

# ANNUAL FINANCIAL STATEMENTS

December 31, 2025

- CC&L Core Income and Growth Fund
- CC&L Equity Income and Growth Fund
- CC&L Global Alpha Fund
- CC&L High Yield Bond Fund
- CC&L Diversified Income Fund
- NS Partners International Equity Focus Fund

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**KPMG LLP**

777 Dunsmuir Street  
Vancouver, BC V7Y 1K3  
Canada  
Tel 604 691 3000  
Fax 604 691 3031

**INDEPENDENT AUDITOR’S REPORT**

To the Unitholders of:

- CC&L Core Income and Growth Fund
  - CC&L Equity Income and Growth Fund
  - CC&L Global Alpha Fund
  - CC&L High Yield Bond Fund
  - CC&L Diversified Income Fund
  - NS Partners International Equity Focus Fund
- (collectively, the “Funds”)

***Opinion***

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

- the statements of financial position as at December 31, 2025 and December 31, 2024
- the statements of comprehensive income for the years then ended
- the statements of changes in net assets attributable to holders of redeemable units for the years then ended
- the statements of cash flows for the years then ended
- and notes to the financial statements, including a summary of material accounting policy information

(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 Funds as at December 31, 2025 and December 31, 2024, and their financial performance and their cash flows for the years then ended in accordance with IFRS Accounting Standards.



### ***Basis for Opinion***

We conducted our audits 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 Funds in accordance with the ethical requirements that are relevant to our audits 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.

### ***Emphasis of Matter - Non-Going Concern Basis of Accounting***

We draw attention to Note 2 to the financial statements which describes that the financial statements of NS Partners International Equity Focus Fund are not prepared on a going concern basis of accounting and the reasons why the Fund is not a going concern.

Our opinion is not modified in respect of this matter.

### ***Other Information***

The Funds’ Manager (the “Manager”) is responsible for the other information. Other information comprises:

- the information included in the Management Report of Fund Performance for each of the Funds.

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 audits 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 audits and remain alert for indications that the other information appears to be materially misstated.

We obtained the information included in the Management Report of Fund Performance for each of the Funds 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 the Manager for the Financial Statements***

The Manager is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as the Manager 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, the Manager is responsible for assessing the Funds' ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

### ***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 audits 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 Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.



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- Conclude on the appropriateness of the Manager'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 Funds' 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 Funds 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 audits and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants

Vancouver, Canada  
March 20, 2026

# CC&L Core Income and Growth Fund

## Statements of Financial Position

As at December 31

	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Short-term investments	\$ 941,018	\$ 1,862,658
Investments	135,264,659	133,080,456
Dividends receivable	239,064	293,647
Interest receivable	488,742	460,720
Other receivable	57,295	74,468
Subscriptions receivable	5,591	5,804
	<u>136,996,369</u>	<u>135,777,753</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Bank indebtedness	402,264	1,556,088
Due to broker	-	25,721
Accrued expenses	108,521	120,370
Management fees payable	106,788	105,822
Redemptions payable	40,348	64,928
	<u>657,921</u>	<u>1,872,929</u>
<b>Net Assets attributable to holders of redeemable units</b>	<u>\$ 136,338,448</u>	<u>\$ 133,904,824</u>
<b>Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 49,137,590	\$ 49,985,967
Series C	\$ 5,439,262	\$ 5,624,848
Series F	\$ 81,761,596	\$ 78,294,009
<b>Redeemable units outstanding (note 6)</b>		
Series A	1,483,201	1,594,824
Series C	151,986	167,374
Series F	<u>2,047,269</u>	<u>2,108,500</u>
<b>Net Assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 33.13	\$ 31.34
Series C	\$ 35.79	\$ 33.61
Series F	<u>\$ 39.94</u>	<u>\$ 37.13</u>

Approved by the Manager

*"Michael Walsh"*

Director

*"Bryce Walker"*

Director

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

# CC&L Core Income and Growth Fund

## Statements of Comprehensive Income

For the years ended December 31

	2025		2024
<b>Income</b>			
Realized foreign exchange gain (loss) on currency	\$ (433)	\$	36,710
Change in unrealized foreign exchange gain (loss) on currency	(5,230)		(39,518)
Securities lending income (note 12)	15,486		25,922
Other income (loss)	3,940		4,459
Net gain (loss) on investments			
Dividends	2,758,144		3,182,226
Interest for distribution purposes	1,472,116		1,405,942
Net realized gain (loss) on investments	13,087,808		8,668,761
Net change in unrealized appreciation (depreciation) on investments	5,257,506		2,691,670
Total net gain (loss) on investments	<u>22,575,574</u>		<u>15,948,599</u>
<b>Total income (loss), net</b>	<u>22,589,337</u>		<u>15,976,172</u>
<b>Expenses (note 8)</b>			
Administrative fees	4,089		-
Audit fees	28,600		27,529
Custodial fees	28,914		33,197
Fundserv fees	7,508		12,397
Independent review committee fees	4,581		4,569
Independent review committee insurance	465		512
Interest expense	2,485		2,724
Management fees	1,853,045		1,918,765
Professional fees	22,419		32,410
Securityholder reporting fees	134,718		144,307
Transaction costs (notes 3 and 9)	95,102		112,460
<b>Total operating expenses</b>	<u>2,181,926</u>		<u>2,288,870</u>
Withholding taxes (note 7)	<u>(8,625)</u>		<u>(16,765)</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<u>\$ 20,398,786</u>	\$	<u>13,670,537</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units for each series</b>			
Series A	\$ 6,958,392	\$	4,671,893
Series C	\$ 847,779	\$	615,805
Series F	\$ 12,592,615	\$	8,382,839
<b>Weighted average number of units outstanding</b>			
Series A	1,466,341		1,590,514
Series C	160,255		185,121
Series F	<u>2,045,861</u>		<u>2,173,974</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units per unit*</b>			
Series A	\$ 4.75	\$	2.94
Series C	\$ 5.29	\$	3.33
Series F	<u>\$ 6.16</u>	\$	<u>3.86</u>

\* based on weighted average number of units outstanding during the year

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

# CC&L Core Income and Growth Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2025	Series A 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 49,985,967</b>	<b>\$ 50,392,416</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>6,958,392</b>	<b>4,671,893</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	1,965,213	2,855,299
Reinvestments of distributions to holders of redeemable units	3,500,659	2,595,462
Redemption of redeemable units	<b>(8,894,902)</b>	<b>(7,219,369)</b>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(3,429,030)</b>	<b>(1,768,608)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(878,798)	(955,511)
From net realized capital gains	<b>(3,498,941)</b>	<b>(2,354,223)</b>
<b>Total distributions to holders of redeemable units</b>	<b>(4,377,739)</b>	<b>(3,309,734)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(848,377)</b>	<b>(406,449)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 49,137,590</b>	<b>\$ 49,985,967</b>
	Series C 2025	Series C 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 5,624,848</b>	<b>\$ 6,686,994</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>847,779</b>	<b>615,805</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	18,230	1,480
Reinvestments of distributions to holders of redeemable units	87,566	57,536
Redemption of redeemable units	<b>(648,730)</b>	<b>(1,353,830)</b>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(542,934)</b>	<b>(1,294,814)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(96,621)	(111,573)
From net realized capital gains	<b>(393,810)</b>	<b>(271,564)</b>
<b>Total distributions to holders of redeemable units</b>	<b>(490,431)</b>	<b>(383,137)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(185,586)</b>	<b>(1,062,146)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 5,439,262</b>	<b>\$ 5,624,848</b>

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

# CC&L Core Income and Growth Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series F 2025	Series F 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 78,294,009</b>	<b>\$ 81,585,690</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>12,592,615</b>	<b>8,382,839</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	7,161,827	5,282,646
Reinvestments of distributions to holders of redeemable units	3,196,131	2,234,449
Redemption of redeemable units	<u>(12,626,938)</u>	<u>(14,368,704)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(2,268,980)</b>	<b>(6,851,609)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(1,231,089)	(1,306,822)
From net realized capital gains	<u>(5,624,959)</u>	<u>(3,516,089)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(6,856,048)</b>	<b>(4,822,911)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>3,467,587</b>	<b>(3,291,681)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 81,761,596</b>	<b>\$ 78,294,009</b>
	<b>Total 2025</b>	<b>Total 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 133,904,824</b>	<b>\$ 138,665,100</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>20,398,786</b>	<b>13,670,537</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	9,145,270	8,139,425
Reinvestments of distributions to holders of redeemable units	6,784,356	4,887,447
Redemption of redeemable units	<u>(22,170,570)</u>	<u>(22,941,903)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(6,240,944)</b>	<b>(9,915,031)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(2,206,508)	(2,373,906)
From net realized capital gains	<u>(9,517,710)</u>	<u>(6,141,876)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(11,724,218)</b>	<b>(8,515,782)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>2,433,624</b>	<b>(4,760,276)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 136,338,448</b>	<b>\$ 133,904,824</b>

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

# CC&L Core Income and Growth Fund

## Statements of Cash Flows

For the years ended December 31

	2025	2024
<b>Cash flows from (used in) Operating activities</b>		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 20,398,786	\$ 13,670,537
<b>Adjustments to reconcile to operating cash flows:</b>		
Change in unrealized foreign exchange (gain) loss on currency	5,230	39,518
Net realized (gain) loss on investments	(13,087,808)	(8,668,761)
Net change in unrealized (appreciation) depreciation of investments	(5,257,506)	(2,691,670)
Purchase of investments	(124,551,536)	(121,933,871)
Proceeds from investments sold	141,608,566	137,637,104
(Increase) decrease in dividends receivable	54,583	(6,414)
(Increase) decrease in interest receivable	(28,022)	(50,802)
(Increase) decrease in other receivable	17,173	(2,570)
Increase (decrease) in accrued expenses	(11,849)	(7,109)
Increase (decrease) in management fees payable	966	4,070
<b>Net cash flows from (used in) operating activities</b>	<b>19,148,583</b>	<b>17,990,032</b>
<b>Cash flows from (used in) Financing activities</b>		
Proceeds from redeemable units issued**	8,217,743	7,577,347
Redemption of redeemable units**	(21,267,410)	(22,338,184)
Distributions paid to holders of redeemable units, net of reinvestments	(4,939,862)	(3,628,471)
<b>Net cash flows from (used in) financing activities</b>	<b>(17,989,529)</b>	<b>(18,389,308)</b>
<b>Increase (decrease) in cash</b>		
Net increase (decrease) in cash	1,159,054	(399,276)
Change in unrealized foreign exchange gain (loss) on currency	(5,230)	(39,518)
Cash (bank indebtedness), beginning of year	(1,556,088)	(1,117,294)
<b>Cash (bank indebtedness), end of year</b>	<b>\$ (402,264)</b>	<b>\$ (1,556,088)</b>
Dividends received, net of withholding taxes*	\$ 2,804,102	\$ 3,159,047
Interest received*	1,444,094	1,355,140
Interest paid*	(2,485)	(2,724)

\*included in operating activities

\*\*net of non-cash switches of \$927,740 (2024 - \$584,039)

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

# CC&L Core Income and Growth Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Short-Term Investments</b>						
<b>Canadian Treasury Bills (December 31, 2024: 1.39%)</b>						
Canadian Treasury Bill	2.221	11-Feb-26	CAD 50,000	49,752	49,752	
Canadian Treasury Bill	2.210	25-Feb-26	CAD 330,000	328,254	328,254	
Canadian Treasury Bill	2.201	11-Mar-26	CAD 195,000	194,031	194,031	
Canadian Treasury Bill	2.194	25-Mar-26	CAD 335,000	333,190	333,190	
Canadian Treasury Bill	2.231	08-Apr-26	CAD 36,000	35,791	35,791	
				<u>941,018</u>	<u>941,018</u>	0.69
<b>Total Short-Term Investments</b>				<u>941,018</u>	<u>941,018</u>	0.69
<b>Bonds</b>						
<b>Canadian Corporate Bonds (December 31, 2024: 25.68%)</b>						
Bank of Montreal	5.039	29-May-28	CAD 2,216,000	2,304,950	2,309,532	
Bank of Nova Scotia	4.680	01-Feb-29	CAD 1,081,000	1,116,053	1,126,043	
Bell Canada	3.000	17-Mar-31	CAD 5,689,000	5,156,367	5,491,963	
Capital Power Corp.	4.831	16-Sep-31	CAD 1,129,000	1,180,945	1,170,456	
CU Inc.	4.085	02-Sep-44	CAD 3,788,000	3,614,481	3,483,925	
Enbridge Inc.	4.570	11-Mar-44	CAD 4,760,000	4,413,171	4,462,848	
Hydro One Inc.	4.910	27-Jan-28	CAD 5,096,000	5,164,442	5,292,755	
National Bank of Canada	5.279	15-Feb-34	CAD 4,057,000	4,200,020	4,254,520	
TELUS Corp.	4.950	18-Feb-31	CAD 3,899,000	4,089,778	4,092,885	
Toronto-Dominion Bank	4.231	01-Feb-35	CAD 839,000	845,284	852,775	
				<u>32,085,491</u>	<u>32,537,702</u>	23.87
<b>Total Bonds</b>				<u>32,085,491</u>	<u>32,537,702</u>	23.87
<b>Canadian Equities</b>						
<b>Energy (December 31, 2024: 10.54%)</b>						
ARC Resources Ltd.			32,300	858,082	831,725	
Cameco Corp., TSE			8,200	833,246	1,030,576	
Canadian Natural Resources Ltd., TSE			29,600	1,330,440	1,376,104	
Cenovus Energy Inc., TSE			51,100	1,255,293	1,186,542	
Enbridge Inc., TSE			28,009	1,600,441	1,839,631	
Imperial Oil Ltd., TSE			5,100	527,089	604,758	
Keyera Corp., Sub. Rec.			9,965	390,130	423,513	
Peyto Exploration & Development Corp.			49,600	1,023,575	1,126,416	
Rockpoint Gas Storage Inc.			26,100	622,632	730,800	
South Bow Corp.			18,700	662,440	705,925	
TC Energy Corp.			28,540	1,654,664	2,157,053	
				<u>10,758,032</u>	<u>12,013,043</u>	8.81
<b>Materials (December 31, 2024: 4.18%)</b>						
Agnico Eagle Mines Ltd., TSE			16,880	1,950,010	3,928,989	
Barrick Mining Corp., TSE			64,400	3,054,910	3,850,476	
Kinross Gold Corp., TSE			75,800	2,076,520	2,930,428	
Lundin Mining Corp.			84,600	2,249,449	2,495,700	
Methanex Corp., TSE			13,600	737,013	740,384	
Nutrien Ltd., TSE			6,900	559,252	584,568	
Pan American Silver Corp., TSE			17,500	933,069	1,245,300	
Wheaton Precious Metals Corp., TSE			5,940	601,623	958,478	
				<u>12,161,846</u>	<u>16,734,323</u>	12.27
<b>Industrials (December 31, 2024: 10.30%)</b>						
Canadian Pacific Kansas City Ltd., TSE			29,940	3,351,439	3,025,437	
Element Fleet Management Corp.			50,700	939,782	1,827,735	
Exchange Income Corp.			8,920	499,406	731,083	
Finning International Inc.			13,800	840,944	1,026,306	
RB Global Inc., TSE			6,020	624,578	850,686	
Thomson Reuters Corp., TSE			4,272	696,390	773,787	
Toromont Industries Ltd.			4,100	662,813	680,805	
WSP Global Inc.			4,610	965,284	1,145,677	
				<u>8,580,636</u>	<u>10,061,516</u>	7.38

