | 12,167          |
|  |                             |             |          | 754,332   | 761,283         |
| <b>Total - Bonds</b>   |                             |             |          | 1,017,176 | 1,020,773       |

| Number of shares | Security            | Cost  | Carrying amount |
|------------------|---------------------|-------|-----------------|
| <b>Equities</b>  |                     |       |                 |
| <b>Energy</b>    |                     |       |                 |
| 405              | CHENIERE ENERGY INC | 90    | 97              |
| 704              | CHEVRON CORP        | 151   | 151             |
| 2,497            | EXXON MOBIL CORP    | 384   | 393             |
| 1,229            | HESS CORP           | 252   | 248             |
| 336              | PHILLIPS 66         | 59    | 65              |
| 18,674           | TC ENERGY CORP      | 1,004 | 968             |
| 10,101           | TOURMALINE OIL CORP | 615   | 625             |



**Schedule of investment portfolio**  
**Condensed interim unaudited**  
**as at June 30, 2024**

(in thousands of Canadian \$)

| Number<br>of shares           | Security                       | Cost  | Carrying<br>amount |
|-------------------------------|--------------------------------|-------|--------------------|
| <b>Equities (continued)</b>   |                                |       |                    |
| <b>Energy (continued)</b>     |                                |       |                    |
| 6,997                         | VALERO ENERGY CORP             | 1,260 | 1,502              |
| 2,501                         | WILLIAMS COS INC/THE           | 147   | 145                |
|                               |                                | 3,962 | 4,194              |
| <b>Materials</b>              |                                |       |                    |
| 540                           | CORTEVA INC                    | 39    | 40                 |
| 775                           | DOW INC                        | 58    | 56                 |
| 623                           | ECOLAB INC                     | 208   | 203                |
| 5,101                         | FRANCO-NEVADA CORP             | 831   | 825                |
| 227                           | LINDE PLC                      | 137   | 136                |
| 856                           | PEMBINA PIPELINE CORP          | 40    | 43                 |
| 2,246                         | SHERWIN-WILLIAMS CO/THE        | 997   | 918                |
| 24,069                        | TRIPLE FLAG PRECIOUS METALS    | 449   | 511                |
| 6,682                         | WINPAK LTD                     | 272   | 298                |
|                               |                                | 3,031 | 3,030              |
| <b>Communication Services</b> |                                |       |                    |
| 9,819                         | ALPHABET INC                   | 1,807 | 2,447              |
| 8,687                         | BCE INC                        | 424   | 385                |
| 1,710                         | COMCAST CORP                   | 93    | 92                 |
| 860                           | EBAY INC                       | 63    | 63                 |
| 1,385                         | ELECTRONIC ARTS INC            | 248   | 264                |
| 1,171                         | FOX CORP                       | 55    | 55                 |
| 675                           | LIBERTY MEDIA CORP-LIBERTY FOR | 66    | 66                 |
| 1,866                         | META PLATFORMS INC             | 821   | 1,287              |
| 62                            | NETFLIX INC                    | 57    | 57                 |
| 903                           | PINTEREST INC                  | 53    | 54                 |
| 8,319                         | QUEBECOR INC                   | 256   | 240                |
| 700                           | ROGERS COMMUNICATIONS INC      | 36    | 35                 |
| 23,964                        | ROLLINS INC                    | 1,424 | 1,600              |
| 19,229                        | TELUS CORP                     | 470   | 398                |
| 8,905                         | THOMSON REUTERS CORPORATION    | 1,774 | 2,050              |
| 2,153                         | T-MOBILE US INC                | 450   | 519                |
| 4,410                         | VERIZON COMMUNICATIONS INC     | 220   | 249                |
|                               |                                | 8,317 | 9,861              |
| <b>Utilities</b>              |                                |       |                    |
| 1,377                         | ATMOS ENERGY CORP              | 215   | 220                |
| 2,148                         | CONSOLIDATED EDISON INC        | 265   | 262                |
| 769                           | EDISON INTERNATIONAL           | 73    | 76                 |
| 522                           | EVERSOURCE ENERGY              | 41    | 41                 |

**Schedule of investment portfolio**  
**Condensed interim unaudited**  
**as at June 30, 2024**

(in thousands of Canadian \$)

