IG MACKENZIE INTERNATIONAL SMALL CAP FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2026

MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by I.G. Investment Management, Ltd., as Manager of IG Mackenzie International Small Cap Fund (the "Fund"). The Manager is responsible for the integrity, objectivity and reliability of the data presented. This responsibility includes selecting appropriate accounting principles and making judgments and estimates consistent with IFRS Accounting Standards.

The Manager is also responsible for the development of internal controls over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors (the "Board") of I.G. Investment Management, Ltd. is responsible for reviewing and approving the financial statements and overseeing the Manager's performance of its financial reporting responsibilities. The Board meets regularly with the Manager, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

KPMG LLP is the external auditor of the Fund. It is appointed by the Board. The external auditor has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the securityholders its opinion on the financial statements. Its report is set out below.

On behalf of I.G. Investment Management, Ltd.,
Manager of the Fund

Signed "Florence S. Narine"

Florence S. Narine
President
I.G. Investment Management, Ltd.

Signed "Terry Rountes"

Terry Rountes
Chief Financial Officer, Funds
I.G. Investment Management, Ltd.

June 8, 2026

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of IG Mackenzie International Small Cap Fund (the "Fund")

Opinion

We have audited the financial statements of the Fund, which comprise:

- the statements of financial position as at March 31, 2026 and March 31, 2025
- the statements of comprehensive income for the periods then ended as indicated in note 1
- the statements of changes in financial position for the periods then ended as indicated in note 1
- the statements of cash flows for the periods then ended as indicated in note 1
- and notes to the financial statements, including a summary of material accounting policies
  (Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2026 and March 31, 2025, and its financial performance and its cash flows for the periods then ended as indicated in note 1 in accordance with IFRS Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "*Auditor's Responsibilities for the Audit of the Financial Statements*" section of our auditor's report.

We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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IG WEALTH MANAGEMENT

INDEPENDENT AUDITOR'S REPORT (cont'd)

Other Information

Management is responsible for the other information. Other information comprises:

– the information included in the Annual Management Report of Fund Performance of the Fund.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the information included in the Annual Management Report of Fund Performance of the Fund as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

  The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants
Winnipeg, Canada
June 8, 2026

IG MACKENZIE INTERNATIONAL SMALL CAP FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2026

STATEMENTS OF FINANCIAL POSITION

at March 31 (in $ 000 except per security amounts)

	2026 $	2025 $
ASSETS		
Current assets		
Investments at fair value	865,792	772,717
Cash and cash equivalents	13,956	3,730
Dividends receivable	4,198	3,887
Accounts receivable for investments sold	13,997	10,487
Accounts receivable for securities issued	–	–
Due from manager	11	25
Total assets	**897,954**	**790,846**
LIABILITIES		
Current liabilities		
Accounts payable for investments purchased	16,175	10,232
Accounts payable for securities redeemed	–	–
Due to manager	392	470
Total liabilities	**16,567**	**10,702**
Net assets attributable to securityholders	**881,387**	**780,144**

	Net assets attributable to securityholders (note 3)			
	per security		per series	
	2026	2025	2026	2025
Series B	11.52	10.43	23,583	28,501
Series F	13.15	11.91	210,795	206,809
Series J NL	11.53	10.44	10,824	8,569
Series R	13.18	11.95	636,185	536,265
			881,387	**780,144**

STATEMENTS OF COMPREHENSIVE INCOME

for the periods ended March 31 (in $ 000)

	2026 $	2025 $
Income		
Dividends	22,953	20,735
Interest income for distribution purposes	219	96
Other changes in fair value of investments and other net assets		
Net realized gain (loss)	73,034	43,412
Net unrealized gain (loss)	44,627	(14,781)
Securities lending income	168	171
Total income (loss)	**141,001**	**49,633**
Expenses (note 6)		
Management fees	2,564	2,834
Management fee rebates	(3)	(3)
Service fees	112	126
Administration fees	512	545
Interest charges	19	14
Trustee fees	142	151
Commissions and other portfolio transaction costs	2,427	1,988
Independent Review Committee fees	1	1
Other	3	1
Expenses before amounts absorbed by Manager	**5,777**	**5,657**
Expenses absorbed by Manager	–	–
Net expenses	**5,777**	**5,657**
Increase (decrease) in net assets attributable to securityholders from operations before tax	**135,224**	**43,976**
Foreign withholding tax expense (recovery)	2,082	2,037
Foreign income tax expense (recovery)	–	–
Increase (decrease) in net assets attributable to securityholders from operations	**133,142**	**41,939**

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

IG MACKENZIE INTERNATIONAL SMALL CAP FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION

for the periods ended March 31 (in $ 000)

	2026 $	2025 $
Net assets attributable to securityholders		
Beginning of period	**780,144**	**730,751**
Increase (decrease) in net assets from operations	133,142	41,939
Distributions paid to securityholders:		
Investment income	(18,708)	(11,658)
Capital gains	(32,650)	(31,153)
Management fee rebates	(3)	(3)
Total distributions paid to securityholders	(51,361)	(42,814)
Security transactions:		
Proceeds from securities issued	67,451	168,440
Reinvested distributions	48,677	39,922
Payments on redemption of securities	(96,666)	(158,094)
Total security transactions	19,462	50,268
Increase (decrease) in net assets attributable to securityholders	**101,243**	**49,393**
End of period	**881,387**	**780,144**

STATEMENTS OF CASH FLOWS

for the periods ended March 31 (in $ 000)

	2026 $	2025 $
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	133,142	41,939
Adjustments for:		
Net realized loss (gain) on investments	(73,524)	(42,799)
Change in net unrealized loss (gain) on investments	(44,627)	14,781
Purchase of investments	(712,616)	(514,161)
Proceeds from sale and maturity of investments	740,109	471,948
(Increase) decrease in accounts receivable and other assets	(297)	(1,910)
Increase (decrease) in accounts payable and other liabilities	(78)	88
Net cash provided by (used in) operating activities	**42,109**	**(30,114)**
Cash flows from financing activities		
Proceeds from securities issued	61,352	133,334
Payments on redemption of securities	(90,567)	(122,621)
Distributions paid net of reinvestments	(2,684)	(2,892)
Net cash provided by (used in) financing activities	**(31,899)**	**7,821**
Net increase (decrease) in cash and cash equivalents	**10,210**	**(22,293)**
Cash and cash equivalents at beginning of period	3,730	25,664
Effect of exchange rate fluctuations on cash and cash equivalents	16	359
Cash and cash equivalents at end of period	**13,956**	**3,730**
Cash	13,956	3,730
Cash equivalents	–	–
Cash and cash equivalents at end of period	**13,956**	**3,730**
Supplementary disclosures on cash flow from operating activities:		
Dividends received net of withholding taxes	20,560	16,792
Foreign taxes paid (recovered)	–	–
Interest received net of withholding taxes	219	96
Interest paid	19	14