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

# CC&L Core Income and Growth Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Consumer Discretionary (December 31, 2024: 1.54%)</b>						
Dollarama Inc.			6,080	834,308	1,247,251	
Gildan Activewear Inc., TSE			9,100	606,036	780,689	
Magna International Inc., TSE			15,200	797,539	1,112,184	
				2,237,883	3,140,124	2.30
<b>Consumer Staples (December 31, 2024: 0.98%)</b>						
Loblaw Cos Ltd.			22,600	1,181,923	1,402,330	
Premium Brands Holdings Corp.			13,800	1,190,683	1,403,598	
				2,372,606	2,805,928	2.06
<b>Health Care (December 31, 2024: 1.29%)</b>						
Chartwell Retirement Residences			106,780	1,508,300	2,146,278	1.57
<b>Financials (December 31, 2024: 24.04%)</b>						
Brookfield Asset Management Ltd.			35,600	2,711,171	2,559,640	
Canadian Imperial Bank of Commerce, TSE			27,540	2,111,569	3,426,802	
Fairfax Financial Holdings Ltd.			360	507,105	941,720	
Goeasy Ltd.			1,900	346,920	249,451	
Great-West Lifeco Inc.			34,100	1,859,973	2,308,229	
iA Financial Corp. Inc.			4,250	454,790	755,778	
Intact Financial Corp.			6,000	1,499,486	1,714,380	
Manulife Financial Corp., TSE			59,070	2,112,709	2,944,049	
National Bank of Canada			15,800	2,101,966	2,727,238	
Royal Bank of Canada, TSE			34,770	3,872,533	8,135,832	
TMX Group Ltd.			19,320	701,356	1,009,084	
Toronto-Dominion Bank, TSE			45,920	3,907,140	5,940,211	
				22,186,718	32,712,414	24.00
<b>Information Technology (December 31, 2024: 1.75%)</b>						
Open Text Corp., TSE			19,600	906,235	876,120	0.64
<b>Communication Services (December 31, 2024: 0.25%)</b>						
Quebecor Inc.			9,000	346,356	465,300	0.34
<b>Utilities (December 31, 2024: 3.00%)</b>						
AltaGas Ltd.			17,600	710,672	736,560	
Capital Power Corp.			34,190	1,542,376	2,001,825	
Fortis Inc., TSE			12,000	803,220	856,320	
				3,056,268	3,594,705	2.64
<b>Real Estate (December 31, 2024: 9.26%)</b>						
Boardwalk REIT			10,550	703,365	680,264	
Canadian Apartment Properties REIT			32,690	1,395,255	1,205,280	
Crombie REIT			135,010	1,859,298	2,061,603	
Dream Industrial REIT			140,340	1,838,730	1,765,477	
First Capital REIT			75,930	1,181,879	1,435,077	
FirstService Corp., TSE			1,600	421,205	341,520	
Granite REIT			7,740	622,900	632,435	
H&R REIT			100,300	1,066,221	1,026,069	
Killam Apartment REIT			100,490	1,847,780	1,648,036	
RioCan REIT			78,250	1,432,124	1,463,275	
				12,368,757	12,259,036	8.99
<b>Total Canadian Equities</b>				76,483,637	96,808,787	71.00
<b>United States Equities</b>						
<b>Consumer Staples (December 31, 2024: 0.58%)</b>						
Coca-Cola Co.			7,930	675,586	759,923	0.56
<b>Health Care (December 31, 2024: 0.67%)</b>						
<b>Information Technology (December 31, 2024: 3.55%)</b>						
Microsoft Corp.			3,478	1,472,773	2,305,636	
Oracle Corp.			2,770	750,268	740,066	
				2,223,041	3,045,702	2.23
<b>Total United States Equities</b>				2,898,627	3,805,625	2.79

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

# CC&L Core Income and Growth Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Foreign Equities</b>						
<b>Information Technology (December 31, 2024: 0.72%)</b>						
<b>Utilities (December 31, 2024: 1.06%)</b>						
Brookfield Infrastructure Partners LP, TSE			28,000	1,327,696	1,335,880	
Brookfield Renewable Partners LP			20,940	745,794	776,665	
				<u>2,073,490</u>	<u>2,112,545</u>	1.55
<b>Total Foreign Equities</b>				<u>2,073,490</u>	<u>2,112,545</u>	1.55
<b>Embedded Broker Commissions</b> (note 3)				<u>(61,602)</u>		
<b>Total Investment Portfolio</b>				<u>114,420,661</u>	<u>136,205,677</u>	99.90
Other Assets Less Liabilities					<u>132,771</u>	0.10
<b>Net Assets Attributable to Holders of Redeemable Units</b>					<u>136,338,448</u>	100.00

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

# CC&L Core Income and Growth Fund

## Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

### Reporting entity and investment objective (Note 1)

The CC&L Core Income and Growth Fund (the "Fund") was originally established as a closed-end investment trust under the laws of Ontario pursuant to a trust agreement dated November 29, 2001, as amended on June 8, 2010 and May 31, 2012. The address of the Fund's registered office is 1400 - 130 King St. West, P.O. Box 240, Toronto, ON, M5X 1C8.

RBC Investor Services Trust is the trustee and custodian of the Fund.

The investment objective of the Fund is to deliver an attractive and sustainable yield and growth to outpace inflation by primarily investing in a diversified mix of dividend paying Canadian equities, REITs and equity securities of real estate companies, and corporate bonds. The Fund seeks to achieve its investment objectives by diligently selecting and actively managing a diversified portfolio of high-income investments across a broad range of income-oriented securities.

### Fair value of financial instruments (Note 5)

#### Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund's financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2025:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Short-term investments	-	941,018	-	941,018
Bonds	-	32,537,702	-	32,537,702
Canadian equities	96,808,787	-	-	96,808,787
United States equities	3,805,625	-	-	3,805,625
Foreign equities	2,112,545	-	-	2,112,545
	<u>102,726,957</u>	<u>33,478,720</u>	<u>-</u>	<u>136,205,677</u>

As at December 31, 2024:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Short-term investments	-	1,862,658	-	1,862,658
Bonds	-	34,386,908	-	34,386,908
Canadian equities	89,890,002	-	-	89,890,002
United States equities	6,428,022	-	-	6,428,022
Foreign equities	2,375,524	-	-	2,375,524
	<u>98,693,548</u>	<u>36,249,566</u>	<u>-</u>	<u>134,943,114</u>

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2025 and 2024. All fair value measurements above are recurring.

## CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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### Redeemable units of the Fund (Note 6)

The Fund has four series of units available for issue, namely Series A, C, F and FI. Series A units were created on June 13, 2012 and are available to all investors who purchase through dealers and who invest the minimum amount.

Series C units of the Fund are available to all investors who purchase through dealers and who invest the minimum amount. Series F units are available to investors who participate in fee-based programs through their dealer. Series FI units are available to clients of dealers who participate in separately managed account or unified managed account programs offered by the dealers and whose dealer has signed a Series FI agreement with the Manager. There are no units outstanding for Series FI.

For the years ended December 31, 2025 and 2024, changes in outstanding units were as follows:

<b>2025</b>	<b>Balance - Beginning of year</b>	<b>Redeemable units issued</b>	<b>Redeemable units reinvested</b>	<b>Redeemable units redeemed</b>	<b>Balance - End of year</b>
Series A	1,594,824	60,036	105,679	(277,338)	1,483,201
Series C	167,374	536	2,449	(18,373)	151,986
Series F	2,108,500	185,042	80,215	(326,488)	2,047,269
<hr/>					
2024					
Series A	1,652,825	90,486	82,723	(231,210)	1,594,824
Series C	205,966	44	1,714	(40,350)	167,374
Series F	2,295,491	143,298	60,380	(390,669)	2,108,500

### Taxation of Fund (Note 7)

As at December 31, 2025, the Fund had unused capital losses of \$Nil (2024 - \$Nil), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (2024 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2024 - between 0% and 35%).

### Related party transactions and other expenses (Note 8)

#### Management fees

The Fund pays a management fee, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.90% for Series A, 1.50% for Series C, and 0.90% for Series F. No management fees are paid by the Fund with respect to Series FI units; rather, investors who hold Series FI units will be subject to a management fee for their account that is paid to their dealer. The Manager receives a fee from each dealer for the services it provides to the dealer in connection with the dealer's separately managed account or unified managed account programs.

# CC&L Core Income and Growth Fund

## Notes to Financial Statements – Fund Specific Information

### December 31, 2025 and 2024

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The Fund pays trailer fees to dealers whose clients hold the Series A and Series C units in the Fund. The trailer fees are calculated and payable each calendar quarter in arrears and are equal to 1.0% annually of the NAV of the Series A units and 0.40% annually of the NAV of Series C units. No trailer fees are charged to Series F and FI units.

The total trailer fees paid by the Fund during the year ended December 31, 2025 were \$540,954 (2024 - \$569,114).

The total management and trailer fees charged to the Fund during the year ended December 31, 2025, including the applicable taxes, were \$1,853,045 (2024 - \$1,918,765).

### Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$95,102 (2024 - \$112,460) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$7,986 (2024 - \$10,952).

### Financial risk management (Note 10)

#### Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2025 and 2024 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of a 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2025:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	80,144	-	80,144	0.1	4,007
Total	80,144	-	80,144	0.1	4,007

As at December 31, 2024:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	88,798	-	88,798	0.1	4,440
Total	88,798	-	88,798	0.1	4,440

#### Interest rate risk

As at December 31, 2025 and 2024, the Fund had direct exposure to interest rate risk through its investment in fixed income and short-term debt. The tables below summarize the Fund's exposure to interest rate risk as at December 31,

## CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

2025 and 2024. Amounts shown are based on the carrying values of debt instruments and exclude cash and preferred shares, as applicable.

As at December 31, 2025:

<b>Debt Instruments Grouped by Maturity Date</b>	<b>Total (\$)</b>	<b>% of Net Assets</b>
Less than 1 year	941,018	0.7
1 to 3 years	7,602,287	5.6
3 to 5 years	1,126,043	0.8
Greater than 5 years	23,809,372	17.5
<b>Total</b>	<b>33,478,720</b>	<b>24.6</b>

As at December 31, 2024:

<b>Debt Instruments Grouped by Maturity Date</b>	<b>Total (\$)</b>	<b>% of Net Assets</b>
Less than 1 year	1,862,658	1.4
1 to 3 years	4,152,799	3.1
3 to 5 years	9,956,841	7.4
Greater than 5 years	20,277,268	15.2
<b>Total</b>	<b>36,249,566</b>	<b>27.1</b>

If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$1,802,000 (2024 - \$1,950,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### Other price risk

As at December 31, 2025 and 2024, the Fund was exposed to other price risk primarily through its equity investments. Approximately 75.3% (2024 - 73.7%) of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, all other variables held constant, the net assets of the Fund would have increased or decreased, respectively, by approximately \$10,273,000 (2024 - \$9,869,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### Credit risk

The tables below summarize the Fund's exposure to credit risk as at December 31, 2025 and 2024.

As at December 31, 2025:

<b>Debt and Counterparty Credit Ratings</b>	<b>Total (\$)</b>	<b>% of Net Assets</b>
AAA	941,018	0.7
A	12,212,255	9.0
BBB	20,325,447	14.9
<b>Total</b>	<b>33,478,720</b>	<b>24.6</b>

## CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

As at December 31, 2024:

<b>Debt and Counterparty Credit Ratings</b>	<b>Total (\$)</b>	<b>% of Net Assets</b>
AAA	1,862,658	1.4
AA	4,530,077	3.4
A	12,040,397	9.0
BBB	17,816,434	13.3
Total	36,249,566	27.1

### Securities lending (Note 12)

For the years ended December 31, 2025 and 2024, securities lending income was as follows:

	<b>2025</b>	<b>2024</b>
	<b>(\$)</b>	<b>(\$)</b>
Gross securities lending income	19,357	32,398
Securities lending charges paid to the Fund's custodian	(3,871)	(6,476)
Net securities lending income	15,486	25,922
Withholding taxes on securities lending income	-	-
Net securities lending income received by the Fund	15,486	25,922
Charges percentage of gross securities lending income	20.0%	20.0%

The following table summarizes the securities loaned and collateral held as at December 31, 2025 and 2024.

	<b>2025</b>	<b>2024</b>
	<b>(\$000's)</b>	<b>(\$000's)</b>
Securities loaned	16,112	18,335
Collateral received	16,434	18,702
Collateral percentage of securities loaned	102%	102%

# CC&L Equity Income and Growth Fund

## Statements of Financial Position

As at December 31

	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Short-term investments	\$ 1,377,162	\$ 5,495,837
Investments	508,757,334	463,849,152
Dividends receivable	1,070,427	1,219,128
Interest receivable	571	10,629
Other receivable	178,464	171,289
Subscriptions receivable	85,850	87,512
	<u>511,469,808</u>	<u>470,833,547</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Bank indebtedness	1,168,531	2,125,075
Due to broker	-	33,522
Accrued expenses	91,315	102,458
Management fees payable	451,792	414,298
Redemptions payable	38,731	604,485
	<u>1,750,369</u>	<u>3,279,838</u>
<b>Net Assets attributable to holders of redeemable units</b>	<u>\$ 509,719,439</u>	<u>\$ 467,553,709</u>
<b>Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 87,297,570	\$ 76,782,320
Series F	\$ 339,410,715	\$ 320,579,576
Series FI	\$ 83,011,154	\$ 70,191,813
<b>Redeemable units outstanding (note 6)</b>		
Series A	4,758,071	4,615,613
Series F	16,076,340	16,922,964
Series FI	3,475,663	3,307,452
<b>Net Assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 18.35	\$ 16.64
Series F	\$ 21.11	\$ 18.94
Series FI	\$ 23.88	\$ 21.22

Approved by the Manager

*"Michael Walsh"*

Director

*"Bryce Walker"*

Director

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

# CC&L Equity Income and Growth Fund

## Statements of Comprehensive Income

For the years ended December 31

	2025	2024
<b>Income</b>		
Realized foreign exchange gain (loss) on currency	\$ (4,097)	\$ (55,874)
Change in unrealized foreign exchange gain (loss) on currency	(19,226)	38,539
Securities lending income (note 12)	28,564	73,766
Other income (loss)	9,288	16,062
Net gain (loss) on investments		
Dividends	12,501,291	14,482,618
Interest for distribution purposes	135,012	215,642
Net realized gain (loss) on investments	67,877,419	33,252,412
Net change in unrealized appreciation (depreciation) on investments	27,905,072	29,111,494
Total net gain (loss) on investments	<u>108,418,794</u>	<u>77,062,166</u>
<b>Total income (loss), net</b>	<u>108,433,323</u>	<u>77,134,659</u>
<b>Expenses (note 8)</b>		
Administrative fees	12,948	-
Audit fees	28,432	27,651
Custodial fees	91,489	92,662
Fundserv fees	26,212	40,370
Independent review committee fees	4,581	4,569
Independent review committee insurance	465	512
Interest expense	9,275	11,778
Management fees	4,781,967	4,636,330
Professional fees	25,772	37,524
Securityholder reporting fees	399,011	419,427
Transaction costs (notes 3 and 9)	528,317	506,966
<b>Total operating expenses</b>	<u>5,908,469</u>	<u>5,777,789</u>
Withholding taxes (note 7)	<u>(44,813)</u>	<u>(90,935)</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<u>\$ 102,480,041</u>	<u>\$ 71,265,935</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 16,656,914	\$ 11,009,423
Series F	\$ 68,657,457	\$ 49,240,866
Series FI	\$ 17,165,670	\$ 11,015,646
<b>Weighted average number of units outstanding</b>		
Series A	4,589,622	4,667,565
Series F	15,773,805	17,201,930
Series FI	<u>3,319,616</u>	<u>3,249,264</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units per unit*</b>		
Series A	\$ 3.63	\$ 2.36
Series F	\$ 4.35	\$ 2.86
Series FI	<u>\$ 5.17</u>	<u>\$ 3.39</u>