| Number<br>of shares          | Security                       | Cost   | Carrying<br>amount |
|------------------------------|--------------------------------|--------|--------------------|
| <b>Equities (continued)</b>  |                                |        |                    |
| <b>Utilities (continued)</b> |                                |        |                    |
| 5,544                        | HYDRO ONE LIMITED              | 217    | 220                |
| 948                          | PUBLIC SERVICE ENTERPRISE GROU | 82     | 96                 |
|                              |                                | 893    | 915                |
| <b>Financials</b>            |                                |        |                    |
| 658                          | ALLSTATE CORP/THE              | 146    | 144                |
| 303                          | AMERICAN EXPRESS CO            | 96     | 96                 |
| 114                          | AMERIPRISE FINANCIAL INC       | 63     | 67                 |
| 11,152                       | BANK OF MONTREAL               | 1,375  | 1,279              |
| 18,651                       | BANK OF NOVA SCOTIA            | 1,205  | 1,166              |
| 328                          | BERKSHIRE HATHAWAY INC         | 167    | 183                |
| 29,621                       | BROOKFIELD CORPORATION         | 1,481  | 1,673              |
| 1,101                        | CBOE GLOBAL MARKETS INC        | 250    | 256                |
| 693                          | CHUBB LTD                      | 221    | 242                |
| 5,244                        | CME GROUP INC                  | 1,441  | 1,410              |
| 9,296                        | CULLEN/FROST BANKERS INC       | 1,293  | 1,293              |
| 23,987                       | DEFINITY FINANCIAL CORP        | 933    | 1,077              |
| 6,255                        | EQB INC                        | 479    | 583                |
| 2,970                        | HARTFORD FINANCIAL SERVICES GR | 424    | 408                |
| 5,025                        | IA FINANCIAL CORP INC          | 424    | 431                |
| 7,164                        | INTACT FINANCIAL CORP          | 1,466  | 1,630              |
| 374                          | JPMORGAN CHASE & CO            | 96     | 104                |
| 23,876                       | MANULIFE FINANCIAL CORP        | 667    | 869                |
| 42                           | MARKEL GROUP INC               | 91     | 91                 |
| 5,390                        | MARSH & MCLENNAN COS INC       | 1,416  | 1,554              |
| 2,466                        | MASTERCARD INC                 | 1,399  | 1,488              |
| 10,391                       | NATIONAL BANK OF CANADA        | 1,022  | 1,127              |
| 1,383                        | PROGRESSIVE CORP/THE           | 328    | 393                |
| 4,261                        | ROYAL BANK OF CANADA           | 554    | 621                |
| 1,619                        | SEI INVESTMENTS CO             | 147    | 143                |
| 16,594                       | TMX GROUP LTD                  | 513    | 632                |
| 4,601                        | TORONTO DOMINION BANK          | 378    | 346                |
| 471                          | TRADEWEB MARKETS INC           | 67     | 68                 |
| 369                          | TRAVELERS COS INC/THE          | 96     | 103                |
| 801                          | VISA INC                       | 276    | 288                |
| 860                          | W R BERKLEY CORP               | 84     | 92                 |
| 770                          | WALT DISNEY CO/THE             | 107    | 104                |
| 1,250                        | WELLS FARGO & CO               | 101    | 102                |
|                              |                                | 18,806 | 20,063             |

**Schedule of investment portfolio**  
**Condensed interim unaudited**  
**as at June 30, 2024**

(in thousands of Canadian \$)

| Number<br>of shares           | Security                     | Cost  | Carrying<br>amount |
|-------------------------------|------------------------------|-------|--------------------|
| <b>Equities (continued)</b>   |                              |       |                    |
| <b>Consumer Staples</b>       |                              |       |                    |
| 250                           | AVERY DENNISON CORP          | 78    | 75                 |
| 2,344                         | CAMPBELL SOUP CO             | 138   | 145                |
| 1,657                         | CHURCH & DWIGHT CO INC       | 223   | 235                |
| 3,003                         | COCA-COLA CO/THE             | 245   | 262                |
| 925                           | COLGATE-PALMOLIVE CO         | 103   | 123                |
| 2,410                         | CONAGRA BRANDS INC           | 97    | 94                 |
| 141                           | CONSTELLATION BRANDS INC     | 51    | 50                 |
| 27,604                        | EMPIRE CO LTD                | 976   | 965                |
| 4,574                         | GENERAL MILLS INC            | 430   | 396                |
| 222                           | HERSHEY CO/THE               | 57    | 56                 |
| 1,400                         | KELLANOVA                    | 108   | 110                |
| 1,796                         | KENVUE INC                   | 46    | 45                 |
| 1,112                         | KEURIG DR PEPPER INC         | 49    | 51                 |
| 3,441                         | KRAFT HEINZ CO/THE           | 167   | 152                |
| 569                           | KROGER CO/THE                | 37    | 39                 |
| 8,241                         | LAMB WESTON HOLDINGS INC     | 1,031 | 948                |
| 4,193                         | LOBLAW COMPANIES LTD         | 562   | 665                |
| 19,881                        | METRO INC                    | 1,419 | 1,504              |
| 1,488                         | MONDELEZ INTERNATIONAL INC   | 144   | 133                |
| 643                           | MONSTER BEVERAGE CORP        | 44    | 44                 |
| 1,684                         | PEPSICO INC                  | 389   | 380                |
| 11,780                        | PREMIUM BRANDS HOLDINGS CORP | 1,087 | 1,109              |
| 2,037                         | PROCTER & GAMBLE CO/THE      | 424   | 460                |
| 1,600                         | SAPUTO INC                   | 48    | 49                 |
| 10,339                        | SYSCO CORP                   | 1,101 | 1,008              |
| 506                           | TYSON FOODS INC              | 40    | 40                 |
| 10,426                        | WALMART INC                  | 791   | 965                |
|                               |                              | 9,885 | 10,103             |
| <b>Consumer Discretionary</b> |                              |       |                    |
| 12,693                        | ALIMENTATION COUCHE-TARD INC | 892   | 973                |
| 8,535                         | AMAZON.COM INC               | 1,702 | 2,259              |
| 4,546                         | BOYD GROUP SERVICES INC      | 1,116 | 1,167              |
| 17,586                        | CCL INDUSTRIES INC           | 1,107 | 1,263              |
| 1,712                         | CHIPOTLE MEXICAN GRILL INC   | 149   | 147                |
| 104                           | COSTCO WHOLESALE CORP        | 121   | 121                |
| 61,299                        | D2L INC                      | 556   | 692                |
| 6,018                         | DOLLARAMA INC                | 582   | 752                |
| 6,494                         | FIVE BELOW INC               | 1,482 | 968                |
| 391                           | GENUINE PARTS CO             | 76    | 74                 |
| 16,062                        | GILDAN ACTIVEWEAR INC        | 715   | 829                |
| 2,033                         | LULULEMON ATHLETICA INC      | 1,138 | 830                |
| 9,731                         | MAGNA INTL INC               | 696   | 554                |
| 373                           | MCDONALD'S CORP              | 138   | 130                |

## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Number<br>of shares                       | Security                      | Cost   | Carrying<br>amount |
|---|-------------------------------|--------|--------------------|
| <b>Equities (continued)</b>               |                               |        |                    |
| <b>Consumer Discretionary (continued)</b> |                               |        |                    |
| 50  | O'REILLY AUTOMOTIVE INC       | 68     | 72                 |
| 19,023                                    | PET VALU HOLDINGS LTD         | 555    | 500                |
| 3,789                                     | RB GLOBAL INC                 | 347    | 395                |
| 13,703                                    | RESTAURANT BRANDS INTL INC    | 1,284  | 1,317              |
| 12,752                                    | RICHARDS PACKAGING INCOME FD  | 447    | 370                |
| 12,488                                    | RICHELIEU HARDWARE LTD        | 514    | 514                |
| 1,476                                     | TJX COS INC/THE               | 190    | 223                |
| 997                                       | YUM! BRANDS INC               | 177    | 181                |
|   |                               | 14,052 | 14,331             |
| <b>Health</b>                             |                               |        |                    |
| 1,443                                     | ABBOTT LABORATORIES           | 206    | 205                |
| 967                                       | ABBVIE INC                    | 196    | 227                |
| 4,069                                     | AMGEN INC                     | 1,509  | 1,741              |
| 340                                       | BIOMARIN PHARMACEUTICAL INC   | 42     | 38                 |
| 850                                       | BOSTON SCIENTIFIC CORP        | 77     | 90                 |
| 839                                       | CARDINAL HEALTH INC           | 120    | 113                |
| 1,070                                     | CENCORA INC                   | 343    | 330                |
| 133                                       | CIGNA GROUP/THE               | 62     | 60                 |
| 3,381                                     | DANAHER CORP                  | 1,061  | 1,155              |
| 381                                       | ELEVANCE HEALTH INC           | 258    | 282                |
| 281                                       | ELI LILLY & CO                | 302    | 348                |
| 1,182                                     | GILEAD SCIENCES INC           | 119    | 111                |
| 2,302                                     | INCYTE CORP                   | 188    | 191                |
| 2,558                                     | JOHNSON & JOHNSON             | 536    | 511                |
| 465                                       | MCKESSON CORP                 | 386    | 372                |
| 2,911                                     | MERCK & CO INC                | 448    | 493                |
| 1,019                                     | NEUROCRINE BIOSCIENCES INC    | 183    | 192                |
| 1,885                                     | PFIZER INC                    | 78     | 72                 |
| 205                                       | REGENERON PHARMACEUTICALS INC | 255    | 295                |
| 339                                       | UNITED THERAPEUTICS CORP      | 134    | 148                |
| 493                                       | UNITEDHEALTH GROUP INC        | 339    | 343                |
| 349                                       | VERTEX PHARMACEUTICALS INC    | 181    | 224                |
| 4,566                                     | ZOETIS INC                    | 1,054  | 1,082              |
|   |                               | 8,077  | 8,623              |

## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Number<br>of shares         | Security                       | Cost   | Carrying<br>amount |
|-----------------------------|--------------------------------|--------|--------------------|
| <b>Equities (continued)</b> |                                |        |                    |
| <b>Industrial</b>           |                                |        |                    |
| 428                         | AMETEK INC                     | 98     | 98                 |
| 13,663                      | ANDLAUER HEALTHCARE GROUP INC  | 577    | 530                |
| 23,626                      | ATKINSREALIS GROUP INC         | 914    | 1,394              |
| 11,196                      | ATS CORPORATION                | 529    | 496                |
| 447                         | AUTOMATIC DATA PROCESSING INC  | 152    | 146                |
| 470                         | BALL CORP                      | 40     | 39                 |
| 30,039                      | CAE INC                        | 814    | 761                |
| 13,397                      | CANADIAN NATIONAL RAILWAY CO   | 2,118  | 2,162              |
| 6,012                       | CANADIAN PACIFIC KANSAS CITY   | 626    | 648                |
| 63                          | CINTAS CORP                    | 61     | 60                 |
| 368                         | CROWN HOLDINGS INC             | 40     | 37                 |
| 103                         | CUMMINS INC                    | 40     | 39                 |
| 328                         | DUKE ENERGY CORP               | 43     | 45                 |
| 325                         | EMCOR GROUP INC                | 169    | 162                |
| 605                         | EMERSON ELECTRIC CO            | 90     | 91                 |
| 1,216                       | EXPEDITORS INTERNATIONAL OF WA | 208    | 208                |
| 1,849                       | FASTENAL CO                    | 166    | 159                |
| 6,101                       | FINNING INTERNATIONAL INC      | 222    | 245                |
| 13,201                      | GDI INTEGRATED FAC SVCS INC    | 503    | 426                |
| 155                         | HEICO CORP                     | 40     | 47                 |
| 620                         | INTERNATIONAL PAPER CO         | 40     | 37                 |
| 183                         | JB HUNT TRANSPORT SERVICES INC | 39     | 40                 |
| 590                         | KNIGHT-SWIFT TRANSPORTATION HO | 39     | 40                 |
| 623                         | PACKAGING CORP OF AMERICA      | 157    | 156                |
| 414                         | PAYCHEX INC                    | 71     | 67                 |
| 1,328                       | REPUBLIC SERVICES INC          | 296    | 353                |
| 1,101                       | RTX CORP                       | 146    | 151                |
| 29,575                      | SAVARIA CORP                   | 462    | 532                |
| 9,627                       | STANTEC INC                    | 865    | 1,094              |
| 4,721                       | TOROMONT INDUSTRIES LTD        | 535    | 572                |
| 535                         | UNION PACIFIC CORP             | 167    | 166                |
| 198                         | VERISK ANALYTICS INC           | 66     | 73                 |
| 9,853                       | WASTE CONNECTIONS INC          | 1,970  | 2,364              |
| 1,581                       | WASTE MANAGEMENT INC           | 382    | 462                |
| 762                         | WESTINGHOUSE AIR BRAKE TECHNOL | 169    | 165                |
| 4,316                       | WSP GLOBAL INC                 | 764    | 916                |
| 37                          | WW GRAINGER INC                | 46     | 46                 |
|                             |                                | 13,664 | 15,027             |