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

IG MACKENZIE INTERNATIONAL SMALL CAP FUND

SCHEDULE OF INVESTMENTS

as at March 31, 2026

Investment Name	Country	Sector	Par Value/ Number of Shares/Units	Average Cost ($ 000)	Fair Value ($ 000)
EQUITIES					
4imprint Group PLC	United Kingdom	Communication Services	105,889	8,749	6,664
ALS Ltd.	Australia	Industrials	727,892	10,599	14,713
As One Corp.	Japan	Health Care	479,400	11,279	9,327
ASR Nederland NV	Netherlands	Financials	88,898	6,690	8,525
Avolta AG	Switzerland	Consumer Discretionary	61,416	5,106	5,129
Babcock International Group PLC	United Kingdom	Industrials	409,401	6,726	8,780
BAWAG Group AG	Austria	Financials	89,971	9,374	19,116
Bechtle AG	Germany	Information Technology	154,551	9,079	7,275
Bellway PLC	United Kingdom	Consumer Discretionary	215,245	9,408	7,317
Bezeq Israeli Telecommunication Corp. Ltd.	Israel	Communication Services	3,873,479	11,648	12,879
BOC Aviation Ltd.	China	Industrials	614,200	8,380	8,494
BoneSupport Holding AB	Sweden	Health Care	80,723	2,254	2,343
BPER Banca SpA	Italy	Financials	595,162	7,647	10,814
The British Land Co. PLC	United Kingdom	Real Estate	1,770,656	12,884	11,786
Buzzi Unicem SpA	Italy	Materials	87,329	5,377	6,132
Canon Marketing Japan Inc.	Japan	Information Technology	446,900	11,331	13,705
The Chiba Bank Ltd.	Japan	Financials	1,033,200	15,002	18,532
Coca-Cola West Co. Ltd.	Japan	Consumer Staples	447,400	8,257	14,180
Conduit Holdings Ltd.	Bermuda	Financials	744,223	5,657	5,755
Continental AG	Germany	Consumer Discretionary	69,734	6,677	6,673
Craneware PLC	United Kingdom	Health Care	240,229	6,533	5,901
CVS Group PLC	United Kingdom	Health Care	563,518	11,524	11,684
Daiei Kankyo Co. Ltd.	Japan	Industrials	313,500	6,944	10,782
DCC PLC	United Kingdom	Energy	155,684	14,608	13,358
De'Longhi SpA	Italy	Consumer Discretionary	234,532	10,832	11,530
Dexus Property Group	Australia	Real Estate	2,121,818	13,196	12,156
Diploma PLC	United Kingdom	Industrials	98,960	6,564	10,993
Endeavour Mining PLC	United Kingdom	Materials	143,939	6,147	12,132
FP Corp.	Japan	Materials	540,200	14,845	11,230
Fuyo General Lease Co. Ltd.	Japan	Financials	428,700	16,108	16,185
Gaztransport Et Technigaz SA	France	Energy	28,762	5,053	9,330
Glenveagh Properties PLC	Ireland	Consumer Discretionary	4,439,791	9,965	13,843
Grafton Group PLC	United Kingdom	Industrials	416,112	7,267	6,947
Granges AB	Sweden	Materials	631,256	9,687	13,867
Greencore Group PLC	Ireland	Consumer Staples	3,128,361	13,904	14,006
Harel Insurance Investments & Financial Services Ltd.	Israel	Financials	155,594	11,172	12,024
Hill & Smith PLC	United Kingdom	Materials	309,756	10,406	12,095
IMCD Group NV	Netherlands	Industrials	55,813	7,876	8,108
JTEKT Corp.	Japan	Consumer Discretionary	812,200	11,298	12,060
Kokusai Electric Corp.	Japan	Information Technology	134,800	6,383	6,218
Kyoto Financial Group Inc.	Japan	Financials	465,700	12,964	16,908
Lynas Corp. Ltd.	Australia	Materials	609,717	8,946	11,534
Matsumotokiyoshi Holdings Co. Ltd.	Japan	Consumer Staples	440,400	9,374	9,797
MISUMI Group Inc.	Japan	Industrials	522,800	13,712	12,350
Namura Shipbuilding Co. Ltd.	Japan	Industrials	276,800	10,920	10,640
Nexans SA	France	Industrials	82,249	17,373	15,491
Nifco Inc.	Japan	Consumer Discretionary	350,100	12,369	13,787
NOF Corp.	Japan	Materials	383,100	7,552	10,542
Open House Co. Ltd.	Japan	Consumer Discretionary	183,400	11,360	16,348
Orica Ltd.	Australia	Materials	610,563	9,878	11,896
Otsuka Corp.	Japan	Information Technology	461,100	13,843	12,309
Ottobock SE & Co. KGaA	Germany	Health Care	72,398	7,870	6,106
Polypipe Group PLC	United Kingdom	Industrials	1,208,198	8,413	6,402
Premier Foods PLC	United Kingdom	Consumer Staples	3,567,179	8,788	12,219
Relo Holdings Inc.	Japan	Real Estate	839,200	16,162	13,987
Sandfire Resources NL	Australia	Materials	1,056,026	14,492	16,731
Santos Ltd.	Australia	Energy	1,879,256	11,855	14,367
SCOR SE	France	Financials	323,142	15,294	15,892
Sinfonia Technology Co. Ltd.	Japan	Industrials	158,700	10,806	15,172
Sixt SE Pfd.	Germany	Industrials	63,169	6,566	5,513
Sixt SE	Germany	Industrials	19,762	2,720	2,042
Spie SA	France	Industrials	145,445	8,553	10,123
Stroer SE & Co. KGaA	Germany	Communication Services	83,181	6,441	4,076

SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2026

Investment Name	Country	Sector	Par Value/ Number of Shares/Units	Average Cost ($ 000)	Fair Value ($ 000)
EQUITIES (cont'd)					
Sulzer AG Reg.	Switzerland	Industrials	18,889	5,451	5,507
Suncorp Group Ltd.	Australia	Financials	814,306	11,575	12,646
Taiheiyo Cement Corp.	Japan	Materials	366,900	13,565	11,421
Taiyo Yuden Co. Ltd.	Japan	Information Technology	239,400	7,994	8,132
Takeuchi Mfg. Co. Ltd.	Japan	Industrials	157,800	9,341	8,747
THK Co. Ltd.	Japan	Industrials	290,800	11,827	12,074
Tokyo Seimitsu Co. Ltd.	Japan	Information Technology	78,200	6,015	9,537
Toppan Printing Co. Ltd.	Japan	Industrials	275,400	11,435	10,159
Trust Tech Inc.	Japan	Industrials	504,800	8,968	7,961
Ulvac Inc.	Japan	Information Technology	141,400	7,663	10,539
Uniphar PLC	Ireland	Health Care	2,560,618	10,095	15,754
United Utilities Group PLC	United Kingdom	Utilities	453,792	9,281	11,045
The Weir Group PLC	United Kingdom	Industrials	271,229	13,187	14,127
Worley Ltd.	Australia	Industrials	1,185,837	14,288	12,853
Yokogawa Electric Corp.	Japan	Information Technology	260,900	8,414	11,250
Zealand Pharma AS	Denmark	Health Care	86,714	7,869	5,585
Zeon Corp.	Japan	Materials	743,300	10,436	11,635
Total equities				**786,091**	**865,792**
Transaction costs				(1,996)	–
Total investments				**784,095**	**865,792**
Cash and cash equivalents					13,956
Other assets less liabilities					1,639
Net assets attributable to securityholders					**881,387**

IG MACKENZIE INTERNATIONAL SMALL CAP FUND

SUMMARY OF INVESTMENT PORTFOLIO

MARCH 31, 2026

PORTFOLIO ALLOCATION	% OF NAV
Equities	98.2
Cash and cash equivalents	1.6
Other assets (liabilities)	0.2

REGIONAL ALLOCATION	% OF NAV
Japan	39.2
United Kingdom	17.2
Australia	12.1
France	5.8
Ireland	4.9
Germany	3.6
Italy	3.2
Israel	2.8
Austria	2.2
Netherlands	1.9
Sweden	1.8
Cash and cash equivalents	1.6
Switzerland	1.2
China	1.0
Bermuda	0.7
Denmark	0.6
Other assets (liabilities)	0.2

SECTOR ALLOCATION	% OF NAV
Industrials	24.7
Financials	15.5
Materials	14.7
Consumer discretionary	9.8
Information technology	9.0
Health care	6.4
Consumer staples	5.7
Real estate	4.3
Energy	4.2
Communication services	2.7
Cash and cash equivalents	1.6
Utilities	1.2
Other assets (liabilities)	0.2

MARCH 31, 2025

PORTFOLIO ALLOCATION	% OF NAV
Equities	99.0
Cash and cash equivalents	0.5
Other assets (liabilities)	0.5

REGIONAL ALLOCATION	% OF NAV
Japan	39.6
United Kingdom	22.4
Australia	9.4
Italy	6.0
France	5.4
Ireland	4.5
Germany	2.9
Sweden	1.9
Austria	1.6
Netherlands	1.4
Switzerland	0.9
Other	0.8
Norway	0.8
Finland	0.7
Bermuda	0.7
Cash and cash equivalents	0.5
Other assets (liabilities)	0.5

SECTOR ALLOCATION	% OF NAV
Industrials	25.0
Consumer discretionary	12.8
Materials	12.5
Financials	9.8
Information technology	9.6
Health care	7.7
Real estate	7.4
Consumer staples	6.3
Energy	4.1
Communication services	2.8
Utilities	1.0
Cash and cash equivalents	0.5
Other assets (liabilities)	0.5

NOTES TO FINANCIAL STATEMENTS

1. Organization of the Fund, Fiscal Periods and General Information

The Fund is organized as an open-ended mutual fund trust established under the laws of the Province of Manitoba and governed by a Declaration of Trust as amended and restated from time to time. The address of the Fund's registered office is 447 Portage Avenue, Winnipeg, Manitoba, Canada. The Fund is authorized to issue an unlimited number of units (referred to as "security" or "securities") of multiple series. If issued, Series F, P, and S securities are only available for purchase by other IG Wealth Management Funds or other qualified investors. All series generally share in the operations of the Fund on a pro rata basis except for items that can be specifically attributed to one or more series. Distributions for each series may vary, partly due to the differences in expenses between the series.

The information provided in these financial statements and notes thereto is for the periods ended or as at March 31, 2026 and 2025. In the year a Fund or series is established or reinstated, 'period' represents the period from inception or reinstatement. Where a series of a Fund was terminated during either period, the information for the series is provided up to close of business on the termination date. Refer to Note 10 (a) for the formation date of the Fund and the inception date of each series.

I.G. Investment Management, Ltd. is the Manager and Trustee of the Fund. I.G. Investment Management, Ltd. and/or Mackenzie Investments Europe Limited acts as Portfolio Advisor(s) to the Fund. In some cases, Mackenzie Financial Corporation ("Mackenzie") and/or Mackenzie Investments Asia Limited has been engaged as sub-advisor to provide investment services to the Fund. Effective July 1, 2025, the Fund is distributed by IG Wealth Management Inc. (the "Distributor"). Prior to this date, the Fund was distributed by Investors Group Financial Services Inc. and Investors Group Securities Inc., which merged together effective July 1, 2025, to form the Distributor. These companies are, indirectly, wholly owned subsidiaries of IGM Financial Inc.

IGM Financial Inc. is a subsidiary of Power Corporation of Canada. Companies related to Power Corporation of Canada are therefore considered affiliates of the Trustee, the Manager and the Distributor. The Fund may invest in certain securities within the Power Group of Companies, subject to certain governance criteria, and these holdings, as at the end of the period, have been identified on the Schedule of Investments for the Fund. Any transactions during the periods, other than transactions with unlisted open-ended mutual funds, were executed through market intermediaries and under prevailing market terms and conditions.

2. Basis of Preparation and Presentation

These audited annual financial statements ("financial statements") have been prepared in accordance with IFRS Accounting Standards ("IFRS"). A summary of the Fund's material accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency, and rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial instruments that have been measured at fair value.

These financial statements were authorized for issue by the Board of Directors of the Manager on June 8, 2026.

On January 22, 2026, the Canadian Securities Administrators adopted amendments to National Instrument 81-106 Investment Fund Continuous Disclosure to remove the requirement to prepare certain series-level disclosures in the *Statement of Comprehensive Income*, the *Statement of Changes in Financial Position* and in the notes to the financial statements. These amendments have come into force on April 22, 2026, and as a result, have been applied to these financial statements.