\* based on weighted average number of units outstanding during the year

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

# CC&L Equity Income and Growth Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2025	Series A 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 76,782,320</b>	<b>\$ 73,410,599</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>16,656,914</b>	<b>11,009,423</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	6,662,836	5,466,994
Reinvestments of distributions to holders of redeemable units	7,480,039	3,340,997
Redemption of redeemable units	<u>(11,475,521)</u>	<u>(12,501,894)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>2,667,354</b>	<b>(3,693,903)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(1,038,072)	(1,359,562)
From net realized capital gains	<u>(7,770,946)</u>	<u>(2,584,237)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(8,809,018)</b>	<b>(3,943,799)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>10,515,250</b>	<b>3,371,721</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 87,297,570</b>	<b>\$ 76,782,320</b>
	Series F 2025	Series F 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 320,579,576</b>	<b>\$ 294,795,323</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>68,657,457</b>	<b>49,240,866</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	38,430,294	53,561,036
Reinvestments of distributions to holders of redeemable units	22,242,115	10,662,796
Redemption of redeemable units	<u>(75,811,993)</u>	<u>(71,167,991)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(15,139,584)</b>	<b>(6,944,159)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(4,066,813)	(5,687,170)
From net realized capital gains	<u>(30,619,921)</u>	<u>(10,825,284)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(34,686,734)</b>	<b>(16,512,454)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>18,831,139</b>	<b>25,784,253</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 339,410,715</b>	<b>\$ 320,579,576</b>

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

# CC&L Equity Income and Growth Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series FI 2025	Series FI 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 70,191,813</b>	<b>\$ 66,647,389</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>17,165,670</b>	<b>11,015,646</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	6,289,959	11,454,263
Reinvestments of distributions to holders of redeemable units	7,389,461	3,005,244
Redemption of redeemable units	<u>(9,709,418)</u>	<u>(18,430,917)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>3,970,002</b>	<b>(3,971,410)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(965,828)	(1,189,899)
From net realized capital gains	<u>(7,350,503)</u>	<u>(2,309,913)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(8,316,331)</b>	<b>(3,499,812)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>12,819,341</b>	<b>3,544,424</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 83,011,154</b>	<b>\$ 70,191,813</b>
	<b>Total 2025</b>	<b>Total 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 467,553,709</b>	<b>\$ 434,853,311</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>102,480,041</b>	<b>71,265,935</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	51,383,089	70,482,293
Reinvestments of distributions to holders of redeemable units	37,111,615	17,009,037
Redemption of redeemable units	<u>(96,996,932)</u>	<u>(102,100,802)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(8,502,228)</b>	<b>(14,609,472)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(6,070,713)	(8,236,631)
From net realized capital gains	<u>(45,741,370)</u>	<u>(15,719,434)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(51,812,083)</b>	<b>(23,956,065)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>42,165,730</b>	<b>32,700,398</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 509,719,439</b>	<b>\$ 467,553,709</b>

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

# CC&L Equity Income and Growth Fund

## Statements of Cash Flows

For the years ended December 31

	2025	2024
<b>Cash flows from (used in) Operating activities</b>		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 102,480,041	\$ 71,265,935
<b>Adjustments to reconcile to operating cash flows:</b>		
Change in unrealized foreign exchange (gain) loss on currency	19,226	(38,539)
Net realized (gain) loss on investments	(67,877,419)	(33,252,412)
Net change in unrealized (appreciation) depreciation of investments	(27,905,072)	(29,111,494)
Purchase of investments	(582,718,719)	(498,024,638)
Proceeds from investments sold	637,678,181	525,518,379
(Increase) decrease in dividends receivable	148,701	(34,521)
(Increase) decrease in interest receivable	10,058	6,473
(Increase) decrease in other receivable	(7,175)	(7,694)
Increase (decrease) in accrued expenses	(11,143)	(31,142)
Increase (decrease) in management fees payable	37,494	57,911
<b>Net cash flows from (used in) operating activities</b>	<b>61,854,173</b>	<b>36,348,258</b>
<b>Cash flows from (used in) Financing activities</b>		
Proceeds from redeemable units issued**	50,329,832	69,119,178
Redemption of redeemable units**	(96,507,767)	(100,306,704)
Distributions paid to holders of redeemable units, net of reinvestments	(14,700,468)	(6,948,790)
<b>Net cash flows from (used in) financing activities</b>	<b>(60,878,403)</b>	<b>(38,136,316)</b>
<b>Increase (decrease) in cash</b>		
Net increase (decrease) in cash	975,770	(1,788,058)
Change in unrealized foreign exchange gain (loss) on currency	(19,226)	38,539
Cash (bank indebtedness), beginning of year	(2,125,075)	(375,556)
<b>Cash (bank indebtedness), end of year</b>	<b>\$ (1,168,531)</b>	<b>\$ (2,125,075)</b>
Dividends received, net of withholding taxes*	\$ 12,605,186	\$ 14,357,162
Interest received*	145,070	222,115
Interest paid*	(9,275)	(11,778)

\*included in operating activities

\*\*net of non-cash switches of \$1,054,919 (2024 - \$1,833,588)

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

# CC&L Equity Income and Growth Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Short-Term Investments</b>						
<b>Canadian Treasury Bills (December 31, 2024: 1.18%)</b>						
Canadian Treasury Bill	2.170	11-Mar-26	CAD 85,000	84,573	84,573	
Canadian Treasury Bill	2.158	25-Mar-26	CAD 705,000	701,099	701,099	
Canadian Treasury Bill	2.210	08-Apr-26	CAD 595,000	591,490	591,490	
				<u>1,377,162</u>	<u>1,377,162</u>	0.27
<b>Total Short-Term Investments</b>				<u>1,377,162</u>	<u>1,377,162</u>	0.27
<b>Canadian Equities</b>						
<b>Energy (December 31, 2024: 16.41%)</b>						
ARC Resources Ltd.			181,500	4,821,465	4,673,625	
Cameco Corp., TSE			43,670	4,422,907	5,488,446	
Canadian Natural Resources Ltd., TSE			162,050	7,281,020	7,533,705	
Cenovus Energy Inc., TSE			287,900	7,072,285	6,685,038	
Enbridge Inc., TSE			154,204	8,588,124	10,128,119	
Imperial Oil Ltd., TSE			27,150	2,800,113	3,219,447	
Keyera Corp.			1,070	45,009	47,080	
Keyera Corp., Sub. Rec.			54,824	2,146,360	2,330,020	
Peyto Exploration & Development Corp.			274,930	5,675,835	6,243,660	
Rockpoint Gas Storage Inc.			144,330	3,467,394	4,041,240	
South Bow Corp.			103,020	3,651,645	3,889,005	
TC Energy Corp.			156,990	9,060,774	11,865,304	
				<u>59,032,931</u>	<u>66,144,689</u>	12.98
<b>Materials (December 31, 2024: 6.47%)</b>						
Agnico Eagle Mines Ltd., TSE			93,040	10,641,786	21,655,990	
Barrick Mining Corp., TSE			355,150	16,843,170	21,234,419	
Kinross Gold Corp., TSE			423,880	11,645,059	16,387,201	
Lundin Mining Corp.			474,600	12,622,974	14,000,700	
Methanex Corp., TSE			76,300	4,134,598	4,153,772	
Nutrien Ltd., TSE			38,750	3,139,358	3,282,900	
Pan American Silver Corp., TSE			96,880	5,169,413	6,893,981	
Wheaton Precious Metals Corp., TSE			32,910	3,346,855	5,310,358	
				<u>67,543,213</u>	<u>92,919,321</u>	18.23
<b>Industrials (December 31, 2024: 15.77%)</b>						
Canadian Pacific Kansas City Ltd., TSE			168,030	18,726,647	16,979,432	
Element Fleet Management Corp.			277,050	4,281,157	9,987,653	
Exchange Income Corp.			49,480	2,761,917	4,055,381	
Finning International Inc.			76,550	4,678,589	5,693,024	
RB Global Inc., TSE			32,840	3,427,577	4,640,620	
Thomson Reuters Corp., TSE			23,720	3,884,370	4,296,404	
Toromont Industries Ltd.			23,200	3,751,090	3,852,360	
WSP Global Inc.			25,410	5,386,964	6,314,893	
				<u>46,898,311</u>	<u>55,819,767</u>	10.95
<b>Consumer Discretionary (December 31, 2024: 2.29%)</b>						
Dollarama Inc.			33,580	4,704,584	6,888,601	
Gildan Activewear Inc., TSE			50,380	3,357,304	4,322,100	
Magna International Inc., TSE			84,480	4,438,049	6,181,402	
				<u>12,499,937</u>	<u>17,392,103</u>	3.41
<b>Consumer Staples (December 31, 2024: 1.50%)</b>						
Loblaw Cos Ltd.			126,860	6,662,552	7,871,663	
Premium Brands Holdings Corp.			76,830	6,628,702	7,814,379	
				<u>13,291,254</u>	<u>15,686,042</u>	3.08
<b>Health Care (December 31, 2024: 1.56%)</b>						
Chartwell Retirement Residences			424,850	5,608,448	8,539,485	1.68
<b>Financials (December 31, 2024: 37.26%)</b>						
Brookfield Asset Management Ltd.			194,930	14,843,907	14,015,467	
Canadian Imperial Bank of Commerce, TSE			152,960	11,845,544	19,032,813	
Fairfax Financial Holdings Ltd.			2,007	2,936,953	5,250,091	
Goeasy Ltd.			10,240	1,875,005	1,344,410	
Great-West Lifeco Inc.			187,550	10,231,017	12,695,260	

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

# CC&L Equity Income and Growth Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
iA Financial Corp. Inc.			23,640	2,534,249	4,203,901	
Intact Financial Corp.			32,890	8,198,361	9,397,660	
Manulife Financial Corp., TSE			327,990	11,747,725	16,347,022	
National Bank of Canada			84,910	11,302,262	14,656,315	
Royal Bank of Canada, TSE			194,650	21,937,577	45,546,150	
TMX Group Ltd.			101,890	3,693,395	5,321,715	
Toronto-Dominion Bank, TSE			256,000	21,815,620	33,116,157	
				122,961,615	180,926,961	35.49
<b>Information Technology (December 31, 2024: 2.74%)</b>						
Open Text Corp., TSE			107,880	4,990,114	4,822,236	0.95
<b>Communication Services (December 31, 2024: 0.38%)</b>						
Quebecor Inc.			49,470	1,903,803	2,557,599	0.50
<b>Utilities (December 31, 2024: 4.62%)</b>						
AltaGas Ltd.			97,070	3,919,616	4,062,380	
Capital Power Corp.			187,850	8,470,068	10,998,618	
Fortis Inc., TSE			62,460	4,180,833	4,457,146	
				16,570,517	19,518,144	3.83
<b>Real Estate (December 31, 2024: Nil%)</b>						
FirstService Corp., TSE			9,040	2,382,288	1,929,588	
Granite REIT			94,900	7,412,362	7,754,279	
H&R REIT			239,800	2,497,981	2,453,154	
				12,292,631	12,137,021	2.38
<b>Total Canadian Equities</b>				363,592,774	476,463,368	93.48
<b>United States Equities</b>						
<b>Consumer Staples (December 31, 2024: 0.88%)</b>						
Coca-Cola Co.			42,100	3,633,294	4,034,393	0.79
<b>Health Care (December 31, 2024: 1.06%)</b>						
<b>Information Technology (December 31, 2024: 5.54%)</b>						
Microsoft Corp.			18,980	7,716,146	12,582,221	
Oracle Corp.			15,550	4,240,103	4,154,525	
				11,956,249	16,736,746	3.28
<b>Total United States Equities</b>				15,589,543	20,771,139	4.07
<b>Foreign Equities</b>						
<b>Information Technology (December 31, 2024: 1.07%)</b>						
<b>Utilities (December 31, 2024: 1.65%)</b>						
Brookfield Infrastructure Partners LP, TSE			154,500	7,327,274	7,371,195	
Brookfield Renewable Partners LP			111,934	3,959,049	4,151,632	
				11,286,323	11,522,827	2.26
<b>Total Foreign Equities</b>				11,286,323	11,522,827	2.26
<b>Embedded Broker Commissions (note 3)</b>				(245,527)		
<b>Total Investment Portfolio</b>				391,600,275	510,134,496	100.08
Other Assets Less Liabilities					(415,057)	(0.08)
<b>Net Assets Attributable to Holders of Redeemable Units</b>					509,719,439	100.00

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

# CC&L Equity Income and Growth Fund

## Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

### Reporting entity and investment objective (Note 1)

The CC&L Equity Income and Growth Fund (the “Fund”) is an open-ended mutual fund trust established under the laws of Ontario and is governed by the Declaration of Trust dated May 1, 2012 (the Declaration of Trust), as amended from time to time. The Fund commenced operations on May 1, 2012. The address of the Fund’s registered office is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8.

RBC Investor Services Trust is the trustee and custodian of the Fund.

The investment objective of the Fund is to construct a diversified portfolio of primarily income-oriented equity instruments listed on a Canadian stock exchange with a view to maximize long-term total returns. The Fund seeks to generate returns in excess of the return of the S&P/TSX Composite Index.

### Fair value of financial instruments (Note 5)

#### Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund’s financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2025:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Short-term investments	-	1,377,162	-	1,377,162
Canadian equities	476,463,368	-	-	476,463,368
United States equities	20,771,139	-	-	20,771,139
Foreign equities	11,522,827	-	-	11,522,827
	508,757,334	1,377,162	-	510,134,496

As at December 31, 2024:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Short-term investments	-	5,495,837	-	5,495,837
Canadian equities	416,205,031	-	-	416,205,031
United States equities	34,928,582	-	-	34,928,582
Foreign equities	12,715,539	-	-	12,715,539
	463,849,152	5,495,837	-	469,344,989

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2025 and 2024. All fair value measurements above are recurring.

# CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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## Redeemable units of the Fund (Note 6)

The Fund has three series of units available for issue, namely Series A, F and FI. Series A units are available to all investors who purchase through dealers and who invest the minimum amount. Series F units are available to investors who participate in fee based programs through their dealer. Series FI units are available to clients of dealers who participate in separately managed account or unified managed account programs offered by the dealers and whose dealer has signed a Series FI agreement with the Manager.