## Schedule of investment portfolio

Condensed interim unaudited

as at June 30, 2024

(in thousands of Canadian \$)

| Number<br>of shares           | Security                       | Cost  | Carrying<br>amount |
|-------------------------------|--------------------------------|-------|--------------------|
| <b>Equities (continued)</b>   |                                |       |                    |
| <b>Information Technology</b> |                                |       |                    |
| 447                           | 3M CO                          | 63    | 63                 |
| 339                           | A O SMITH CORP                 | 39    | 38                 |
| 523                           | ACCENTURE PLC                  | 224   | 217                |
| 1,779                         | ADOBE INC                      | 1,285 | 1,352              |
| 409                           | AKAMAI TECHNOLOGIES INC        | 63    | 50                 |
| 270,302                       | ALITHYA GROUP INC              | 564   | 578                |
| 2,032                         | AMPHENOL CORP                  | 144   | 187                |
| 264                           | ANALOG DEVICES INC             | 82    | 82                 |
| 200                           | ANSYS INC                      | 88    | 88                 |
| 8,578                         | APPLE INC                      | 2,102 | 2,469              |
| 10,122                        | AT&T INC                       | 233   | 265                |
| 155                           | BROADRIDGE FINANCIAL SOLUTIONS | 40    | 42                 |
| 11,392                        | CGI INC                        | 1,509 | 1,553              |
| 6,009                         | CISCO SYSTEMS INC              | 396   | 390                |
| 2,129                         | COGNIZANT TECHNOLOGY SOLUTIONS | 216   | 198                |
| 376                           | CONSTELLATION SOFTWARE INC     | 623   | 800                |
| 3,159                         | CORNING INC                    | 172   | 168                |
| 68,687                        | COVEO SOLUTIONS INC            | 602   | 535                |
| 8,311                         | DESCARTES SYS GROUP INC        | 912   | 1,092              |
| 23,388                        | ENGHOUSE SYSTEMS LTD           | 793   | 705                |
| 3,374                         | ENPHASE ENERGY INC             | 592   | 460                |
| 488                           | GODADDY INC                    | 76    | 93                 |
| 800                           | HP INC                         | 40    | 38                 |
| 275                           | ILLINOIS TOOL WORKS INC        | 93    | 89                 |
| 277                           | JACK HENRY & ASSOCIATES INC    | 63    | 63                 |
| 7,382                         | JUNIPER NETWORKS INC           | 339   | 368                |
| 7,580                         | KINAXIS INC                    | 1,149 | 1,188              |
| 15,039                        | KNEAT.COM INC                  | 64    | 64                 |
| 837                           | LUMINE GROUP INC               | 19    | 31                 |
| 318                           | MANHATTAN ASSOCIATES INC       | 105   | 107                |
| 336                           | METTLER-TOLEDO INTERNATIONAL I | 592   | 643                |
| 6,585                         | MICROSOFT CORP                 | 3,131 | 4,027              |
| 250                           | MOTOROLA SOLUTIONS INC         | 108   | 132                |
| 417                           | NETAPP INC                     | 54    | 73                 |
| 16,872                        | NVIDIA CORP                    | 1,585 | 2,849              |
| 19,603                        | OPEN TEXT CORPORATION          | 941   | 802                |
| 377                           | PTC INC                        | 87    | 94                 |
| 226                           | QUALCOMM INC                   | 62    | 62                 |
| 98,822                        | REAL MATTERS INC               | 562   | 621                |
| 474                           | ROPER TECHNOLOGIES INC         | 337   | 366                |
| 6,500                         | SHOPIFY INC                    | 543   | 587                |
| 64,615                        | SYLOGIST LTD                   | 495   | 654                |
| 52                            | SYNOPSIS INC                   | 42    | 42                 |
| 305                           | TAKE-TWO INTERACTIVE SOFTWARE  | 67    | 65                 |
| 21,566                        | TECSYS INC                     | 700   | 755                |
| 3,756                         | TEXAS INSTRUMENTS INC          | 881   | 999                |