3. Material Accounting Policies

(a) Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, investment funds and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9"). Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial assets and liabilities are recognized in the *Statement of Financial Position* when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognized when the obligation is discharged, cancelled and expires. Investment purchase and sale transactions are recorded as of the trade date.

Financial instruments are subsequently measured at FVTPL with changes in fair value recognized in the *Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net unrealized gain (loss)*. The cost of investments is determined on a weighted average cost basis.

Realized and unrealized gains and losses on investments are calculated based on the weighted average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the *Statement of Comprehensive Income – Commissions and other portfolio transaction costs*.

Gains and losses arising from changes in the fair value of the investments are included in the *Statement of Comprehensive Income* for the period in which they arise.

The Fund accounts for its holdings in unlisted open-ended investment funds, private funds ("Underlying Funds") and Exchange-Traded Funds ("ETFs"), if any, at FVTPL. For private funds, the Manager will rely on the valuations provided by the managers of the private funds, which represents the Fund's proportionate share of the net assets of these private funds. The Fund's investment in Underlying Funds and ETFs, if any, is presented in the Schedule of Investments at fair value which represents the Fund's maximum exposure on these investments.

The Fund's redeemable securities contain multiple dissimilar contractual obligations and entitle securityholders to the right to redeem their interest in the Fund for cash equal to their proportionate share of the net asset value of the Fund and therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

IAS 7, *Statement of Cash Flows*, requires disclosures related to changes in liabilities and assets, such as the securities of the Fund, arising from financing activities. Changes in securities of the Fund, including both changes from cash flows and non-cash changes, are included in the *Statement of Changes in Financial Position*. Any changes in the securities not settled in cash as at the end of the period are presented as either Accounts receivable for securities issued or Accounts payable for securities redeemed in the *Statement of Financial Position*. These accounts receivable and accounts payable amounts typically settle shortly after period-end.

NOTES TO FINANCIAL STATEMENTS

3. Material Accounting Policies (cont'd)

(b) Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Investments listed on a public securities exchange or traded on an over-the-counter market, including ETFs, are valued on the basis of the last traded market price or closing price recorded by the security exchange on which the security is principally traded, where this price falls within the quoted bid-ask spread for the investment. In circumstances where this price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. Mutual fund securities of an underlying fund are valued on a business day at the price calculated by the manager of such underlying fund in accordance with the constating documents of such underlying fund. Unlisted or non-exchange traded investments, or investments where a last sale or close price is unavailable or investments for which market quotations are, in the Manager's opinion, inaccurate, unreliable, or not reflective of all available material information, are valued at their fair value as determined by the Manager using appropriate and accepted industry valuation techniques including valuation models. The fair value determined using valuation models requires the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices. In limited circumstances, the fair value may be determined using valuation techniques that are not supported by observable market data.

Cash and cash equivalents which includes cash on deposit with financial institutions and short-term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value, and are used by the Fund in the management of short-term commitments. Cash and cash equivalents and short-term investments are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity. Bank overdraft positions are presented under current liabilities as bank indebtedness in the *Statement of Financial Position*. Short-term investments that are not considered cash equivalents are separately disclosed in the Schedule of Investments.

The Fund may use derivatives (such as written options, futures, forward contracts, swaps or customized derivatives) to hedge against losses caused by changes in securities prices, interest rates or exchange rates. The Fund may also use derivatives for non-hedging purposes in order to invest indirectly in securities or financial markets, to gain exposure to other currencies, to seek to generate additional income, and/or for any other purpose considered appropriate by the Fund's portfolio manager(s), provided that the use of the derivative is consistent with the Fund's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the Fund, as applicable.

Valuations of derivative instruments are carried out daily, using normal exchange reporting sources for exchange-traded derivatives and specific broker enquiry for over-the-counter derivatives.

The value of forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out. The change in value of forward contracts is included in the *Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net unrealized gain (loss)*.

The daily fluctuation of futures contracts or swaps, along with daily cash settlements made by the Fund, where applicable, are equal to the change in unrealized gains or losses that are best determined at the settlement price. These unrealized gains or losses are recorded and reported as such until the Fund closes out the contract or the contract expires. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable in the *Statement of Financial Position – Margin on derivatives*. Any change in the variation margin requirement is settled daily.

Premiums paid for purchasing an option are recorded in the *Statement of Financial Position – Investments at fair value*.

Premiums received from written options are included in the *Statement of Financial Position* as a liability and subsequently adjusted daily to fair value. If a written option expires unexercised, the premium received is recognized as a realized gain. If a written call option is exercised, the difference between the proceeds of the sale plus the value of the premium, and the cost of the security is recognized as a realized gain or loss. If a written put option is exercised, the cost of the security acquired is the exercise price of the option less the premium received.

Refer to the Schedule of Derivative Instruments and Schedule of Options Purchased/Written, as applicable, included in the Schedule of Investments for a listing of derivative and options positions as at March 31, 2026.

The Fund categorizes the fair value of its assets and liabilities into three categories, which are differentiated based on the observable nature of the inputs and extent of estimation required.

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly. Examples of Level 2 valuations include quoted prices for similar securities, quoted prices on inactive markets and from recognized investment dealers, and the application of factors derived from observable data to non-North American quoted prices in order to estimate the impact of differences in market closing times.

Financial instruments classified as Level 2 investments are valued based on the prices provided by an independent reputable pricing services company who prices the securities based on recent transactions and quotes received from market participants and through incorporating observable market data and using standard market convention practices. Short-term investments classified as Level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.

The estimated fair values for these securities may be different from the values that would have been used had a ready market for the investment existed; and

Level 3 – Inputs that are not based on observable market data.

The inputs are considered observable if they are developed using market data, such as publicly available information about actual events or transactions, and that reflect the assumption that market participants would use when pricing the asset or liability.

See Note 10 for the fair value classifications of the Fund.

NOTES TO FINANCIAL STATEMENTS

3. Material Accounting Policies (cont'd)

(c) Income recognition

Interest income for distribution purposes represents the coupon interest received by the Fund which is accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds, which are amortized on a straight-line basis. Dividends are accrued as of the ex-dividend date. Unrealized gains or losses on investments, realized gains or losses on the sale of investments, including foreign exchange gains or losses on such investments, are calculated on a weighted average cost basis. Distributions received from an underlying fund are included in Interest income for distribution purposes, Dividends income, Net realized gains (losses) or Fee rebate income, as appropriate, on the ex-dividend or distribution date.