For the years ended December 31, 2025 and 2024, changes in outstanding units were as follows:

	Balance - Beginning	Redeemable units	Redeemable units	Redeemable units	Balance -
2025	of year	issued	reinvested	redeemed	End of year
Series A	4,615,613	381,566	409,096	(648,204)	4,758,071
Series F	16,922,964	1,908,259	1,058,804	(3,813,687)	16,076,340
Series FI	3,307,452	279,731	311,421	(422,941)	3,475,663

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2024					
Series A	4,853,332	340,619	206,239	(784,577)	4,615,613
Series F	17,302,066	2,991,288	579,748	(3,950,138)	16,922,964
Series FI	3,526,159	572,618	146,316	(937,641)	3,307,452

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## Taxation of Fund (Note 7)

As at December 31, 2025, the Fund had unused capital losses of \$Nil (2024 - \$Nil), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (2024 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2024 - between 0% and 35%).

## Related party transactions and other expenses (Note 8)

### Management fees

The Fund pays a management fee on Series A and F units, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.90% for Series A and 0.90% for Series F. No management fees are paid by the Fund with respect to Series FI units; rather, investors who hold Series FI units will be subject to a management fee for their account that is paid to their dealer. The Manager receives a fee from each dealer for the services it provides to the dealer in connection with the dealer's separately managed account or unified managed account programs.

### Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$528,317 (2024 - \$506,966) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$44,271 (2024 - \$42,553).

# CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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## Financial risk management (Note 10)

### Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2025 and 2024 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2025:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	440,402	-	440,402	0.1	22,020
Total	440,402	-	440,402	0.1	22,020

As at December 31, 2024:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	245,894	-	245,894	0.1	12,295
Total	245,894	-	245,894	0.1	12,295

### Interest rate risk

As at December 31, 2025 and 2024, the Fund was exposed to interest rate risk through its investment in short-term debt instruments. If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$3,000 (2024 - \$11,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### Other price risk

As at December 31, 2025 and 2024, the Fund was exposed to other price risk primarily through its equity investments. Substantially all of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, with all other factors remaining constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$50,876,000 (2024 - \$46,385,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

## CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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### Credit risk

As at December 31, 2025 and 2024, the Fund was exposed to credit risk through its investment in short-term debt instruments that comprised approximately 0.3% (2024 - 1.2%) of the Fund's net assets attributable to holders of redeemable units. All of the short-term investments were rated "AA" or better by Dominion Bond Rating Services (DBRS).

### Securities lending (Note 12)

For the years ended December 31, 2025 and 2024, securities lending income was as follows:

	<b>2025</b>	<b>2024</b>
	(\$)	(\$)
Gross securities lending income	35,699	92,152
Securities lending charges paid to the Fund's custodian	(7,135)	(18,386)
Net securities lending income	28,564	73,766
Withholding taxes on securities lending income	(7)	-
Net securities lending income received by the Fund	28,557	73,766
Charges percentage of gross securities lending income	20.0%	20.0%

The following table summarizes the securities loaned and collateral held as at December 31, 2025 and 2024.

	<b>2025</b>	<b>2024</b>
	(\$000's)	(\$000's)
Securities loaned	59,422	35,471
Collateral received	60,610	36,181
Collateral percentage of securities loaned	102%	102%

# CC&L Global Alpha Fund

## Statements of Financial Position

As at December 31

	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 38,570,294	\$ 15,722,678
Investments	1,895,478,976	1,555,900,406
Dividends receivable	1,530,829	4,150,316
Withholding taxes receivable	-	25,766
Other receivable	103,724	98,622
Subscriptions receivable	20,933	236,028
	<u>1,935,704,756</u>	<u>1,576,133,816</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to broker	337,762	909,196
Accrued expenses	91,135	91,180
Management fees payable	1,152,543	1,075,835
Distributions payable	252	339
Redemptions payable	446,088	845,226
	<u>2,027,780</u>	<u>2,921,776</u>
<b>Net Assets attributable to holders of redeemable units</b>	<u>\$ 1,933,676,976</u>	<u>\$ 1,573,212,040</u>
<b>Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 11,196,896	\$ 11,016,677
Series F	\$ 81,434,090	\$ 74,956,268
Series I	\$ 750,794,329	\$ 601,718,460
Private Client Series	\$ 843,384,852	\$ 720,161,949
Group Series	\$ 246,866,809	\$ 165,358,686
<b>Redeemable units outstanding (note 6)</b>		
Series A	868,405	918,897
Series F	5,875,797	5,854,103
Series I	54,668,548	47,448,349
Private Client Series	37,574,553	34,740,916
Group Series	<u>17,816,787</u>	<u>12,924,299</u>
<b>Net Assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 12.89	\$ 11.99
Series F	\$ 13.86	\$ 12.80
Series I	\$ 13.73	\$ 12.68
Private Client Series	\$ 22.45	\$ 20.73
Group Series	<u>\$ 13.86</u>	<u>\$ 12.79</u>

Approved by the Manager

*"Michael Walsh"*

Director

*"Bryce Walker"*

Director

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

# CC&L Global Alpha Fund

## Statements of Comprehensive Income

For the years ended December 31

	2025	2024
<b>Income</b>		
Realized foreign exchange gain (loss) on currency	\$ (3,180,446)	\$ (3,103,370)
Change in unrealized foreign exchange gain (loss) on currency	27,546	(33,326)
Other income (loss)	244,226	276,679
Net gain (loss) on investments		
Dividends	31,123,750	26,857,844
Interest for distribution purposes	556,725	1,203,405
Net realized gain (loss) on investments	51,399,593	218,287,925
Net change in unrealized appreciation (depreciation) on investments	121,511,272	68,214,806
Total net gain (loss) on investments	<u>204,591,340</u>	<u>314,563,980</u>
<b>Total income (loss), net</b>	<u>201,682,666</u>	<u>311,703,963</u>
<b>Expenses (note 8)</b>		
Administrative fees	5,483	-
Audit fees	28,725	27,767
Custodial fees	336,228	311,976
Fundserv fees	6,139	4,824
Independent review committee fees	4,581	4,569
Independent review committee insurance	465	512
Interest expense	6,116	156
Management fees	5,478,591	4,973,463
Professional fees	48,141	90,308
Securityholder reporting fees	164,345	117,841
Transaction costs (notes 3 and 9)	1,418,528	1,366,793
<b>Total operating expenses</b>	<u>7,497,342</u>	<u>6,898,209</u>
Withholding taxes (note 7)	<u>(3,611,421)</u>	<u>(2,045,975)</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<u>\$ 190,573,903</u>	<u>\$ 302,759,779</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 870,739	\$ 1,717,225
Series F	\$ 7,345,369	\$ 8,139,379
Series I	\$ 76,329,274	\$ 129,215,344
Private Client Series	\$ 77,856,595	\$ 141,720,666
Group Series	\$ 28,171,926	\$ 21,967,165
<b>Weighted average number of units outstanding</b>		
Series A	903,520	802,036
Series F	6,105,550	3,827,362
Series I	52,858,566	49,226,988
Private Client Series	36,120,056	33,849,830
Group Series	<u>16,624,416</u>	<u>9,243,665</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units per unit*</b>		
Series A	\$ 0.96	\$ 2.14
Series F	\$ 1.20	\$ 2.13
Series I	\$ 1.44	\$ 2.62
Private Client Series	\$ 2.16	\$ 4.19
Group Series	<u>\$ 1.69</u>	<u>\$ 2.38</u>

\* based on weighted average number of units outstanding during the year

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

# CC&L Global Alpha Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2025	Series A 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 11,016,677</b>	<b>\$ 8,901,475</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>870,739</b>	<b>1,717,225</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	1,630,160	1,837,377
Reinvestments of distributions to holders of redeemable units	67,362	1,108,212
Redemption of redeemable units	<u>(2,317,634)</u>	<u>(1,354,171)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(620,112)</b>	<b>1,591,418</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(192)	(9,932)
From net realized capital gains	<u>(70,216)</u>	<u>(1,183,509)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(70,408)</b>	<b>(1,193,441)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>180,219</b>	<b>2,115,202</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 11,196,896</b>	<b>\$ 11,016,677</b>
	Series F 2025	Series F 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 74,956,268</b>	<b>\$ 37,316,185</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>7,345,369</b>	<b>8,139,379</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	27,412,273	44,606,149
Reinvestments of distributions to holders of redeemable units	420,530	4,314,974
Redemption of redeemable units	<u>(27,853,250)</u>	<u>(10,652,075)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(20,447)</b>	<b>38,269,048</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(334,240)	(352,776)
From net realized capital gains	<u>(512,860)</u>	<u>(8,415,568)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(847,100)</b>	<b>(8,768,344)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>6,477,822</b>	<b>37,640,083</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 81,434,090</b>	<b>\$ 74,956,268</b>

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

# CC&L Global Alpha Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series I 2025	Series I 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 601,718,460</b>	<b>\$ 620,556,516</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>76,329,274</b>	<b>129,215,344</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	112,074,856	41,651,586
Reinvestments of distributions to holders of redeemable units	15,926,213	69,773,572
Redemption of redeemable units	<u>(38,725,740)</u>	<u>(185,990,708)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>89,275,329</b>	<b>(74,565,550)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(11,815,311)	(8,734,683)
From net realized capital gains	<u>(4,713,423)</u>	<u>(64,753,167)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(16,528,734)</b>	<b>(73,487,850)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>149,075,869</b>	<b>(18,838,056)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 750,794,329</b>	<b>\$ 601,718,460</b>
	<b>Private Client Series 2025</b>	<b>Private Client Series 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 720,161,949</b>	<b>\$ 667,139,244</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>77,856,595</b>	<b>141,720,666</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	79,179,958	36,650,951
Reinvestments of distributions to holders of redeemable units	9,499,814	85,508,682
Redemption of redeemable units	<u>(29,063,700)</u>	<u>(122,537,835)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>59,616,072</b>	<b>(378,202)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(8,928,908)	(8,051,122)
From net realized capital gains	<u>(5,320,856)</u>	<u>(80,268,637)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(14,249,764)</b>	<b>(88,319,759)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>123,222,903</b>	<b>53,022,705</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 843,384,852</b>	<b>\$ 720,161,949</b>

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

# CC&L Global Alpha Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Group Series 2025	Group Series 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 165,358,686</b>	<b>\$ 89,908,197</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>28,171,926</b>	<b>21,967,165</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	142,041,833	65,534,588
Reinvestments of distributions to holders of redeemable units	5,455,634	19,448,667
Redemption of redeemable units	<u>(88,705,636)</u>	<u>(12,051,264)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>58,791,831</b>	<b>72,931,991</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(3,904,441)	(1,799,073)
From net realized capital gains	<u>(1,551,193)</u>	<u>(17,649,594)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(5,455,634)</b>	<b>(19,448,667)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>81,508,123</b>	<b>75,450,489</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 246,866,809</b>	<b>\$ 165,358,686</b>
	<b>Total 2025</b>	<b>Total 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 1,573,212,040</b>	<b>\$ 1,423,821,617</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>190,573,903</b>	<b>302,759,779</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	362,339,080	190,280,651
Reinvestments of distributions to holders of redeemable units	31,369,553	180,154,107
Redemption of redeemable units	<u>(186,665,960)</u>	<u>(332,586,053)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>207,042,673</b>	<b>37,848,705</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(24,983,092)	(18,947,586)
From net realized capital gains	<u>(12,168,548)</u>	<u>(172,270,475)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(37,151,640)</b>	<b>(191,218,061)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>360,464,936</b>	<b>149,390,423</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 1,933,676,976</b>	<b>\$ 1,573,212,040</b>

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

# CC&L Global Alpha Fund

## Statements of Cash Flows

For the years ended December 31

	2025	2024
<b>Cash flows from (used in) Operating activities</b>		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 190,573,903	\$ 302,759,779
<b>Adjustments to reconcile to operating cash flows:</b>		
Change in unrealized foreign exchange (gain) loss on currency	(27,546)	33,326
Net realized (gain) loss on investments	(51,399,593)	(218,287,925)
Net change in unrealized (appreciation) depreciation of investments	(121,511,272)	(68,214,806)
Purchase of investments	(937,959,780)	(669,659,146)
Proceeds from investments sold	770,720,641	817,091,900
(Increase) decrease in dividends receivable	2,619,487	(2,055,978)
(Increase) decrease in withholding tax receivable	25,766	(565)
(Increase) decrease in other receivable	(5,102)	30,258
Increase (decrease) in accrued expenses	(45)	(17,853)
Increase (decrease) in management fees payable	76,708	242,535
<b>Net cash flows from (used in) operating activities</b>	<b>(146,886,833)</b>	<b>161,921,525</b>
<b>Cash flows from (used in) Financing activities</b>		
Proceeds from redeemable units issued**	362,278,655	188,301,417
Redemption of redeemable units**	(186,789,578)	(331,406,017)
Distributions paid to holders of redeemable units, net of reinvestments	(5,782,174)	(11,063,862)
<b>Net cash flows from (used in) financing activities</b>	<b>169,706,903</b>	<b>(154,168,462)</b>
<b>Increase (decrease) in cash</b>		
Net increase (decrease) in cash	22,820,070	7,753,063
Change in unrealized foreign exchange gain (loss) on currency	27,546	(33,326)
Cash, beginning of year	15,722,678	8,002,941
<b>Cash, end of year</b>	<b>\$ 38,570,294</b>	<b>\$ 15,722,678</b>
Dividends received, net of withholding taxes*	\$ 30,157,582	\$ 22,755,326
Interest received*	556,725	1,203,405
Interest paid*	(6,116)	(156)

\*included in operating activities

\*\*net of non-cash switches of \$275,520 (2024 - \$1,959,147)

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

# CC&L Global Alpha Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Equities</b>				
<b>Australia (December 31, 2024: 1.69%)</b>				
ALS Ltd.	2,122,059	26,497,216	42,751,927	
AUB Group Ltd.	488,599	15,152,709	13,755,929	
		41,649,925	56,507,856	2.92
<b>Bermuda (December 31, 2024: 0.88%)</b>				
<b>Canada (December 31, 2024: 6.22%)</b>				
Advantage Energy Ltd.	1,681,579	17,870,585	19,741,737	
Artis REIT	342,600	2,669,267	2,744,226	
Boardwalk REIT	232,364	13,805,058	14,982,831	
BOYD GROUP Inc.	134,812	30,544,229	29,473,948	
CAE Inc.	357,100	15,226,005	14,905,354	
Extencicare Inc.	3,875,885	30,024,672	82,750,147	
Sprott Inc., TSE	199,724	12,788,847	26,850,895	
		122,928,663	191,449,138	9.90
<b>France (December 31, 2024: 0.88%)</b>				
IPSOS SA	205,420	14,270,527	11,329,731	0.59
<b>Germany (December 31, 2024: 1.91%)</b>				
Aurubis AG	101,156	13,343,055	20,225,663	
Puma SE	415,865	15,338,231	14,929,551	
		28,681,286	35,155,214	1.82
<b>Guernsey (December 31, 2024: 1.12%)</b>				
Genius Sports Ltd.	1,931,262	20,741,938	29,172,902	1.51
<b>Hong Kong (December 31, 2024: 1.48%)</b>				
<b>Israel (December 31, 2024: 0.54%)</b>				
<b>Japan (December 31, 2024: 14.51%)</b>				
Ariake Japan Co., Ltd.	551,280	28,863,237	25,502,987	
Daiei Kankyo Co., Ltd.	1,519,305	39,933,004	51,617,758	
DMG Mori Co., Ltd.	758,986	18,049,483	17,496,143	
Internet Initiative Japan Inc.	961,635	19,111,222	23,256,645	
Kurita Water Industries Ltd.	529,681	28,632,199	29,404,545	
NOF Corp.	851,357	19,231,989	22,417,419	
Sega Sammy Holdings Inc.	1,650,937	37,436,423	35,343,134	
Simplex Holdings Inc.	2,440,308	16,215,416	22,429,031	
Systemex Corp.	1,080,500	14,849,420	14,575,152	
Yokohama Financial Group Inc.	3,993,138	30,910,890	45,169,356	
		253,233,283	287,212,170	14.85
<b>Jersey (December 31, 2024: 1.17%)</b>				
<b>Luxembourg (December 31, 2024: 1.88%)</b>				
Samsonite Group SA	8,434,815	27,584,341	29,560,400	1.53
<b>Norway (December 31, 2024: 2.71%)</b>				
Salmar ASA	620,593	42,841,868	52,076,897	2.69
<b>Singapore (December 31, 2024: 1.36%)</b>				
Raffles Medical Group Ltd.	26,058,984	25,623,208	28,331,625	1.47
<b>Spain (December 31, 2024: 5.16%)</b>				
Fluidra SA	908,209	31,173,013	33,862,100	
Melia Hotels International SA	5,125,801	48,574,412	65,354,644	
		79,747,425	99,216,744	5.13
<b>Sweden (December 31, 2024: 2.41%)</b>				
Billerud Aktiebolag	2,179,277	30,717,499	30,427,099	
Loomis AB	711,555	31,578,502	41,304,827	
		62,296,001	71,731,926	3.71
<b>Switzerland (December 31, 2024: 0.71%)</b>				