**Schedule of investment portfolio**  
**Condensed interim unaudited**  
**as at June 30, 2024**

(in thousands of Canadian \$)

| Number<br>of shares                             | Security                     | Cost      | Carrying<br>amount |
|---|------------------------------|-----------|--------------------|
| <b>Equities (continued)</b>                     |                              |           |                    |
| <b>Information Technology (continued)</b>       |                              |           |                    |
| 148,055   | TINY LTD                     | 406       | 311                |
| 1,459   | TOPICUS.COM INC              | 142       | 171                |
| 217   | TYLER TECHNOLOGIES INC       | 146       | 149                |
| 810   | VERISIGN INC                 | 220       | 197                |
| 4,451   | WORKDAY INC                  | 1,371     | 1,362              |
|   |                              | 25,162    | 28,334             |
| <b>Real Estate</b>                              |                              |           |                    |
| 20,079  | ALTUS GROUP LTD              | 928       | 1,013              |
| 6,863   | COLLIERS INTL GROUP INC      | 1,019     | 1,045              |
| 2,290   | PUBLIC STORAGE               | 876       | 901                |
|   |                              | 2,823     | 2,959              |
| <b>ETF</b>                                      |                              |           |                    |
| 139,900   | ISHARES MSCI EAFE MIN VOL FA | 12,895    | 13,274             |
|   |                              | 12,895    | 13,274             |
| <b>Total - Equities</b>                         |                              | 121,567   | 130,714            |
| <b>Total - Schedule of investment portfolio</b> |                              | 1,233,459 | 1,246,172          |

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
**(in thousands of Canadian \$)**

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## **1. General information about the Plan**

The REFLEX Plan (the “Plan”) is a trust maintained by declaration of trust pursuant to the Civil Code of Quebec. It is governed by a trust agreement (the “Agreement”) concluded on July 9, 2010, between the Kaleido Foundation, (the “Foundation”), Eterna Trust Inc. and Kaleido Growth Inc. (“Kaleido Growth”). The latter acts as the investment fund manager of the REFLEX Plan promoted by the Foundation. The Plan’s head office and principal place of business is located at 1035 Wilfrid-Pelletier Avenue, Suite 500, Quebec City (Quebec) G1W 0C5.

The REFLEX Plan is a group scholarship plan under which the refund of contributions (savings) is guaranteed at all times, including the sales charges if the plan reaches maturity. The Plan is available to beneficiaries aged 0 to 16 years inclusive. Since December 14, 2017, eligible studies that qualify for Educational Assistance Payment (EAP) are general or technical, full-time or part-time (college, community college or university) post-secondary educational programs offered in Canada or the foreign equivalent. Programs offered in a post-secondary institution intended to provide a person with or improve the skills required in the exercise of a professional activity are also eligible. In all cases, these programs must have a minimum duration of three consecutive weeks, comprising at least 10 hours of courses or schoolwork per week. Specified educational programs are also eligible; they are postsecondary programs of study with a minimum duration of three consecutive weeks and to which a student must dedicate minimum of 12 hours per month on courses. When a beneficiary is registered in a distance learning program for such studies, they are also considered eligible. The Plan invests in equities of Canadian companies, debt securities issued or guaranteed by a Canadian government and Canadian treasury short-term debt securities.

Kaleido Growth and the Foundation launched the IDEO+ product line on May 1, 2022 and terminated distribution of the Plan on April 30, 2022. Kaleido Growth and the Foundation will continue to honor existing contracts until the scheduled maturity date, including the payment of scheduled contributions.

The publication of these financial statements was authorized by the Audit Committee on August 26, 2024.

## **2. Significant accounting policies**

### **Statement of compliance**

The interim condensed statements of financial position, the interim condensed statements of net and comprehensive income, the interim condensed statements of changes in net assets attributable to contracts, the interim condensed statements of cashflows and the accompanying interim condensed notes were prepared in accordance with IAS 34 Interim Financial Reporting.

These interim condensed financial statements should be read in conjunction with the financial statements for the year ended December 31, 2023. The significant accounting policies used in preparing these condensed interim financial statements are consistent with those found in the financial statements for the year ended December 31, 2023.

## **3. Significant accounting judgements, estimates and assumptions**

When applying the Plan's accounting policies, as described in Note 2 to the financial statements for the year ended December 31, 2023, management must make judgement as well as estimates and assumptions about the carrying amounts of assets and liabilities. The estimates and underlying assumptions are based on historical experience and other factors considered relevant. Actual results may differ from these estimates.

Management exercised judgment and made estimates and underlying assumptions regarding the QESI receivable and the sales charge refund obligation at maturity (SCROM).



**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
(in thousands of Canadian \$)

**4. Investments**

|                        | June 30,<br>2024 | December 31,<br>2023 |
|------------------------|------------------|----------------------|
| Short-term investments | 94,685           | 99,728               |
| Bonds                  | 1,020,773        | 1,002,011            |
| Equities               | 130,714          | 109,275              |
|                        | <b>1,246,172</b> | <b>1,211,014</b>     |

**5. Current assets and liabilities**

The Plan expects to recover the amounts relating to sales pending settlement, dividends receivable, interest receivable, CESH receivable, QESI receivable, no later than 12 months following the end date of the reporting period.