Income, realized gains (losses) and unrealized gains (losses) are allocated daily among the series on a pro-rata basis.

(d) Commissions and other portfolio transaction costs

Commissions and other portfolio transaction costs are costs incurred to acquire, issue or dispose of financial assets or liabilities. They include fees and commissions paid to agents, exchanges, brokers, dealers and other intermediaries. The total brokerage commissions incurred by the Fund in connection with portfolio transactions for the periods, together with other transaction charges, is disclosed in the *Statement of Comprehensive Income*. Brokerage business is allocated to brokers based on the best net result for the Fund. Subject to this criteria, commissions may be paid to brokerage firms which provide (or pay for) certain services, other than order execution, which may include investment research, analysis and reports, and databases or software in support of these services. Where applicable and ascertainable, the value of these services generated during the periods is disclosed in Note 10. The value of certain proprietary services provided by brokers cannot be reasonably estimated.

(e) Securities lending and repurchase transactions

The Fund is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date.

Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the *Statement of Comprehensive Income* and recognized when earned. Securities lending transactions are administered by The Bank of New York Mellon (the "Securities Lending Agent"). The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased.

Note 10 summarizes the details of securities loaned and collateral received as at the end of period, as well as a reconciliation of securities lending income during the period, if applicable. Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments, and financial institutions.

(f) Offsetting

Financial assets and liabilities are offset and the net amount reported in the *Statement of Financial Position* only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the *Statement of Financial Position* but still allow for the related amounts to be set off in certain circumstances, such as default, bankruptcy, or termination of the contracts. Note 10 summarizes the details of such offsetting, if applicable, including gross recognized financial assets and financial liabilities, amounts offset in the *Statement of Financial Position* and the net impact to the *Statements of Financial Position* if all set-off rights were exercised as part of future events.

Income and expenses are not offset in the *Statement of Comprehensive Income* unless required or permitted to by an accounting standard, as specifically disclosed in the IFRS policies of the Fund.

(g) Currency

The functional and presentation currency of the Fund is Canadian dollars. Foreign currency purchases and sales of investments and foreign currency dividend and interest income and expenses are translated to Canadian dollars at the rate of exchange prevailing at the time of the transactions.

Foreign exchange gains (losses) on purchases and sales of foreign currencies are included in the *Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net realized gain (loss)*.

The fair value of investments and other assets and liabilities, denominated in foreign currencies, are translated to Canadian dollars at the rate of exchange prevailing on each business day.

(h) Net assets attributable to securityholders per security

Net assets attributable to securityholders per security is computed by dividing the net assets attributable to securityholders of a series of securities on a business day by the total number of securities of the series outstanding on that day.

(i) Net asset value per security

The daily Net Asset Value ("NAV") of an investment fund may be calculated without reference to IFRS as per the Canadian Securities Administrators' ("CSA") regulations. The difference between NAV and Net assets attributable to securityholders (as reported in the financial statements), if any, is mainly due to differences in fair value of investments and other financial assets and liabilities and is disclosed in Note 10, if applicable.

(j) Mergers

In a fund merger, the Fund acquires all of the assets and assumes all of the liabilities of the terminating fund at fair value in exchange for securities of the Fund on the effective date of the merger.

NOTES TO FINANCIAL STATEMENTS

3. Material Accounting Policies (cont'd)

(k) Future accounting changes

i) Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7)

In May 2024, the International Accounting Standards Board ("IASB") issued amendments to IFRS 9 and IFRS 7, *Financial Instruments: Disclosures* ("IFRS 7"). These amendments relate to classification of financial assets and accounting for settlement by electronic payments in the context of the classification and measurement requirements of IFRS 9. The potential impact may include, but is not limited to, a change in timing of recognition and derecognition of financial instruments in certain situations in which settlement takes more than a day. These amendments also introduced an accounting policy choice to derecognize financial liabilities settled using an electronic payment system before the settlement date. These amendments are effective for annual periods beginning on or after January 1, 2026, with early adoption permitted.

ii) IFRS 18, *Presentation and Disclosure in Financial Statements* ("IFRS 18")

In April 2024, the IASB issued IFRS 18. IFRS 18, which replaces IAS 1, *Presentation of financial statements*, introduces new requirements to present specified categories and defined subtotals in the *Statement of Comprehensive Income*, new disclosure for management-defined performance measures, and additional requirements for aggregation and disaggregation of information. The standard is effective for annual periods beginning on or after January 1, 2027, with early adoption permitted.

The Manager is currently assessing the impact of the adoption of the above standards. No other new standards, amendments and interpretations are expected to have a material effect on the financial statements of the Fund.

4. Critical Accounting Estimates and Judgments

The preparation of these financial statements requires management to make estimates and assumptions that primarily affect the valuation of investments. Estimates and assumptions are reviewed on an ongoing basis. Actual results may differ from these estimates.

The following discusses the most significant accounting judgments and estimates made in preparing the financial statements:

Use of Estimates

Fair value of securities not quoted in an active market

The Fund may hold financial instruments that are not quoted in active markets and are valued using valuation techniques that make use of observable data, to the extent practicable. Various valuation techniques are utilized, depending on a number of factors, including comparison with similar instruments for which observable market prices exist and recent arm's length market transactions. Key inputs and assumptions used are company specific and may include estimated discount rates and expected price volatilities. Changes in key inputs, could affect the reported fair value of these financial instruments held by the Fund.

Use of Judgements

Classification and measurement of investments

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. The Manager has assessed the Fund's business model, the manner in which all financial instruments are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Fund's financial instruments.

Functional currency

The Fund's functional and presentation currency is the Canadian dollar, which is the currency considered to best represent the economic effects of the Fund's underlying transactions, events and conditions taking into consideration the manner in which securities are issued and redeemed and how returns and performance by the Fund are measured.

Interest in unconsolidated structured entities

In determining whether an Underlying Fund or an ETF in which the Fund invests, but that it does not consolidate, meets the definition of a structured entity, the Manager is required to make significant judgments about whether these Underlying Funds have the typical characteristics of a structured entity. These Underlying Funds do meet the definition of a structured entity because:

I. The voting rights in the Underlying Funds are not dominant factors in deciding who controls them;

II. the activities of the Underlying Funds are restricted by their offering documents; and

III. the Underlying Funds have narrow and well-defined investment objectives to provide investment opportunities for investors while passing on the associated risks and rewards.

As a result, such investments are accounted for at FVTPL. Note 10 summarizes the details of the Fund's interest in these Underlying Funds, if applicable.