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

# CC&L Global Alpha Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>United Kingdom (December 31, 2024: 5.44%)</b>				
CVS Group PLC	1,560,199	33,315,901	36,935,276	
Savills PLC	2,842,634	46,579,271	52,200,735	
		79,895,172	89,136,011	4.61
<b>United States of America (December 31, 2024: 48.83%)</b>				
ACI Worldwide Inc.	326,900	13,428,367	21,423,504	
Alcoa Corp.	544,251	23,045,392	39,644,015	
Americold Realty Trust Inc.	1,135,000	20,004,023	20,007,539	
ANI Pharmaceuticals Inc.	291,285	21,384,538	31,518,975	
Armstrong World Industries Inc.	79,389	16,385,878	20,795,907	
ATN International Inc.	701,901	42,780,049	21,936,511	
Boston Beer Co Inc.	60,654	22,365,488	16,223,342	
Brunswick Corp.	162,136	14,967,744	16,499,632	
Casella Waste Systems Inc.	149,236	21,080,251	20,035,055	
Clean Energy Fuels Corp.	3,245,853	14,956,883	9,343,401	
CommVault Systems Inc.	69,500	11,731,319	11,942,648	
Digi International Inc.	238,264	10,702,919	14,138,484	
Diodes Inc.	423,920	32,787,384	28,670,806	
DNOW Inc.	1,374,547	24,864,908	24,965,043	
Eagle Materials Inc.	95,179	23,287,029	26,964,752	
Euronet Worldwide Inc.	117,590	14,943,469	12,267,864	
Evercore Inc.	59,102	16,056,772	27,564,947	
Farmland Partners Inc.	739,265	9,655,302	9,819,305	
Federal Signal Corp.	215,091	18,801,129	32,016,136	
Gentex Corp.	350,445	10,431,875	11,178,231	
Gentherm Inc.	511,200	30,813,002	25,485,373	
Globus Medical Inc.	330,294	26,113,823	39,529,518	
Gulfport Energy Corp.	94,701	24,589,393	26,999,385	
GXO Logistics Inc.	432,644	29,425,465	31,217,880	
Limoneira Co.	1,420,594	31,824,426	24,584,320	
Ormat Technologies Inc.	458,170	45,168,857	69,378,970	
PRA Group Inc.	982,593	36,260,979	23,826,395	
Quaker Chemical Corp.	76,300	15,053,229	14,360,963	
RadNet Inc.	214,451	14,296,305	20,973,886	
Rayonier Inc.	826,624	31,098,822	24,531,424	
Resideo Technologies Inc.	294,100	14,695,880	14,158,146	
RLI Corp.	214,003	16,895,628	18,768,127	
Rush Enterprises Inc.	501,549	30,073,629	37,083,537	
Sanmina Corp.	279,306	22,962,993	57,455,418	
UMB Financial Corp.	297,620	34,040,720	46,931,867	
Wintrust Financial Corp.	116,651	12,531,999	22,357,056	
		799,505,869	914,598,362	47.29
<b>Total Equities</b>		1,598,999,506	1,895,478,976	98.02
<b>Embedded Broker Commissions</b> (note 3)		(1,847,658)		
<b>Total Investments</b>		1,597,151,848	1,895,478,976	98.02
Other Assets Less Liabilities			38,198,000	1.98
<b>Net Assets Attributable to Holders of Redeemable Units</b>			1,933,676,976	100.00

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

# CC&L Global Alpha Fund

## Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

### Reporting entity and investment objective (Note 1)

The CC&L Global Alpha Fund (the “Fund”) is an open-ended mutual fund trust established under the laws of Ontario and is governed by the Declaration of Trust dated May 1, 2012, as amended from time to time. The Fund commenced operations on July 15, 2008. The address of the Fund’s registered office is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8. On March 14, 2014, the name of the fund changed from Private Client Global Small Cap Portfolio to the CC&L Global Alpha Fund.

RBC Investor Services Trust is the trustee and custodian of the Fund.

The investment objective of the Fund is to provide unitholders with long term capital appreciation by investing in a portfolio of global small capitalization equity securities of issuers in countries and industries throughout the world. The Fund may make such investments directly, or indirectly through other funds, including funds managed by the Manager.

### Fair value of financial instruments (Note 5)

#### Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund’s financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2025:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Global equities	1,895,478,976	-	-	1,895,478,976
	1,895,478,976	-	-	1,895,478,976

As at December 31, 2024:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Global equities	1,555,900,406	-	-	1,555,900,406
	1,555,900,406	-	-	1,555,900,406

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2025 and 2024. All fair value measurements above are recurring.

# CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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## Redeemable units of the Fund (Note 6)

The Fund has five series of redeemable units available for issue, namely Series A, Series F, Series I, Private Client Series and Group Series. Series A and Series F redeemable units are offered to the public by way of prospectus. Series I, Private Client Series and Group Series redeemable units are issued pursuant to statutory exemptions from registration and prospectus requirements.

The different rights and obligations of the outstanding series are detailed below:

### Series A:

Series A units are available to all investors who purchase through dealers and who invest the minimum amount. Income and capital gains distributions are reinvested by issuing additional Series A units. Management fees of 2.20% are charged by the Manager to the Fund.

### Series F:

Series F units are available to investors who participate in fee based programs through their dealer, whose dealer has signed a Series F agreement with the Manager and who invest the minimum amount. Income and capital gains distributions are reinvested by issuing additional Series F units. Management fees of 1.20% are charged by the Manager to the Fund. Series F unitholders may pay a separate fee to their dealer.

### Series I:

Series I units are not available by prospectus and are only available to institutional and other comparable investors as the Manager may determine from time to time. Income and capital gains distributions are reinvested by issuing additional Series I units. Management fees for Series I are negotiable and charged to unitholders directly outside the Fund.

### Private Client Series:

Private Client Series units are only available through CC&L PC and are offered primarily to individual investors. Income and capital gains distributions are reinvested by issuing additional Private Client Series units. Management fees of 0.50% are charged by the Manager to the Fund. Unitholders may also pay a separate fee to CC&L PC.

### Group Series:

Group Series units are not available by prospectus and are only available to institutional and other comparable investors as the Manager may determine from time to time. Income and capital gains distributions are reinvested by issuing additional Group Series units. Management fees for Group Series are negotiable and charged to unitholders directly outside the Fund.

# CC&L Global Alpha Fund

## Notes to Financial Statements – Fund Specific Information

### December 31, 2025 and 2024

For the years ended December 31, 2025 and 2024, changes in outstanding units were as follows:

	Balance - Beginning	Redeemable units	Redeemable units	Redeemable units	Balance -
2025	of year	issued	reinvested	redeemed	End of year
Series A	918,897	136,575	5,225	(192,292)	868,405
Series F	5,854,103	2,139,337	31,070	(2,148,713)	5,875,797
Series I	47,448,349	9,023,682	1,209,332	(3,012,815)	54,668,548
Private Client Series	34,740,916	3,778,886	446,093	(1,391,342)	37,574,553
Group Series	12,924,299	11,185,546	409,365	(6,702,423)	17,816,787
<hr/>					
2024					
Series A	792,698	147,270	90,356	(111,427)	918,897
Series F	3,127,185	3,200,462	328,921	(802,465)	5,854,103
Series I	52,767,451	3,167,368	5,366,318	(13,852,788)	47,448,349
Private Client Series	34,503,064	1,717,608	4,019,924	(5,499,680)	34,740,916
Group Series	7,587,596	4,742,824	1,482,574	(888,695)	12,924,299

As at December 31, 2025 and 2024, a single unitholder held 100% of the Fund's outstanding Group Series redeemable units.

### Taxation of Fund (Note 7)

As at December 31, 2025, the Fund had unused capital losses of \$Nil (2024 - \$Nil), which may be carried forward indefinitely to reduce future net realized capital gains. There were \$Nil (2024 - \$Nil) unused non-capital losses available for tax purposes to offset future investment income.

During the year, withholding tax rates were between 0% and 35% (2024 - between 0% and 35%).

### Related party transactions and other expenses (Note 8)

#### Management fees

Management fees are charged either to the Fund or to unitholders directly by the Manager as detailed in Note 6 above.

### Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$1,418,528 (2024 - \$1,366,793) in brokerage commissions and other transaction costs for portfolio transactions during the year. The soft dollars paid during the year were \$Nil (2024 - \$Nil).

# CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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## Financial risk management (Note 10)

### Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2025 and 2024 in Canadian dollars. Amounts shown are based on the carrying values of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2025:

<b>Currency</b>	<b>Monetary Assets (Liabilities) (\$)</b>	<b>Derivative Currency Contracts (\$)</b>	<b>Net Exposure (\$)</b>	<b>% of Net Assets</b>	<b>Impact on Net Assets (\$)</b>
Euro	(336,088)	-	(336,088)	-	(16,804)
Japanese Yen	310,298	-	310,298	-	15,515
Norwegian Krone	237	-	237	-	12
Swedish Krona	481	-	481	-	24
US Dollar	986,288	-	986,288	-	49,314
Total	961,216	-	961,216	-	48,061

As at December 31, 2024:

<b>Currency</b>	<b>Monetary Assets (Liabilities) (\$)</b>	<b>Derivative Currency Contracts (\$)</b>	<b>Net Exposure (\$)</b>	<b>% of Net Assets</b>	<b>Impact on Net Assets (\$)</b>
Danish Krone	(6)	-	(6)	-	-
Euro	27,704	-	27,704	-	1,385
Japanese Yen	259,282	-	259,282	-	12,964
Norwegian Krone	96	-	96	-	5
Swedish Krona	(184,408)	-	(184,408)	-	(9,220)
US Dollar	3,666,664	-	3,666,664	0.2	183,333
Total	3,769,332	-	3,769,332	0.2	188,467

### Interest rate risk

As at December 31, 2025 and 2024, interest rate risk was negligible as the Fund had no significant exposure to long-term interest-bearing investments.

# **CC&L Global Alpha Fund**

Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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## **Other price risk**

As at December 31, 2025 and 2024, the Fund was exposed to other price risk primarily through its equity investments. Substantially all of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, with all other factors remaining constant, net assets would have increased or decreased by approximately \$189,548,000 (2024 - \$155,590,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

## **Credit risk**

As at December 31, 2025 and 2024, credit risk was negligible as the Fund had no significant exposure to debt or derivative instruments.

# CC&L High Yield Bond Fund

## Statements of Financial Position

As at December 31

	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ -	\$ 82,873
Short-term investments	11,228,116	1,809,386
Investments	109,662,306	114,675,267
Unrealized appreciation on derivative contracts	242,754	33,131
Daily variation margin	101,678	507,464
Due from broker	42,019	-
Interest receivable	1,632,075	1,528,496
Other receivable	1,239	36
Subscriptions receivable	2,055,258	1,191,185
	<u>124,965,445</u>	<u>119,827,838</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Bank indebtedness	22,008	-
Unrealized depreciation on derivative contracts	20,862	444,770
Due to broker	260,389	39,673
Accrued expenses	28,047	34,658
Management fees payable	324	378
Redemptions payable	11,267	486,625
	<u>342,897</u>	<u>1,006,104</u>
<b>Net Assets attributable to holders of redeemable units</b>	<u>\$ 124,622,548</u>	<u>\$ 118,821,734</u>
<b>Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 137,263	\$ 175,496
Series F	\$ 104,446	\$ 100,657
Series I	<u>\$ 124,380,839</u>	<u>\$ 118,545,581</u>
<b>Redeemable units outstanding (note 6)</b>		
Series A	18,732	23,728
Series F	12,862	12,415
Series I	<u>13,411,627</u>	<u>12,900,101</u>
<b>Net Assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 7.33	\$ 7.40
Series F	\$ 8.12	\$ 8.11
Series I	<u>\$ 9.27</u>	<u>\$ 9.19</u>

Approved by the Manager

*"Michael Walsh"*

Director

*"Bryce Walker"*

Director

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

# CC&L High Yield Bond Fund

## Statements of Comprehensive Income

For the years ended December 31

	2025		2024
<b>Income</b>			
Realized foreign exchange gain (loss) on currency	\$ (50,007)	\$	29,972
Change in unrealized foreign exchange gain (loss) on currency	(2,098)		2,647
Securities lending income (note 12)	12,528		8,276
Other income (loss)	-		24,131
Net gain (loss) on investments			
Interest for distribution purposes	6,397,107		4,926,676
Net realized gain (loss) on investments	3,227,495		2,070,572
Net realized gain (loss) on derivative contracts	109,187		(861,198)
Net change in unrealized appreciation (depreciation) on investments	(2,602,823)		4,023,322
Net change in unrealized appreciation (depreciation) on derivative contracts	633,531		(672,838)
Total net gain (loss) on investments	<u>7,764,497</u>		<u>9,486,534</u>
<b>Total income (loss), net</b>	<u>7,724,920</u>		<u>9,551,560</u>
<b>Expenses (note 8)</b>			
Administrative fees	168		-
Audit fees	28,855		27,504
Custodial fees	51,142		49,536
Fundserv fees	15		34
Independent review committee fees	4,581		4,569
Independent review committee insurance	465		512
Interest expense	1,391		768
Management fees	3,952		5,190
Professional fees	23,796		30,973
Securityholder reporting fees	23,343		13,013
Transaction costs (notes 3 and 9)	6,304		4,457
<b>Total operating expenses</b>	<u>144,012</u>		<u>136,556</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<u>\$ 7,580,908</u>	\$	<u>9,415,004</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units for each series</b>			
Series A	\$ 5,285	\$	13,743
Series F	\$ 4,825	\$	11,750
Series I	\$ 7,570,798	\$	9,389,511
<b>Weighted average number of units outstanding</b>			
Series A	19,947		25,554
Series F	12,594		18,683
Series I	<u>13,805,799</u>		<u>10,633,589</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units per unit*</b>			
Series A	\$ 0.26	\$	0.54
Series F	\$ 0.38	\$	0.63
Series I	<u>\$ 0.55</u>	\$	<u>0.88</u>