In addition, the Plan expects to settle the sums for the purchases pending settlement, the QESI refundable as well as accounts payable and other liabilities no later than 12 months following the end date of the reporting period.

**6. Accounts payable and other liabilities**

|  | Notes | June 30,<br>2024 | December 31,<br>2023 |
|--|-------|------------------|----------------------|
| Amount payable to Kaleido Growth Inc.  | 8     | 1,463            | 2,831                |
| Amount payable to the Kaleido Foundation   | 8     | -                | 125                  |
| Accumulated income on grants for payment to a designated educational institution |       | 27               | 12                   |
| Other  |       | 558              | 319                  |
|  |       | <b>2,048</b>     | <b>3,287</b>         |

**7. Sales charge refund obligation at maturity (SCROM)**

|                                   | June 30,<br>2024 | December 31,<br>2023 |
|-----------------------------------|------------------|----------------------|
| Discounted value of the SCROM     | 80,572           | 79,056               |
| Non-discounted value of the SCROM | 105,243          | 101,606              |

Given that the underlying conditions evolve over time, especially the rate of return, these assumptions could also change and therefore cause a change in the discounted value of the SCROM.

| <b>Impact of a change in the discount rate</b> | June 30,<br>2024 | December 31,<br>2023 |
|--|------------------|----------------------|
| Discount rate applied                          | 3.69%            | 3,70%                |
| Increase of 1.0%                               | (4,697)          | (4,885)              |
| Decrease of 1.0%                               | 4,304            | 5,411                |

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
(in thousands of Canadian \$)

**8. Related party transactions**

**Kaleido Growth Inc.**

Kaleido Growth Inc., a wholly owned subsidiary of Kaleido Foundation, is the distributor of the products promoted by the Foundation and serves as the Plan's distributor and investment fund manager.

**Kaleido Foundation**

The Foundation is the promoter of the REFLEX Plan. The Plan and the Foundation report to the same Board of Directors.

| <b>Administration fees</b> | <b>June 30,<br/>2024</b> | June 30,<br>2023 |
|----------------------------|--------------------------|------------------|
| Kaleido Growth Inc.        | <b>9,218</b>             | 8,578            |
|                            | <b>9,218</b>             | 8,578            |

| <b>Amount receivable</b> | <b>June 30,<br/>2024</b> | December 31,<br>2023 |
|--------------------------|--------------------------|----------------------|
| Kaleido Foundation       | <b>54</b>                | -                    |
|                          | <b>54</b>                | -                    |

| <b>Amount payable</b> | <b>June 30,<br/>2024</b> | December 31,<br>2023 |
|-----------------------|--------------------------|----------------------|
| Kaleido Growth Inc.   | <b>1,463</b>             | 2,831                |
| Kaleido Foundation    | -                        | 125                  |
|                       | <b>1,463</b>             | 2,956                |

**9. Capital management**

The Plan's capital corresponds to the net assets attributable to contracts. Capital management objectives are as follows:

- Preserving the value of subscriber savings and government grants.
- Ensuring the refund of sales charges at maturity.
- Achieving a maximum net return while maintaining an appropriate degree of risk to reach satisfactory EAP amounts per unit.

To meet these objectives, the portfolio managers are mandated to optimize total returns through high-quality investments, strategic asset diversification and allocation, security selection, duration management and credit analysis. The Plan periodically reviews and revises its policies and procedures.

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
**(in thousands of Canadian \$)**

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## **9. Capital management (continued)**

For the period ended June 30, 2024, the following policies and procedures were applied:

- **Subscriber savings:** The Plan commits to refund subscriber savings and to invest the savings solely in fixed-income securities (government and corporate bonds) before plan maturity. After plan maturity, the Plan invests these funds solely in cash or cash equivalents to ensure the liquidity of investments, as these sums may be withdrawn at any time.
- **Government grants:** Grants received before April 20, 2012, are invested with a target allocation of 100% variable-income securities (Canadian and U.S. equities). Government grants received on or after April 20, 2012, are invested entirely in fixed-income securities such as the subscriber savings.
- **Income earned on grants, SCROM, and the EAP account:** The Plan invests the amounts attributed to these funds with a target allocation of 100% variable-income securities such as government grants received before April 20, 2012.

During the period ended June 30, 2024, the Plan maintained the same strategy of prudent portfolio management as that of previous reporting periods by maintaining the investment philosophy adopted by the Investment Committee and portfolio managers.

These policies and procedures must comply with the provisions of the Securities Act (Quebec) and meet the requirements of Paragraph 146.1 (1) of the Income Tax Act (Canada). The Plan is not subject to any other external capital requirements.

## **10. Financial instruments**

### **Fair value**

- **Establishing fair value**

The fair values of cash, sales pending settlement, dividends receivable, interest receivable, QESI receivable, other accounts receivable, purchases pending settlement, CESG refundable, QESI refundable, and accounts payable and other liabilities approximate their carrying amounts due to their short-term maturities.

The fair value of net assets attributable to contracts corresponds to its carrying amount given that it is the residual amount allocated to contract holders and to beneficiaries at the reporting date.

The fair value of equity investments is established using the bid price values. If quoted prices in active markets are unavailable, the fair value of investments in short-term investments and bonds is determined using current valuation methods such as a model that relies on discounting expected future cash flows or similar techniques. These methods use current observable market data for financial instruments with similar risk profiles and comparable terms. The significant data used in these models include, but are not limited to, yield curves and credit risks.