5. Income Taxes

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income including net realized capital gains in the taxation year, which is not paid or payable to its securityholders as at the end of the taxation year. The Fund maintains a December year-end for tax purposes. The Fund may be subject to withholding taxes on foreign income. In general, the Fund treats withholding tax as a charge against income for tax purposes. The Fund will distribute sufficient amounts from net income for tax purposes, as required, so that the Fund will not pay income taxes other than refundable tax on capital gains, if applicable.

Losses of the Fund cannot be allocated to investors and are retained in the Fund for use in future years. Non-capital losses may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 10 for the Fund's loss carryforwards.

NOTES TO FINANCIAL STATEMENTS

6. Management Fees and Other Expenses

(a) Each series of the Fund will incur expenses that can be specifically attributed to that series. Common expenses of the Fund are allocated across the series of the Fund on a pro rata basis.

(b) The Manager provides or arranges for the provision of investment and advisory services for a management fee. See Note 10 for the annual rates paid (as a percent of average assets) by the Fund.

(c) The Fund pays the Manager an administration fee and in return the Manager will bear the operating expenses of the Fund, other than certain specified costs. See Note 10 for the annual rates paid (as a percent of average assets) by the Fund.

Other Fund costs include taxes (including but not limited to GST/HST and income tax), transaction costs related to the purchase and sale of investments and derivatives, interest and borrowing costs, and Independent Review Committee ("IRC") costs.

(d) The Fund may pay the Distributor a service fee to compensate it for providing or arranging for the provision of services to the Fund. A portion of the service fee related to Series C and Tc is rebated by the Distributor to the Fund on a quarterly basis as outlined in the Fund's Prospectus.

The rebate is distributed as a capital distribution to eligible securityholders and is reinvested in additional Series C or Tc securities of the Fund or another distributing fund held by the securityholder. See Note 10 for the annual rates paid (as a percent of average assets) by the Fund.

(e) The Trustee is responsible for overall direction and management of the affairs of the Fund. See Note 10 for the annual rates paid (as a percent of average assets) to the Trustee by the Fund.

(f) An advisory fee is charged by the Distributor for investment advice and administrative services related to Series U and Tu, if issued. The advisory fee is payable monthly directly by investors in Series U and Tu, and not by the Fund.

(g) GST/HST paid by the Fund on its expenses is not recoverable. In these financial statements, reference to GST/HST includes QST (Quebec sales tax), as applicable.

(h) Other expenses are comprised of interest and borrowing charges and other miscellaneous expenses.

(i) The Manager may, at its discretion, pay certain expenses of the Fund so that the Fund's performance remains competitive; however, there is no assurance that this will occur in the future. Any expenses absorbed by the Manager during the periods have been reported in the *Statements of Comprehensive Income*.

(j) Investment, if any, in Underlying Funds will be in series that do not pay fees. The ETFs into which the Fund may invest may have their own fees and expenses which reduce the value of the ETF. Generally, the Manager has determined that fees paid by an ETF are not duplicative with the fees paid by the Fund. However, where the ETF is managed by Mackenzie, the ETF may distribute a fee rebate to the Fund to offset fees paid within the ETF. There is no assurance that these distributions will continue in the future.

(k) Agreements between the individual members of the Fund's IRC and the Trustee, on behalf of the Fund, provides for the indemnification of each IRC member by the Fund from and against liabilities and costs in respect of any action or suit against the member by reason of being or having been a member of the IRC, provided that the member acted honestly and in good faith with a view to the best interest of the Fund, or, in the case of a criminal or administrative action or proceeding that is enforced by a monetary penalty, that they had reasonable grounds for believing that his/her conduct was lawful. No claims with respect to such occurrences have been made and, as such, no amount has been recorded in these financial statements with respect to these indemnifications.

7. Fund's Capital

The capital of the Fund, which is comprised of the net assets attributable to securityholders, is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at March 31, 2026, and 2025, and securities issued, reinvested and redeemed for the periods are disclosed in Note 10. The Manager manages the capital of the Fund in accordance with its investment objectives as disclosed in Note 10.

8. Financial Instruments Risk

(a) Risk management

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7. The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at March 31, 2026, grouped by asset type, with geographic and sector information.

The Manager seeks to minimize potential adverse effects of financial instrument risks on the Fund's performance by employing professional, experienced portfolio advisors, daily monitoring of the Fund's positions and market events, and diversifying the investment portfolio within the constraints of the investment objective. To assist in managing risk, the Manager also uses internal guidelines that identify the target exposures for each type of risk, maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines and securities regulations.

(b) Liquidity risk

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they become due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against predetermined minimum liquidity percentages, established for different time periods, and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions. In order to comply with securities regulations, the Fund must maintain at least 85% of its assets in liquid investments (i.e., investments that can be readily sold).

(c) Currency risk

Currency risk is the risk that financial instruments which are denominated or exchanged in a currency other than the Canadian dollar, which is the Fund's functional currency, will fluctuate due to changes in exchange rates. Generally, foreign denominated investments increase in value when the value of the Canadian dollar (relative to foreign currencies) falls. Conversely, when the value of the Canadian dollar rises relative to foreign currencies, the values of foreign denominated investments fall.

NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

(c) Currency risk (cont'd)

Note 10 indicates the foreign currencies, if applicable, to which the Fund had significant exposure, including both monetary and non-monetary financial instruments, and illustrates the potential impact, in Canadian dollar terms, to the Fund's net assets had the Canadian dollar strengthened or weakened by 5% relative to all foreign currencies, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to currency risk illustrated in Note 10 includes potential indirect impacts from Underlying Funds and ETFs in which the Fund invests, and/or derivative contracts including forward currency contracts. Other financial assets and liabilities (including dividends and interest receivable, and receivables/payables for investments sold/purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

(d) Interest rate risk

Interest rate risk arises on interest-bearing financial instruments. The Fund is exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. Generally, these securities increase in value when interest rates fall and decrease in value when interest rates rise.

If significant, Note 10 summarizes the Fund's interest-bearing financial instruments by remaining term to maturity and illustrates the potential impact to the Fund's net assets had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, all other variables held constant.

The Fund's sensitivity to interest rate changes was estimated using weighted average duration, and a valuation model that estimates the impact to the fair value of mortgages based on changes in prevailing interest rates in a manner consistent with the valuation policy for mortgages. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to interest rate risk illustrated in Note 10 includes potential indirect impacts from Underlying Funds and ETFs in which the Fund invests, and/or derivative contracts. Cash and cash equivalents and other money market instruments are short term in nature and are not generally subject to significant amounts of interest rate risk.