\* based on weighted average number of units outstanding during the year

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

# CC&L High Yield Bond Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2025	Series A 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 175,496</b>	<b>\$ 240,138</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>5,285</b>	<b>13,743</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	-	4,470
Reinvestments of distributions to holders of redeemable units	2,523	3,893
Redemption of redeemable units	(39,532)	(78,148)
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(37,009)</b>	<b>(69,785)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(6,509)	(8,600)
<b>Total distributions to holders of redeemable units</b>	<b>(6,509)</b>	<b>(8,600)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(38,233)</b>	<b>(64,642)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 137,263</b>	<b>\$ 175,496</b>
	Series F 2025	Series F 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 100,657</b>	<b>\$ 138,247</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>4,825</b>	<b>11,750</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	-	18,588
Reinvestments of distributions to holders of redeemable units	3,637	3,577
Redemption of redeemable units	-	(65,539)
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>3,637</b>	<b>(43,374)</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(4,673)	(5,966)
<b>Total distributions to holders of redeemable units</b>	<b>(4,673)</b>	<b>(5,966)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>3,789</b>	<b>(37,590)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 104,446</b>	<b>\$ 100,657</b>

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

# CC&L High Yield Bond Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series I 2025	Series I 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 118,545,581</b>	<b>\$ 87,445,295</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>7,570,798</b>	<b>9,389,511</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	25,573,591	36,517,786
Reinvestments of distributions to holders of redeemable units	5,900,981	4,837,178
Redemption of redeemable units	(27,278,654)	(14,773,249)
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>4,195,918</b>	<b>26,581,715</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(5,931,458)	(4,870,940)
<b>Total distributions to holders of redeemable units</b>	<b>(5,931,458)</b>	<b>(4,870,940)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>5,835,258</b>	<b>31,100,286</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 124,380,839</b>	<b>\$ 118,545,581</b>
	<b>Total 2025</b>	<b>Total 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 118,821,734</b>	<b>\$ 87,823,680</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>7,580,908</b>	<b>9,415,004</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	25,573,591	36,540,844
Reinvestments of distributions to holders of redeemable units	5,907,141	4,844,648
Redemption of redeemable units	(27,318,186)	(14,916,936)
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>4,162,546</b>	<b>26,468,556</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(5,942,640)	(4,885,506)
<b>Total distributions to holders of redeemable units</b>	<b>(5,942,640)</b>	<b>(4,885,506)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>5,800,814</b>	<b>30,998,054</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 124,622,548</b>	<b>\$ 118,821,734</b>

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

# CC&L High Yield Bond Fund

## Statements of Cash Flows

For the years ended December 31

	2025	2024
<b>Cash flows from (used in) Operating activities</b>		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 7,580,908	\$ 9,415,004
<b>Adjustments to reconcile to operating cash flows:</b>		
Change in unrealized foreign exchange (gain) loss on currency	2,098	(2,647)
Net realized (gain) loss on investments	(3,227,495)	(2,070,572)
Net change in unrealized (appreciation) depreciation of investments	2,602,823	(4,023,322)
Net change in unrealized (appreciation) depreciation on derivative contracts	(633,531)	672,838
Purchase of investments	(275,731,910)	(221,714,433)
Proceeds from investments sold	272,129,510	198,169,790
(Increase) decrease in daily variation margin	405,786	(328,233)
(Increase) decrease in interest receivable	(103,579)	(497,025)
(Increase) decrease in other receivable	(1,203)	(36)
Increase (decrease) in accrued expenses	(6,611)	(1,923)
Increase (decrease) in management fees payable	(54)	(131)
<b>Net cash flows from (used in) operating activities</b>	<b>3,016,742</b>	<b>(20,380,690)</b>
<b>Cash flows from (used in) Financing activities</b>		
Proceeds from redeemable units issued	24,709,518	35,643,826
Redemption of redeemable units	(27,793,544)	(15,131,709)
Distributions paid to holders of redeemable units, net of reinvestments	(35,499)	(40,858)
<b>Net cash flows from (used in) financing activities</b>	<b>(3,119,525)</b>	<b>20,471,259</b>
<b>Increase (decrease) in cash</b>		
Net increase (decrease) in cash	(102,783)	90,569
Change in unrealized foreign exchange gain (loss) on currency	(2,098)	2,647
Cash (bank indebtedness), beginning of year	82,873	(10,343)
<b>Cash (bank indebtedness), end of year</b>	<b>\$ (22,008)</b>	<b>\$ 82,873</b>
Interest received*	\$ 6,293,528	\$ 4,429,651
Interest paid*	(1,391)	(768)

\*included in operating activities

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

# CC&L High Yield Bond Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Short-Term Investments</b>						
<b>Canadian Treasury Bills (December 31, 2024: 1.52%)</b>						
Canadian Treasury Bill	2.341	14-Jan-26	CAD 3,000	2,983	2,983	
Canadian Treasury Bill	2.196	28-Jan-26	CAD 134,000	133,276	133,276	
Canadian Treasury Bill	2.175	11-Feb-26	CAD 958,000	952,555	952,555	
Canadian Treasury Bill	2.154	25-Feb-26	CAD 270,000	268,584	268,584	
Canadian Treasury Bill*	2.175	11-Mar-26	CAD 8,615,000	8,566,312	8,566,312	
Canadian Treasury Bill	2.162	25-Mar-26	CAD 825,000	820,240	820,240	
Canadian Treasury Bill	2.180	08-Apr-26	CAD 487,000	484,166	484,166	
				<u>11,228,116</u>	<u>11,228,116</u>	9.01
<b>Total Short-Term Investments</b>				<u>11,228,116</u>	<u>11,228,116</u>	9.01
<b>Bonds</b>						
<b>Australia (December 31, 2024: 0.15%)</b>						
FMG Resources August 2006 Pty Ltd.	4.375	01-Apr-31	USD 148,000	179,061	196,383	0.16
<b>Canada (December 31, 2024: 48.33%)</b>						
407 International Inc.	4.450	14-Aug-31	CAD 410,000	416,098	421,971	
Air Canada	4.625	15-Aug-29	CAD 974,000	876,043	975,258	
Allied Properties REIT	5.534	26-Sep-28	CAD 60,000	62,026	62,417	
Allied Properties REIT	4.808	24-Feb-29	CAD 610,000	613,931	622,765	
Allied Properties REIT	3.394	15-Aug-29	CAD 407,000	389,916	396,280	
Allied Properties REIT	4.667	25-Sep-31	CAD 743,000	744,367	739,278	
ARC Resources Ltd.	3.465	10-Mar-31	CAD 640,000	606,924	625,267	
ARC Resources Ltd.	4.409	17-Jun-32	CAD 839,000	839,363	849,201	
AtkinsRealis Group Inc.	5.700	26-Mar-29	CAD 1,701,000	1,724,449	1,758,050	
ATS Corp.	4.125	15-Dec-28	USD 131,000	177,201	175,878	
ATS Corp.	6.500	21-Aug-32	CAD 192,000	192,831	195,940	
Bell Canada	4.550	09-Feb-30	CAD 529,000	542,791	547,394	
Bell Canada	5.850	10-Nov-32	CAD 115,000	126,921	126,389	
Bell Canada	4.300	14-Mar-33	CAD 194,000	195,728	194,849	
Bell Canada	5.625	27-Mar-55	CAD 808,000	816,235	825,697	
BOYD GROUP Inc.	5.500	06-Nov-30	CAD 202,000	202,000	204,041	
BPC Generation Infrastructure Trust	3.795	29-Sep-30	CAD 168,000	168,000	167,920	
BPC Generation Infrastructure Trust	4.162	29-Sep-32	CAD 132,000	132,000	131,665	
Brookfield Infrastructure Finance ULC	5.710	27-Jul-30	CAD 306,000	326,433	329,808	
Brookfield Infrastructure Finance ULC	5.980	14-Feb-33	CAD 990,000	1,062,683	1,089,729	
Brookfield Infrastructure Finance ULC	5.439	25-Apr-34	CAD 76,000	79,377	81,204	
Brookfield Infrastructure Finance ULC	5.789	25-Apr-52	CAD 4,000	4,474	4,260	
Brookfield Renewable Partners ULC	4.959	20-Oct-34	CAD 285,000	293,221	296,126	
Brookfield Renewable Partners ULC	4.542	12-Oct-35	CAD 41,000	40,998	41,075	
Brookfield Renewable Partners ULC	4.290	05-Nov-49	CAD 359,000	308,986	314,128	
Brookfield Renewable Partners ULC	3.330	13-Aug-50	CAD 743,000	533,679	550,843	
Brookfield Renewable Partners ULC	5.450	12-Mar-55	CAD 117,000	116,867	117,906	
Brookfield Renewable Partners ULC	5.373	10-Sep-55	CAD 109,000	109,000	110,001	
Bruce Power LP	4.000	21-Dec-32	CAD 172,000	170,070	171,052	
Bruce Power LP	4.410	21-Dec-35	CAD 50,000	49,561	49,796	
Canadian Government Bond	2.750	01-Jun-33	CAD 61,000	59,743	59,086	
Canadian Government Bond	3.250	01-Dec-33	CAD 50,000	50,766	49,934	
Canadian Government Bond	2.750	01-Dec-55	CAD 2,238,000	1,846,401	1,802,502	
Canadian Natural Resources Ltd.	3.750	08-Feb-31	CAD 346,000	345,242	344,827	
Capital Power Corp.	4.424	08-Feb-30	CAD 215,000	215,904	220,362	
Capital Power Corp.	3.147	01-Oct-32	CAD 35,000	29,621	32,703	
Capital Power Corp.	4.231	14-Jan-33	CAD 173,000	172,802	171,658	
Capital Power Corp.	5.973	25-Jan-34	CAD 88,000	95,775	96,463	
Capital Power Corp.	8.125	05-Jun-54	CAD 332,000	355,543	373,917	
Capital Power Corp.	7.950	09-Sep-82	CAD 917,000	1,001,514	1,027,487	
Cenovus Energy Inc.	4.250	20-Mar-33	CAD 424,000	423,678	423,276	
Cineplex Inc.	7.625	31-Mar-29	CAD 224,000	224,000	233,800	
Cineplex Inc.	7.625	31-Mar-29	CAD 513,000	528,064	534,536	
Cogeco Communications Inc.	6.125	27-Feb-29	CAD 2,532,000	2,556,670	2,620,103	
Dream Summit Industrial LP	5.111	12-Feb-29	CAD 327,000	337,623	340,699	

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

# CC&L High Yield Bond Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Dream Summit Industrial LP	4.173	18-Sep-30	CAD	112,000	112,583	
Dream Summit Industrial LP	4.507	12-Feb-31	CAD	498,000	505,638	
Enbridge Inc.	5.150	17-Dec-55	CAD	360,000	360,683	
Enbridge Inc.	5.000	19-Jan-82	CAD	175,000	174,419	
Enbridge Inc.	8.495	15-Jan-84	CAD	240,000	265,265	
Enbridge Inc.	8.747	15-Jan-84	CAD	111,000	133,005	
Enbridge Pipelines Inc.	5.330	06-Apr-40	CAD	368,000	378,133	
Enbridge Pipelines Inc.	4.550	17-Aug-43	CAD	40,000	37,282	
Equinix Canada Financing Ltd.	4.000	15-Nov-32	CAD	349,000	343,966	
Fairstone Bank of Canada	3.937	18-Sep-28	CAD	200,000	200,092	
First Capital REIT	4.513	03-Jun-30	CAD	94,000	96,081	
First Capital REIT	5.455	12-Jun-32	CAD	256,000	270,542	
First Capital REIT	4.832	13-Jun-33	CAD	230,000	234,012	
Ford Credit Canada Co.	4.819	11-Sep-28	CAD	864,000	876,028	
Ford Credit Canada Co.	4.792	12-Sep-29	CAD	582,000	585,880	
Ford Credit Canada Co.	5.668	20-Feb-30	CAD	884,000	914,296	
General Motors Financial of Canada Ltd.	4.450	25-Feb-30	CAD	248,000	253,803	
GFL Environmental Inc.	4.750	15-Jun-29	USD	109,000	149,225	
Gibson Energy Inc.	4.450	20-Aug-32	CAD	271,000	272,952	
Gibson Energy Inc.	5.750	12-Jul-33	CAD	422,000	455,825	
Gildan Activewear Inc.	4.362	22-Nov-29	CAD	243,000	249,087	
Gildan Activewear Inc.	4.700	07-Oct-30	USD	189,000	257,880	
Gildan Activewear Inc.	4.149	22-Nov-30	CAD	321,000	324,413	
Gildan Activewear Inc.	5.400	07-Oct-35	USD	138,000	188,842	
Glencore Finance Canada Ltd.	4.045	10-Oct-32	CAD	269,000	265,406	
Goeasy Ltd.	7.375	01-Oct-30	USD	998,000	1,317,599	
Goeasy Ltd.	7.375	01-Oct-30	USD	636,000	839,672	
Goeasy Ltd.	6.875	15-Feb-31	USD	439,000	563,317	
Granite REIT Holdings LP	4.348	04-Oct-31	CAD	903,000	907,649	
Inter Pipeline Ltd.	5.849	18-May-32	CAD	1,146,000	1,241,473	
Inter Pipeline Ltd.	6.380	17-Feb-33	CAD	382,000	425,114	
Inter Pipeline Ltd.	6.590	09-Feb-34	CAD	244,000	275,567	
Inter Pipeline Ltd.	6.625	19-Nov-79	CAD	912,000	957,327	
International Petroleum Corp.	7.500	10-Oct-30	USD	235,000	327,112	
Ivanhoe Mines Ltd.	7.875	23-Jan-30	USD	183,000	259,708	
Ivanhoe Mines Ltd.	7.875	23-Jan-30	USD	29,000	41,156	
Keyera Corp.	6.000	15-Oct-55	CAD	531,000	533,021	
Keyera Corp.	6.875	13-Jun-79	CAD	1,168,000	1,244,498	
Mini Mall Storage Properties Trust	4.751	01-Dec-30	CAD	421,000	417,594	
Morguard Corp.	5.000	14-Oct-28	CAD	111,000	112,862	
National Bank of Canada	4.260	15-Feb-35	CAD	113,000	114,750	
Nissan Canada Inc.	4.977	03-Oct-28	CAD	577,000	574,024	
Northern Courier Pipeline LP	3.365	30-Jun-42	CAD	414,139	389,656	
Northland Power Inc.	9.250	30-Jun-83	CAD	900,000	987,809	
NorthRiver Midstream Pipestone LP	4.861	10-Mar-39	CAD	272,000	267,874	
NorthRiver Midstream Pipestone LP	4.866	10-Mar-39	CAD	231,000	227,544	
Northwestern Hydro Acquisition Co II LP	3.877	31-Dec-36	CAD	480,000	427,161	
Nova Scotia Power Inc.	4.951	15-Nov-32	CAD	997,000	1,039,489	
Nova Scotia Power Inc.	6.950	25-Aug-33	CAD	49,000	56,987	
Nova Scotia Power Inc.	4.150	06-Mar-42	CAD	43,000	38,875	
Nova Scotia Power Inc.	4.500	20-Jul-43	CAD	195,000	182,747	
Nova Scotia Power Inc.	3.612	01-May-45	CAD	50,000	41,187	
Nova Scotia Power Inc.	3.307	25-Apr-50	CAD	99,000	74,588	
Open Text Corp.	3.875	15-Feb-28	USD	272,000	366,125	
Pembina Pipeline Corp.	4.800	25-Jan-81	CAD	97,000	96,750	
Primaris REIT	3.845	09-Oct-30	CAD	119,000	118,030	
RioCan REIT	5.470	01-Mar-30	CAD	128,000	134,993	
RioCan REIT	5.455	01-Mar-31	CAD	46,000	48,588	
RioCan REIT	4.623	03-Oct-31	CAD	67,000	67,951	
RioCan REIT	4.671	01-Mar-32	CAD	423,000	428,230	
Rogers Communications Inc.	5.800	21-Sep-30	CAD	617,000	669,025	
Rogers Communications Inc.	5.900	21-Sep-33	CAD	500,000	551,227	
Rogers Communications Inc.	6.560	22-Mar-41	CAD	344,000	396,295	