- **Fair value hierarchy**

For financial reporting purposes, fair value measurements are classified in accordance with a hierarchy (Levels 1, 2, or 3). This classification is based on the level at which fair value measurement inputs are observable as well as on the significance of a particular input to the fair value measurement in its entirety.

The fair value hierarchy consists of the following levels:

- **Level 1** - Valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities (for example, prices observable on the TSX) and for which the entity can access at the measurement date.

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
(in thousands of Canadian \$)

**10. Financial instruments (continued)**

**Fair value (continued)**

• **Fair value hierarchy (continued)**

- **Level 2** - Valuation based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices). For example, matrix pricing, yield curves and indices.
- **Level 3** - Valuation in which a significant portion of the inputs used for assets or liabilities are not based on observable market data (unobservable inputs). For example, private investment valuations by portfolio managers.

The hierarchy that applies when determining fair value requires the use of observable market inputs whenever such inputs exist. Fair values are classified in Level 1 when the security is traded on an active market and a quoted price is available. If a financial instrument classified in Level 1 ceases to trade in an active market, it is transferred to the next level (Level 2). If the valuation of its fair value requires significant use of unobservable market inputs, it is then classified in Level 3.

The following tables present the financial instruments recorded at fair value in the statements of financial position, classified using the fair value hierarchy:

| <b>As at June 30, 2024</b> | <b>Level 1</b> | <b>Level 2</b>   | <b>Level 3</b> | <b>Total</b>     |
|----------------------------|----------------|------------------|----------------|------------------|
| Short-term investments     | <b>89,016</b>  | <b>5,669</b>     | -              | <b>94,685</b>    |
| Bonds                      | -              | <b>1,020,773</b> | -              | <b>1,020,773</b> |
| Equities                   | <b>130,714</b> | -                | -              | <b>130,714</b>   |
|                            | <b>219,730</b> | <b>1,026,442</b> | -              | <b>1,246,172</b> |

| <b>As at December 31, 2023</b> | <b>Level 1</b> | <b>Level 2</b> | <b>Level 3</b> | <b>Total</b> |
|--------------------------------|----------------|----------------|----------------|--------------|
| Short-term investments         | 76,640         | 23,088         | -              | 99,728       |
| Bonds                          | -              | 1,002,010      | -              | 1,002,010    |
| Equities                       | 109,276        | -              | -              | 109,276      |
|                                | 185,916        | 1,025,098      | -              | 1,211,014    |

Over the course of the periods ended June 30, 2024 and December 31, 2023, there was no significant transfer between Levels 1 and 2.

**Risk management related to financial instruments**

Due to the nature of its business activities, the Plan is exposed to a variety of financial risks arising from financial instruments, such as credit risk, liquidity risk and market risk (including price risk, currency risk and interest rate risk). The Plan's overall risk management program seeks to maximize the returns achieved without exposing subscriber investments to undue risks and to minimize potential adverse impacts on financial performance. The main risks stemming from financial instruments to which the Plan is exposed and the main actions taken to manage those risks are as follows:

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
(in thousands of Canadian \$)

**10. Financial instruments (continued)**

**Risk management related to financial instruments (continued)**

- **Credit risk**

The Plan is exposed to credit risk, which is the risk of a party to a financial instrument failing to meet its obligations, resulting in a financial loss for the other party. The Plan's exposure to credit risk arises from its investments in debt securities. The Plan has established qualitative selection criteria for investments to limit this risk. As for investments related to subscriber savings and to a portion of the government grants received as of April 20, 2012, the Plan selects only securities issued by the Government of Canada, a provincial government, a municipality, an organization that has a government guarantee, or a corporation that is considered investment grade. The other amounts making up the net assets attributable to contracts may also be invested in securities issued by corporations. Quantitative restrictions have also been established to reduce credit risk. Securities from all borrowers, except a government, are limited to 10% of the total market value of the fixed-income securities entrusted to the portfolio manager. A minimum BBB rating is required when purchasing.

As at June 30, 2024 and as at December 31, 2023, the Plan invested in fixed-income securities that are neither past due nor impaired and that had the following credit ratings:

| Credit rating | Percentage of total debt securities* |                   |
|---------------|--------------------------------------|-------------------|
|               | June 30, 2024                        | December 31, 2023 |
|               | %                                    | %                 |
| AAA           | 2.7                                  | 2.8               |
| AA            | 29.9                                 | 30.8              |
| A             | 39.6                                 | 40.0              |
| BBB           | 27.8                                 | 26.4              |

\*Excludes short-term investments

The Plan's maximum exposure to credit risk is the carrying amount of the financial instruments presented in the statements of financial position.

- **Liquidity risk**

Liquidity risk refers to the Plan's ability to meet its commitments under financial liabilities and therefore its capacity to make payments as required. The Plan is exposed to daily refunds to subscribers, who are entitled to request a refund of their savings at any time. However, the majority of subscribers hold their investment until the contract's maturity date.

Liquidity risk is considerably reduced by the fact that the subscriber savings are entirely invested in fixed-income securities on liquid markets. The Plan carefully manages its cash position daily and ensures the minimum cash level required to meet its liquidity needs is maintained.

- **Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and price risk. Changes in certain financial market parameters can influence the Plan's statements of financial position and comprehensive income. The Plan considers these risks when deciding on the overall asset allocation options.