(e) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. Note 10 summarizes the Fund's exposure, if applicable and significant, to credit risk. If presented, credit ratings and rating categories are based on ratings issued by a designated rating organization. Indirect exposure to credit risk may arise from fixed-income securities, such as bonds, held by the Underlying Funds and ETFs, if any. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer.

To minimize the possibility of settlement default, securities are exchanged for payment simultaneously, where market practices permit, through the facilities of a central depository and/or clearing agency where customary. The carrying amount of investments and other assets represents the maximum credit risk exposure as at the date of the *Statement of Financial Position*.

The Fund may enter into securities lending transactions with counterparties and it may also be exposed to credit risk from the counterparties to the derivative instruments it may use. Credit risk associated with these transactions is considered minimal as all counterparties have a rating equivalent to a designated rating organization's credit rating of not less than A-1 (low) on their short-term debt and of A on their long-term debt, as applicable.

(f) Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or other factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. The Manager manages this risk through a careful selection of securities and other financial instruments within the parameters of the investment strategies. Except for certain derivative contracts, the maximum risk resulting from financial instruments is equivalent to their fair value. The maximum risk of loss on certain derivative contracts such as forwards, swaps and futures contracts is equal to their notional values. In the case of written call (put) options and futures contracts sold short, the maximum loss to the Fund increases, theoretically without limit, as the fair value of the underlying security increases (decreases). However, these instruments are generally used within the overall investment management process to manage the risk from the underlying investments and do not typically increase the overall risk of loss to the Fund. This risk is mitigated by ensuring that the Fund holds a combination of the underlying interest, cash cover and/or margin that is equal to or greater than the value of the derivative contract.

Other price risk typically arises from exposure to equity and commodity securities. If significant, Note 10 illustrates the potential increase or decrease in the Fund's net assets, had the prices on the respective exchanges for these securities increased or decreased by 10%, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to other price risk illustrated in Note 10 includes potential indirect impacts from Underlying Funds and ETFs in which the Fund invests, and/or derivative contracts.

In addition, if the Fund invests in IG Mackenzie Real Property Fund, the Fund is exposed to the risk that the value of IG Mackenzie Real Property Fund could change as a result of changes in the valuation of real properties. Valuations of real properties are sensitive to changes in capitalization rates. Note 10 also indicates the Fund's sensitivity, if any, to a 25 basis point change in the weighted average capitalization rates.

(g) Underlying funds

The Fund may invest in underlying funds and may be indirectly exposed to currency risk, interest rate risk, other price risk and credit risk from fluctuations in the value of financial instruments held by the underlying funds. Note 10 summarizes the Fund's exposure, if applicable and significant, to these risks from underlying funds.

NOTES TO FINANCIAL STATEMENTS

9. Other Information

(a) Abbreviations

Foreign currencies, if any, are presented in these financial statements using the following abbreviated currency codes:

Currency Code	Description	Currency Code	Description	Currency Code	Description
AED	United Arab Emirates Dirham	**HUF**	Hungarian forint	**PHP**	Philippine peso
AUD	Australian dollars	**IDR**	Indonesian rupiah	**PKR**	Pakistani rupee
BRL	Brazilian real	**ILS**	Israeli sheqel	**PLN**	Polish zloty
CAD	Canadian dollars	**INR**	Indian rupee	**RON**	Romanian leu
CHF	Swiss franc	**JPY**	Japanese yen	**RUB**	Russian ruble
CZK	Czech koruna	**KOR**	South Korean won	**SAR**	Saudi riyal
CLP	Chilean peso	**MXN**	Mexican peso	**SEK**	Swedish krona
CNY	Chinese yuan	**MYR**	Malaysian ringgit	**SGD**	Singapore dollars
COP	Colombian peso	**NGN**	Nigerian naira	**THB**	Thailand baht
DKK	Danish krone	**NOK**	Norwegian krona	**TRL**	Turkish lira
EUR	Euro	**NTD**	New Taiwan dollar	**USD**	United States dollars
GBP	United Kingdom pounds	**NZD**	New Zealand dollars	**ZAR**	South African rand
HKD	Hong Kong dollars	**PEN**	Peruvian nuevo sol	**ZMW**	Zambian kwacha

(b) Additional information available

A copy of the Fund's current Simplified Prospectus, Annual Information Form and/or Management Report of Fund Performance, will be provided, without charge, by writing to: IG Wealth Management Inc., 447 Portage Avenue, Winnipeg, Manitoba, R3B 3H5 or, in Quebec, 1360, boulevard René-Lévesque Ouest, Suite 300, Montreal (Quebec), H3G 2W4, or by calling toll-free 1-888-746-6344 (in Quebec 1-800-661-4578), or by visiting the IG Wealth Management website at www.ig.ca or SEDAR+ at www.sedarplus.ca. Copies of financial statements for all IG Wealth Management Funds are also available upon request or by visiting the IG Wealth Management website at www.ig.ca or SEDAR+ at www.sedarplus.ca.

NOTES TO FINANCIAL STATEMENTS

10. Fund Specific Information *(in '000, except for (a) i.)*

(a) *i. Fund Formation and Series Information*

Date of Formation: November 12, 2018

The Fund may issue an unlimited number of securities of each series. The number of issued and outstanding securities of each series is disclosed in Note 10 (a) ii.

Series B securities are offered to retail investors investing a minimum of $50, who generally have household investments less than $500,000.

Series F securities are offered to investors investing a minimum of $50, who have entered into an agreement with a Distributor.

Series J NL securities are offered to investors who generally have household investments of $500,000 or more.

Series R securities are offered exclusively to mutual funds managed by IGIM (or its affiliates) and certain institutional investors in connection with fund-of-fund arrangements.

Series A and Series J DSC are no longer available for sale. Effective May 3, 2024, Series A was redesignated as Series B; and effective May 10, 2024, Series J DSC was redesignated as Series J NL.

Series	Inception/ Reinstatement Date	Management fee (%)	Service fee (%)	Administration fee (%)	Trustee fee (%)
Series A	None issued	1.85	0.30	0.18	0.05
Series B	May 15, 2023	1.85	0.30	0.18	0.05
Series F	November 12, 2018	0.75	–	0.18	0.05
Series J DSC	None issued	1.60	0.30	0.18	0.05
Series J NL	May 15, 2023	1.60	0.30	0.18	0.05
Series R	November 12, 2018	–	–	–	–

The original start date was May 15, 2023, for Series A and Series J DSC. Effective May 3, 2024, Series A was redesignated as Series B; and effective May 10, 2024, Series J DSC was redesignated as Series J NL.