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

# CC&L High Yield Bond Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Rogers Communications Inc.	5.625	15-Apr-55	CAD 414,000	413,930	423,301	
Russel Metals Inc.	4.423	28-Mar-30	CAD 369,000	369,000	371,958	
Sleep Country Canada Holdings Inc.	6.625	28-Nov-32	CAD 256,000	255,683	260,907	
SmartCentres REIT	3.526	20-Dec-29	CAD 39,000	36,152	38,496	
SmartCentres REIT	4.318	12-Jun-32	CAD 356,000	350,834	351,775	
TELUS Corp.	4.800	15-Dec-28	CAD 261,000	271,260	271,221	
TELUS Corp.	5.000	13-Sep-29	CAD 59,000	61,590	61,852	
TELUS Corp.	4.950	18-Feb-31	CAD 307,000	321,036	322,266	
TELUS Corp.	4.650	13-Aug-31	CAD 882,000	897,328	914,287	
TELUS Corp.	5.250	15-Nov-32	CAD 464,000	489,917	493,089	
TELUS Corp.	5.750	08-Sep-33	CAD 619,000	676,531	676,513	
TELUS Corp.	5.100	15-Feb-34	CAD 213,000	223,524	223,421	
TELUS Corp.	5.950	08-Sep-53	CAD 710,000	781,504	777,695	
TELUS Corp.	6.250	21-Jul-55	CAD 724,000	736,446	758,917	
TELUS Corp.	6.750	21-Jul-55	CAD 380,000	387,155	412,209	
TELUS Corp.	5.875	09-Jun-56	CAD 164,000	164,000	164,607	
TransAlta Corp.	5.875	01-Feb-34	USD 502,000	687,772	693,268	
TransCanada PipeLines Ltd.	5.920	12-May-52	CAD 23,000	25,536	25,298	
TransCanada PipeLines Ltd.	5.200	15-Feb-56	CAD 351,000	351,000	352,801	
TransCanada PipeLines Ltd.	7.000	01-Jun-65	USD 179,000	254,547	253,094	
Vermilion Energy Inc.	7.250	15-Feb-33	USD 184,000	262,701	237,819	
Videotron Ltd.	3.125	15-Jan-31	CAD 324,000	287,997	313,853	
Videotron Ltd.	3.950	15-Oct-32	CAD 312,000	311,514	308,032	
Whitecap Resources Inc.	4.382	01-Nov-29	CAD 295,000	295,926	301,493	
Wolf Midstream Canada LP	6.400	18-Jul-29	CAD 198,000	198,000	206,816	
Wolf Midstream Canada LP	5.950	18-Jul-33	CAD 1,474,000	1,491,280	1,515,847	
				55,443,983	55,907,288	44.86
<b>Cayman Islands (December 31, 2024: 3.04%)</b>						
Avolon Holdings Funding Ltd.	5.750	01-Mar-29	USD 98,000	136,438	139,062	
Avolon Holdings Funding Ltd.	5.750	15-Nov-29	USD 2,130,000	3,001,516	3,030,623	
Avolon Holdings Funding Ltd.	5.150	15-Jan-30	USD 69,000	97,659	96,178	
				3,235,613	3,265,863	2.62
<b>France (December 31, 2024: 0.52%)</b>						
BNP Paribas SA	4.487	03-Sep-35	CAD 47,000	47,000	47,406	
Credit Agricole SA	4.186	15-Oct-35	CAD 181,000	181,000	180,249	
Electricite de France SA	5.379	17-May-34	CAD 763,000	797,619	803,194	
Electricite de France SA	5.777	17-May-54	CAD 99,000	100,655	101,181	
				1,126,274	1,132,030	0.91
<b>Ireland (December 31, 2024: 1.03%)</b>						
Perrigo Finance Unlimited Co.	6.125	30-Sep-32	USD 51,000	68,411	68,146	0.05
<b>Isle Of Man (December 31, 2024: Nil%)</b>						
Kinetics LNG Holdings Ltd.	9.875	13-Nov-29	USD 277,000	384,904	384,024	0.31
<b>Japan (December 31, 2024: Nil%)</b>						
Nissan Motor Co., Ltd.	7.500	17-Jul-30	USD 326,000	477,592	469,311	
Nissan Motor Co., Ltd.	8.125	17-Jul-35	USD 69,000	101,259	100,589	
Rakuten Group Inc.	9.750	15-Apr-29	USD 187,000	284,179	286,925	
				863,030	856,825	0.69
<b>Liberia (December 31, 2024: 0.42%)</b>						
Royal Caribbean Cruises Ltd.	4.250	01-Jul-26	USD 38,000	37,395	52,094	0.04
<b>Luxembourg (December 31, 2024: Nil%)</b>						
Telecom Italia Capital SA	7.200	18-Jul-36	USD 129,000	180,837	192,630	0.15
<b>Netherlands (December 31, 2024: 0.29%)</b>						
Ziggo BV	4.875	15-Jan-30	USD 215,000	277,568	278,845	0.22
<b>Panama (December 31, 2024: 0.08%)</b>						
Carnival Corp.	6.125	15-Feb-33	USD 468,000	644,133	662,752	0.53
<b>Singapore (December 31, 2024: Nil%)</b>						
Seagate Data Storage Technology Pte Ltd.	5.750	01-Dec-34	USD 143,000	195,123	201,383	0.16

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

# CC&L High Yield Bond Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>United Kingdom (December 31, 2024: 0.49%)</b>						
Avianca Midco 2 PLC	9.625	14-Feb-30	USD 198,000	264,224	272,520	
Virgin Media Secured Finance PLC	5.500	15-May-29	USD 200,000	267,611	270,257	
Vmed O2 UK Financing I PLC	4.250	31-Jan-31	USD 278,000	334,613	347,830	
Vodafone Group PLC	4.125	04-Jun-81	USD 115,000	141,722	147,588	
Vodafone Group PLC	5.125	04-Jun-81	USD 96,000	120,029	103,350	
				1,128,199	1,141,545	0.92
<b>United States of America (December 31, 2024: 42.16%)</b>						
ADT Security Corp.	4.875	15-Jul-32	USD 93,000	122,078	123,614	
Advance Auto Parts Inc.	5.950	09-Mar-28	USD 41,000	55,798	57,478	
Air Lease Corp.	5.400	01-Jun-28	CAD 23,000	23,851	23,945	
Albertsons Cos Inc.	4.625	15-Jan-27	USD 70,000	93,732	95,949	
Albertsons Cos Inc.	3.500	15-Mar-29	USD 1,817,000	2,263,811	2,395,222	
Albertsons Cos Inc.	4.875	15-Feb-30	USD 766,000	1,012,171	1,042,547	
Albertsons Cos Inc.	5.500	31-Mar-31	USD 59,000	82,721	81,828	
Albertsons Cos Inc.	6.250	15-Mar-33	USD 321,000	448,752	452,829	
Albertsons Cos Inc.	6.250	15-Mar-33	USD 50,000	71,103	70,534	
Ardagh Metal Packaging Finance USA LLC	3.250	01-Sep-28	USD 1,043,000	1,298,114	1,378,381	
Ardagh Metal Packaging Finance USA LLC	6.250	30-Jan-31	USD 215,000	302,365	301,604	
Arko Corp.	5.125	15-Nov-29	USD 1,185,000	1,415,394	1,399,462	
AT&T Inc.	4.850	25-May-47	CAD 316,000	291,703	299,389	
Athene Global Funding	4.609	19-Sep-35	CAD 68,000	68,000	66,988	
Avantor Funding Inc.	4.625	15-Jul-28	USD 71,000	94,268	96,870	
Ball Corp.	2.875	15-Aug-30	USD 216,000	268,287	273,975	
Bath & Body Works Inc.	6.875	01-Nov-35	USD 106,000	148,530	147,146	
Block Inc.	2.750	01-Jun-26	USD 214,000	270,146	291,739	
Buckeye Partners LP	3.950	01-Dec-26	USD 258,000	317,126	350,000	
Buckeye Partners LP	4.125	01-Dec-27	USD 87,000	111,225	117,883	
Builders FirstSource Inc.	6.375	01-Mar-34	USD 210,000	293,496	297,984	
Cable One Inc.	4.000	15-Nov-30	USD 293,000	321,245	309,979	
Calpine Corp.	4.500	15-Feb-28	USD 433,000	595,741	594,205	
Calpine Corp.	5.000	01-Feb-31	USD 514,000	702,062	718,554	
Capital Power US Holdings Inc.	6.189	01-Jun-35	USD 199,000	278,191	285,622	
CCO Holdings LLC	5.000	01-Feb-28	USD 309,000	391,871	420,446	
CCO Holdings LLC	4.750	01-Mar-30	USD 706,000	821,703	924,845	
CCO Holdings LLC	4.250	01-Feb-31	USD 715,000	868,430	901,142	
CCO Holdings LLC	4.500	01-May-32	USD 132,000	162,243	162,516	
CCO Holdings LLC	4.250	15-Jan-34	USD 676,000	801,592	788,765	
Celanese US Holdings LLC	7.200	15-Nov-33	USD 333,000	477,592	482,609	
Charles River Laboratories International Inc.	4.250	01-May-28	USD 134,000	173,597	182,160	
Charter Communications Operating LLC	2.300	01-Feb-32	USD 365,000	395,973	430,344	
Cheniere Energy Partners LP	4.000	01-Mar-31	USD 68,000	90,999	90,794	
Cheniere Energy Partners LP	4.000	01-Mar-31	USD 2,000	2,240	2,670	
Civitas Resources Inc.	8.375	01-Jul-28	USD 703,000	974,542	994,126	
Clear Channel Outdoor Holdings Inc.	7.500	15-Mar-33	USD 63,000	86,298	91,290	
Cleveland-Cliffs Inc.	6.750	15-Apr-30	USD 82,000	108,523	115,732	
Cleveland-Cliffs Inc.	7.000	15-Mar-32	USD 129,000	183,027	181,468	
Cleveland-Cliffs Inc.	7.375	01-May-33	USD 175,000	220,900	249,692	
Cogent Communications Group LLC	7.000	15-Jun-27	USD 80,000	109,997	110,105	
Cogent Communications Group LLC	6.500	01-Jul-32	USD 344,000	449,997	441,574	
Crescent Energy Finance LLC	7.375	15-Jan-33	USD 61,000	79,248	79,402	
Crescent Energy Finance LLC	8.375	15-Jan-34	USD 98,000	135,915	133,520	
Cushman & Wakefield US Borrower LLC	6.750	15-May-28	USD 90,000	115,930	124,100	
Dana Inc.	4.250	01-Sep-30	USD 68,000	73,063	90,318	
Dana Inc.	4.500	15-Feb-32	USD 18,000	21,308	23,703	
Enerflex Inc.	6.875	15-Jan-31	USD 65,000	90,776	91,143	
Entegris Inc.	4.375	15-Apr-28	USD 80,000	105,342	109,324	
Expand Energy Corp.	5.875	01-Feb-29	USD 37,000	49,896	50,723	
Ford Motor Co.	3.250	12-Feb-32	USD 540,000	587,875	652,558	
Fortress Transportation and Infr. Investors LLC	5.875	15-Apr-33	USD 200,000	263,120	278,843	
Getty Images Inc.	10.500	15-Nov-30	USD 670,000	934,879	926,686	
Goodyear Tire & Rubber Co.	5.250	15-Jul-31	USD 476,000	620,488	619,468	