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
(in thousands of Canadian \$)

**10. Financial instruments (continued)**

**Risk management related to financial instruments (continued)**

• **Market risk (continued)**

Market risk is reduced through a diversification of the investment portfolio among multiple financial markets (money market, bond and stock exchange), among diverse products with varying risk profiles (participative or fixed-income securities) and among multiple market sectors (government, municipal, energy, materials, communication services, utilities, financials, consumer staples, consumer discretionary, industrials and technology).

• **Currency risk**

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates. The Plan carries out transactions denominated in foreign currencies and is therefore exposed to currency risk when selling and buying investments in U.S. currencies and when the Plan has U.S. currencies in its cash.

At June 30, 2024, the Plan had \$459.7 in U.S. currency (\$303.9 at December 31, 2023) representing \$629.0 in cash (\$400.8 at December 31, 2023). The Plan also had \$55.5M in U.S. equity (\$46.1M at December 31, 2023) representing \$76.1M in investments (\$63.4M at December 31, 2023).

Lastly in the money market. The Plan had \$348.9 in U.S. currency (\$368.8 as at December 31, 2023), representing \$477.04 (\$485.6 as at December 31, 2023) in assets.

• **Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Changes in interest rates have a direct impact on the value of the investment portfolio's fixed-maturity securities. This risk is mitigated by a duration range for the active portion of the bond portfolio and by developing a target duration correlated to the economic outlook for the passive portion of the bond portfolio.

The maturity allocation of bonds is regularly adjusted based on anticipated interest rate movements, in compliance with the established maturities under the Plan's investment policy. The target duration is based on an analysis of the economic situation, future prospects and risk based on the very nature of the Plan.

As at June 30, 2024, a 100-basis-point change in market interest rates, assuming a parallel shift in the yield curve and all other variables remaining constant, would cause the fair value of bonds held in the Plan's investment portfolio, net income, comprehensive income, and net assets attributable to contracts to change by approximately \$43.4M (\$42.5M as at December 31, 2023). In practice, actual results may differ materially from this analysis.

Investments that present interest rate risk are as follows:

|                                | <b>June 30,<br/>2024</b> | December 31,<br>2023 |
|--------------------------------|--------------------------|----------------------|
|                                | %                        | %                    |
| Maturing in less than one year | <b>8.8</b>               | 9.0                  |
| Maturing in one to five years  | <b>40.0</b>              | 45.2                 |
| Maturing after five years      | <b>51.2</b>              | 45.8                 |

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
(in thousands of Canadian \$)

**10. Financial instruments (continued)**

**Risk management related to financial instruments (continued)**

• **Price risk**

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or to its issuer, or factors affecting all similar financial instruments traded in the market.

Stock market volatility mostly influences the value of the equities held by the Plan. It should be noted, however, that this exposure is spread in various market sectors, especially in Canadian and U.S. large-cap securities, which reduces this risk. The stock market index for equities is the S&P/TSX.

A 10% change in the stock market index, with all other variables remaining constant, would create a change of approximately \$11.7M as at June 30, 2024 (\$10.9M as at December 31, 2023) in the fair value of the Plan's equity holdings, net income, comprehensive income and net assets attributable to contracts. In practice, actual results may differ materially from this analysis. The sensitivity analysis on the fair value of the bonds is described in the "Interest rate risk" section.

• **Concentration risk**

Concentration risk arises from having positions concentrated within a same category, whether that category is geographical location, product type, market sector or type of counterparty.

The following table summarizes the Plan's concentration risk in relation to the total carrying amount of equity investments:

| <b>Market sectors</b>  | <b>June 30,<br/>2024</b> | <b>December 31,<br/>2023</b> |
|------------------------|--------------------------|------------------------------|
|                        | %                        | %                            |
| Energy                 | 3.2                      | 2,8                          |
| Materials              | 2.3                      | 2,8                          |
| Communication Services | 7.5                      | 6,5                          |
| Utilities              | 0.7                      | 1,5                          |
| Financials             | 15.4                     | 14,7                         |
| Consumer Staples       | 7.7                      | 7,4                          |
| Consumer Discretionary | 11.0                     | 11,3                         |
| Health                 | 6.6                      | 7,8                          |
| Industrials            | 11.5                     | 12,4                         |
| Information Technology | 21.6                     | 20,1                         |
| Real Estate            | 2.3                      | 2,3                          |
| ETF                    | 10.2                     | 10,4                         |

**Notes to the financial statements**  
**Condensed interim unaudited**  
**For the six months periods ended June 30, 2024 and 2023**  
**(in thousands of Canadian \$)**

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**10. Financial instruments (continued)**

**Offsetting**

The following table presents the financial instruments that have been offset in the Plan's financial statements:

| <b>Canada Education Savings Grant (CESG) receivable</b> | <b>June 30,<br/>2024</b> | <b>December 31,<br/>2023</b> |
|---|--------------------------|------------------------------|
| Gross financial assets                                  | <b>1,438</b>             | 1,466                        |
| Financial liabilities offset                            | <b>(194)</b>             | (210)                        |
|   | <b>1,244</b>             | 1,256                        |

The Plan has no other financial instrument subject to an enforceable master netting agreement or similar agreement.

The Plan does not hold assets that can be used as a guarantee for the CESG receivable.



## **Kaleido Growth Inc.**

Distributor and manager of the scholarship plans  
promoted by Kaleido Foundation

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