Until June 28, 2024, the annual management fee rates were as follows: Series B 1.487%; Series F: 0.387%; Series J NL: 1.237%.

ii. Security Transactions and Outstanding Securities

	March 31, 2026						March 31, 2025					
	Securities Outstanding – Beginning of Period	Issued	Issued on Merger	Reinvested Distributions	Redeemed	Securities Outstanding – End of Period	Securities Outstanding – Beginning of Period	Issued	Issued on Merger	Reinvested Distributions	Redeemed	Securities Outstanding – End of Period
Series A	–	–	–	–	–	–	2,305	–	–	–	(2,305)	–
Series B	2,733	34	–	78	(797)	2,048	1,045	2,311	–	113	(736)	2,733
Series F	17,358	904	–	660	(2,890)	16,032	20,937	1,098	–	799	(5,476)	17,358
Series J DSC	–	–	–	–	–	–	794	1	–	–	(795)	–
Series J NL	821	303	–	38	(223)	939	289	802	–	38	(308)	821
Series R	44,877	3,952	–	2,960	(3,509)	48,280	36,139	10,226	–	2,557	(4,045)	44,877

(b) Tax Loss Carryforwards

As at the last taxation year-end, there were no capital and non-capital losses available to carry forward for tax purposes.

(c) Securities Lending

	March 31, 2026	March 31, 2025
	($)	($)
Value of securities loaned	13,927	8,712
Value of collateral received	14,843	9,295

	March 31, 2026		March 31, 2025	
	($)	(%)	($)	(%)
Gross securities lending income	205	100.0	209	100.0
Tax withheld	–	–	–	–
	205	100.0	209	100.0
Payments to securities lending agent	(37)	(18.0)	(38)	(18.2)
Securities lending income	168	82.0	171	81.8

NOTES TO FINANCIAL STATEMENTS

10. Fund Specific Information *(in '000, except for (a) i.) (cont'd)*

(d) Commissions

	($)
March 31, 2026	418
March 31, 2025	444

(e) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund aims to provide long-term capital growth by investing primarily in small capitalization corporations diversified geographically and by industry in all markets outside of Canada and the U.S.

ii. Currency risk

The tables below summarize the Fund's exposure to currency risk.

	March 31, 2026							
					Impact on net assets			
					Strengthened by 5%		Weakened by 5%	
Currency	Investments ($)	Cash and Short-Term Investments ($)	Derivative Instruments ($)	Net Exposure* ($)	($)	(%)	($)	(%)
JPY	345,514	8,066	–	353,580				
GBP	171,211	3,995	–	175,206				
EUR	176,343	(2,530)	–	173,813				
AUD	106,896	(790)	–	106,106				
ILS	24,903	–	–	24,903				
SEK	16,210	525	–	16,735				
CHF	10,636	2,442	–	13,078				
HKD	8,494	1,619	–	10,113				
DKK	5,585	1	–	5,586				
USD	–	(247)	–	(247)				
Total	865,792	13,081	–	878,873				
% of Net Assets	98.2	1.5	–	99.7				
Total currency rate sensitivity					(43,944)	(5.0)	43,944	5.0

	March 31, 2025							
					Impact on net assets			
					Strengthened by 5%		Weakened by 5%	
Currency	Investments ($)	Cash and Short-Term Investments ($)	Derivative Instruments ($)	Net Exposure* ($)	($)	(%)	($)	(%)
JPY	308,980	2,983	–	311,963				
EUR	187,731	(811)	–	186,920				
GBP	168,353	709	–	169,062				
AUD	73,277	215	–	73,492				
SEK	14,864	–	–	14,864				
CHF	6,639	–	–	6,639				
NOK	6,099	182	–	6,281				
DKK	5,263	4	–	5,267				
USD	1,511	185	–	1,696				
SGD	–	262	–	262				
Total	772,717	3,729	–	776,446				
% of Net Assets	99.0	0.5	–	99.5				
Total currency rate sensitivity					(38,822)	(5.0)	38,822	5.0

* Includes both monetary and non-monetary financial instruments

NOTES TO FINANCIAL STATEMENTS

10. Fund Specific Information *(in '000, except for (a) i.) (cont'd)*

(e) Risks Associated with Financial Instruments (cont'd)

iii. Interest rate risk

As at March 31, 2026 and 2025, the Fund did not have a significant exposure to interest rate risk.

iv. Other price risk

The table below summarizes the Fund's exposure to other price risk.

	Increased by 10%		Decreased by 10%	
Impact on net assets	**($)**	**(%)**	**($)**	**(%)**
March 31, 2026	86,579	9.8	(86,579)	(9.8)
March 31, 2025	77,272	9.9	(77,272)	(9.9)

v. Credit risk

As at March 31, 2026 and 2025, the Fund did not have a significant exposure to credit risk.

(f) Fair Value Classification

The table below summarizes the fair value of the Fund's financial instruments using the fair value hierarchy described in note 3.

	March 31, 2026				March 31, 2025			
	Level 1 ($)	**Level 2 ($)**	**Level 3 ($)**	**Total ($)**	**Level 1 ($)**	**Level 2 ($)**	**Level 3 ($)**	**Total ($)**
Equities	–	865,792	–	865,792	–	772,717	–	772,717
Total	–	865,792	–	865,792	–	772,717	–	772,717

The Fund's policy is to recognize transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

During the period ended March 31, 2026, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices). As at March 31, 2026, these securities were classified as Level 2 (2025 – Level 2).

(g) Manager's investment in the Fund

The investments held by the Manager and other funds managed by the Manager, investing in series P, R or S of the Fund, as applicable (as described in *Fund Formation and Series Information* in note 10), were as follows:

	March 31, 2026	March 31, 2025
	($)	**($)**
The Manager	–	–
Other funds managed by the Manager	636,185	536,265

(h) Offsetting of Financial Assets and Liabilities

As at March 31, 2026 and 2025, there were no amounts subject to offsetting.

(i) Interest in Unconsolidated Structured Entities

As at March 31, 2026 and 2025, the Fund had no investments in Underlying Funds.

(j) Comparative Amounts

In the supplementary disclosures on the *Statement of Cash Flows*, a prior period comparative amount of $2,037 has been reclassified from "Foreign taxes paid (recovered)" to "Dividends received net of withholding taxes" to accurately reflect the nature of foreign withholding taxes as a non-cash expense deducted at source, and to align with the current period's presentation.