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

# CC&L High Yield Bond Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Goodyear Tire & Rubber Co.	5.625	30-Apr-33	USD 417,000	519,892	544,363	
Gray Media Inc.	7.250	15-Aug-33	USD 210,000	286,431	294,313	
Hess Midstream Operations LP	5.125	15-Jun-28	USD 166,000	216,736	228,607	
Hilcorp Energy I LP	6.875	15-May-34	USD 203,000	269,945	261,130	
Hillenbrand Inc.	6.250	15-Feb-29	USD 61,000	85,385	85,589	
Hilton Domestic Operating Co Inc.	3.625	15-Feb-32	USD 243,000	292,708	309,467	
Hilton Domestic Operating Co Inc.	6.125	01-Apr-32	USD 120,000	168,514	170,430	
Icahn Enterprises LP	6.250	15-May-26	USD 41,000	54,276	56,318	
Icahn Enterprises LP	5.250	15-May-27	USD 12,000	15,705	16,235	
Iron Mountain Inc.	5.250	15-Jul-30	USD 301,000	376,602	407,926	
Iron Mountain Inc.	4.500	15-Feb-31	USD 202,000	258,601	264,145	
Jane Street Group / JSG Finance Inc.	6.125	01-Nov-32	USD 150,000	212,399	209,360	
Lamar Media Corp.	4.000	15-Feb-30	USD 14,000	16,982	18,610	
Lamar Media Corp.	3.625	15-Jan-31	USD 84,000	95,415	108,487	
Lamb Weston Holdings Inc.	4.875	15-May-28	USD 81,000	108,892	111,163	
Levi Strauss & Co.	3.500	01-Mar-31	USD 37,000	42,491	47,423	
LGI Homes Inc.	4.000	15-Jul-29	USD 8,000	8,976	10,003	
M/I Homes Inc.	3.950	15-Feb-30	USD 21,000	26,551	27,832	
Match Group Holdings II LLC	5.625	15-Feb-29	USD 156,000	196,945	214,659	
Midcap Financial Issuer Trust	5.625	15-Jan-30	USD 59,000	72,251	75,939	
Navient Corp.	5.000	15-Mar-27	USD 356,000	457,787	489,366	
NextEra Energy Capital Holdings Inc.	4.850	30-Apr-31	CAD 536,000	565,883	562,440	
NextEra Energy Capital Holdings Inc.	4.670	12-Jun-35	CAD 49,000	49,119	49,893	
Nissan Motor Acceptance Co LLC	2.750	09-Mar-28	USD 19,000	21,569	24,765	
NRG Energy Inc.	3.625	15-Feb-31	USD 285,000	349,627	365,290	
NRG Energy Inc.	3.875	15-Feb-32	USD 14,000	14,641	18,021	
NuStar Logistics LP	5.625	28-Apr-27	USD 172,000	228,994	239,168	
OneMain Finance Corp.	6.625	15-Jan-28	USD 186,000	254,847	262,503	
OneMain Finance Corp.	4.000	15-Sep-30	USD 109,000	122,724	140,607	
OneMain Finance Corp.	6.750	15-Mar-32	USD 279,000	382,013	393,209	
Peak Achievement Athletics Inc.	6.125	11-Sep-33	CAD 272,000	271,986	271,575	
PennyMac Financial Services Inc.	6.875	15-Feb-33	USD 218,000	303,337	312,166	
PetSmart LLC	7.500	15-Sep-32	USD 488,000	672,948	681,559	
Pilgrim's Pride Corp.	3.500	01-Mar-32	USD 250,000	302,204	316,862	
PRA Group Inc.	8.375	01-Feb-28	USD 81,000	110,388	113,863	
Prime Security Services Borrower LLC	5.750	15-Apr-26	USD 10,000	13,948	13,727	
Rocket Mortgage LLC	2.875	15-Oct-26	USD 97,000	110,004	131,113	
Rocket Mortgage LLC	3.875	01-Mar-31	USD 169,000	216,717	220,152	
Sealed Air Corp.	6.875	15-Jul-33	USD 49,000	67,675	71,024	
Sensata Technologies Inc.	6.625	15-Jul-32	USD 215,000	299,178	308,826	
Service Corp. International/US	5.125	01-Jun-29	USD 276,000	365,514	381,145	
Sirius XM Radio LLC	4.000	15-Jul-28	USD 39,000	49,634	52,327	
SM Energy Co.	7.000	01-Aug-32	USD 79,000	107,792	106,524	
Stagwell Global LLC	5.625	15-Aug-29	USD 151,000	196,303	201,997	
Standard Building Solutions Inc.	6.250	01-Aug-33	USD 246,000	338,386	344,656	
Standard Building Solutions Inc.	6.250	01-Aug-33	USD 63,000	87,752	88,042	
Standard Industries Inc.	3.375	15-Jan-31	USD 90,000	109,606	113,413	
Sunoco LP	6.000	15-Apr-27	USD 137,000	190,686	188,739	
Sunoco LP	4.375	26-Mar-29	CAD 1,666,000	1,579,260	1,647,952	
Sunoco LP	4.500	01-Oct-29	USD 706,000	964,042	945,641	
Sunoco LP	4.500	30-Apr-30	USD 278,000	354,176	372,392	
Sunoco LP	4.625	01-May-30	USD 238,000	305,387	317,137	
Sunoco LP	6.625	15-Aug-32	USD 1,201,000	1,628,276	1,693,047	
Tallgrass Energy Partners LP	6.000	31-Dec-30	USD 93,000	115,339	128,584	
Taylor Morrison Communities Inc.	5.125	01-Aug-30	USD 8,000	10,480	11,042	
TEGNA Inc.	4.625	15-Mar-28	USD 174,000	235,891	236,224	
Tenet Healthcare Corp.	4.250	01-Jun-29	USD 248,000	317,151	335,164	
Tenet Healthcare Corp.	4.375	15-Jan-30	USD 1,137,000	1,506,437	1,530,490	
TerraForm Power Operating LLC	5.000	31-Jan-28	USD 102,000	135,742	139,763	
TransDigm Inc.	6.000	15-Jan-33	USD 412,000	586,175	578,459	
Travel + Leisure Co.	4.625	01-Mar-30	USD 29,000	33,180	38,934	
United Rentals North America Inc.	4.000	15-Jul-30	USD 172,000	218,335	228,700	
United Rentals North America Inc.	3.875	15-Feb-31	USD 100,000	118,086	130,847	

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

# CC&L High Yield Bond Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/ Yield %	Maturity Date	Currency and Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
United States Treasury Note/Bond	3.875	30-Jun-30	USD 22,000	30,815	30,387	
United States Treasury Note/Bond	4.250	15-May-35	USD 1,177,000	1,601,263	1,627,106	
United States Treasury Note/Bond	4.750	15-May-55	USD 11,000	14,631	14,820	
Venture Global Calcasieu Pass LLC	3.875	01-Nov-33	USD 248,000	308,271	291,694	
Venture Global LNG Inc.	9.875	01-Feb-32	USD 669,000	982,263	947,930	
Venture Global Plaquemines LNG LLC	6.750	15-Jan-36	USD 304,000	433,771	427,024	
Verizon Communications Inc.	2.550	21-Mar-31	USD 15,000	17,613	18,784	
Vistra Operations Co LLC	6.875	15-Apr-32	USD 227,000	326,616	327,928	
Vital Energy Inc.	7.750	31-Jul-29	USD 71,000	98,028	97,576	
Warnermedia Holdings Inc.	5.141	15-Mar-52	USD 561,000	582,377	508,570	
Whirlpool Corp.	6.500	15-Jun-33	USD 229,000	311,878	304,614	
WULF Compute LLC	7.750	15-Oct-30	USD 79,000	112,048	111,647	
Wyndham Hotels & Resorts Inc.	4.375	15-Aug-28	USD 161,000	206,352	218,606	
XPLR Infrastructure Operating Partners LP	8.625	15-Mar-33	USD 146,000	197,599	210,676	
Yum! Brands Inc.	4.625	31-Jan-32	USD 322,000	420,624	433,044	
ZF North America Capital Inc.	6.875	14-Apr-28	USD 334,000	474,340	468,952	
				<u>44,160,679</u>	<u>45,322,498</u>	36.37
<b>Total Bonds</b>				<u>107,925,210</u>	<u>109,662,306</u>	87.99
<b>Total Investments</b>				<u>119,153,326</u>	<u>120,890,422</u>	97.00
Total unrealized appreciation on currency forward contracts (Schedule 1)					144,308	0.12
Total unrealized depreciation on currency forward contracts (Schedule 1)					(1,559)	-
Total unrealized appreciation on futures contracts (Schedule 2)					94,764	0.08
Total unrealized depreciation on futures contracts (Schedule 2)					(19,303)	(0.02)
Total unrealized appreciation on credit default swap contracts (Schedule 3)					3,682	-
Other Assets Less Liabilities					<u>3,510,234</u>	2.82
<b>Net Assets Attributable to Holders of Redeemable Units</b>					<u>124,622,548</u>	100.00

\* Security pledged as collateral for derivatives held by the Fund.

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

# CC&L High Yield Bond Fund

## Currency Forward Contracts (Schedule 1)

As at December 31, 2025

Counterparty*	Currency Code	Amount Sold	Currency Code	Amount Bought	Maturity Date	Unrealized Appreciation/ (Depreciation) \$
Bank of Nova Scotia	USD	(206,000)	CAD	282,886	18-Mar-26	1,436
Bank of Nova Scotia	USD	(361,761)	CAD	495,802	18-Mar-26	1,546
Bank of Nova Scotia	USD	(350,000)	CAD	480,951	18-Mar-26	2,759
Royal Bank of Canada	USD	(13,080,918)	CAD	18,009,429	18-Mar-26	137,268
Royal Bank of Canada	USD	(109,000)	CAD	150,224	18-Mar-26	1,299
						<b>144,308</b>
Bank of Nova Scotia	CAD	(238,664)	USD	174,000	18-Mar-26	(936)
Royal Bank of Canada	CAD	(137,118)	USD	100,000	18-Mar-26	(492)
Toronto-Dominion Bank	USD	(137,000)	CAD	187,041	18-Mar-26	(131)
						<b>(1,559)</b>
						<b>142,749</b>

\*All counterparties have a credit rating of AA or better.

## Futures Contracts (Schedule 2)

As at December 31, 2025

Description	Maturity Date	Number of Contracts	Fair Value \$	Unrealized Appreciation/ (Depreciation) \$
Canadian 10 Year Bond Futures	20-Mar-26	(38)	(4,594,580)	51,580
Canadian 5 Year Bond Futures	20-Mar-26	(46)	(5,211,340)	43,184
US 5 Year T-Note Futures	31-Mar-26	2	299,659	-
			<b>(9,506,261)</b>	<b>94,764</b>
US 2 Year T-Note Futures	31-Mar-26	6	1,717,186	(257)
Canadian 5 Year Bond Futures	20-Mar-26	(7)	(793,030)	(1,390)
Canadian 10 Year Bond Futures	20-Mar-26	(3)	(362,730)	(1,490)
US 5 Year T-Note Futures	31-Mar-26	20	2,996,588	(7,496)
Canadian 2 Year Bond Futures	20-Mar-26	34	3,590,570	(8,670)
			<b>7,148,584</b>	<b>(19,303)</b>
			<b>(2,357,677)</b>	<b>75,461</b>

## Credit Default Swap Contracts (Schedule 3)

As at December 31, 2025

Description	Effective Date	Expiry Date	Notional Amount	Fair Value \$	Unrealized Appreciation/ (Depreciation) \$
CDX-NAHYS45V1-5Y BP 5%	02-Dec-25	20-Dec-30	USD 268,000	(28,494)	2,525
CDX-NAHYS45V1-5Y BP 5%	27-Oct-25	20-Dec-30	USD 299,000	(31,790)	910
CDX-NAHYS45V1-5Y BP 5%	30-Oct-25	20-Dec-30	USD 36,000	(3,828)	247
				<b>(64,112)</b>	<b>3,682</b>

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

# CC&L High Yield Bond Fund

## Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

### Reporting entity and investment objective (Note 1)

The CC&L High Yield Bond Fund (the “Fund”) is an open-ended mutual fund trust established under the laws of Ontario and is governed by the Declaration of Trust dated May 1, 2012 (the Declaration of Trust), as amended from time to time. The Fund commenced operations on May 1, 2012. The address of the Fund’s registered office is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8.

RBC Investor Services Trust is the trustee and custodian of the Fund.

The investment objective of the Fund is to construct a diversified portfolio of primarily high-yield bonds or other income producing securities issued primarily by foreign issuers with an opportunity for capital appreciation over the longer term.

### Fair value of financial instruments (Note 5)

#### Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund’s financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2025:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Short-term investments	-	11,228,116	-	11,228,116
Bonds	-	109,662,306	-	109,662,306
Currency forward contracts	-	144,308	-	144,308
Futures contracts	94,764	-	-	94,764
Credit default swap contracts	3,682	-	-	3,682
	98,446	121,034,730	-	121,133,176

  

<b>Liabilities at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Currency forward contracts	-	1,559	-	1,559
Futures contracts	19,303	-	-	19,303
	19,303	1,559	-	20,862

## CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

As at December 31, 2024:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Short-term investments	-	1,809,386	-	1,809,386
Bonds	-	114,675,267	-	114,675,267
Currency forward contracts	-	10,393	-	10,393
Futures contracts	22,472	-	-	22,472
Credit default swap contracts	266	-	-	266
	<b>22,738</b>	<b>116,495,046</b>	<b>-</b>	<b>116,517,784</b>

  

<b>Liabilities at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Currency forward contracts	-	304,956	-	304,956
Futures contracts	123,105	-	-	123,105
Credit default swap contracts	16,709	-	-	16,709
	<b>139,814</b>	<b>304,956</b>	<b>-</b>	<b>444,770</b>

There were no transfers of financial assets or liabilities between Level 1, Level 2 and Level 3 for the years ended December 31, 2025 and 2024. All fair value measurements above are recurring.

### Redeemable units of the Fund (Note 6)

The Fund has three series of units available for issue, namely Series A, Series F and Series I. Series A units are available to all investors who purchase through dealers and who invest the minimum amount. Series F units are available to investors who participate in fee based programs through their dealer. Series I units are available to institutional and other comparable investors as the Manager may determine from time to time who invest \$1 million or such lesser amount as the Manager may agree.

For the years ended December 31, 2025 and 2024, changes in outstanding redeemable units were as follows:

<b>2025</b>	<b>Balance - Beginning of year</b>	<b>Redeemable units issued</b>	<b>Redeemable units reinvested</b>	<b>Redeemable units redeemed</b>	<b>Balance - End of year</b>
Series A	<b>23,728</b>	-	<b>342</b>	<b>(5,338)</b>	<b>18,732</b>
Series F	<b>12,415</b>	-	<b>447</b>	-	<b>12,862</b>
Series I	<b>12,900,101</b>	<b>2,781,231</b>	<b>636,368</b>	<b>(2,906,073)</b>	<b>13,411,627</b>

  

<b>2024</b>	<b>Balance - Beginning of year</b>	<b>Redeemable units issued</b>	<b>Redeemable units reinvested</b>	<b>Redeemable units redeemed</b>	<b>Balance - End of year</b>
Series A	33,431	623	534	(10,860)	23,728
Series F	17,834	2,395	450	(8,264)	12,415
Series I	9,987,321	4,021,620	535,889	(1,644,729)	12,900,101

# CC&L High Yield Bond Fund

## Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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### Taxation of Fund (Note 7)

As at December 31, 2025, the Fund had unused capital losses of \$17,952,175 (2024 - \$20,980,280), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (2024 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2024 - between 0% and 35%).

### Related party transactions and other expenses (Note 8)

#### Management fees

The Fund pays a management fee, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.85% for Series A and 0.85% for Series F. For Series I, fees are negotiable and charged outside the Fund.

### Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$6,304 (2024 - \$4,457) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$Nil (2024 - \$Nil).

### Financial risk management (Note 10)

#### Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2025 and 2024 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2025:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	56,060,301	(19,150,247)	36,910,054	29.6	1,845,503
Total	56,060,301	(19,150,247)	36,910,054	29.6	1,845,503

# CC&L High Yield Bond Fund

## Notes to Financial Statements – Fund Specific Information December 31, 2025 and 2024

As at December 31, 2024:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	58,539,045	(23,112,076)	35,426,969	29.8	1,771,348
Total	58,539,045	(23,112,076)	35,426,969	29.8	1,771,348

### Interest rate risk

As at December 31, 2025 and 2024, the Fund had direct exposure to interest rate risk through its investment in fixed income and short-term debt instruments. The tables below summarize the Fund's exposure to interest rate risk as at December 31, 2025 and 2024. Amounts shown are based on the carrying values of debt instruments and exclude cash and preferred shares, as applicable.

As at December 31, 2025:

Debt Instruments Grouped by Maturity Date	Total (\$)	% of Net Assets
Less than 1 year	12,123,107	9.7
1 to 3 years	9,733,900	7.8
3 to 5 years	37,116,955	29.8
Greater than 5 years	61,916,460	49.7
Total	120,890,422	97.0

As at December 31, 2024:

Debt Instruments Grouped by Maturity Date	Total (\$)	% of Net Assets
Less than 1 year	1,888,932	1.6
1 to 3 years	4,240,098	3.6
3 to 5 years	43,167,441	36.3
Greater than 5 years	67,188,182	56.5
Total	116,484,653	98.0

If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$4,911,000 (2024 - \$4,934,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### Other price risk

As at December 31, 2025 and 2024, other price risk was negligible as the Fund had no significant exposure to investments subject to market fluctuations.

### Credit risk

The tables below summarize the Fund's exposure to credit risk as at December 31, 2025 and 2024. Amounts shown are based on the carrying values of debt instruments and the unrealized gain on derivative instruments outstanding with counterparties.

## CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

As at December 31, 2025:

<b>Debt and Counterparty Credit Ratings</b>	<b>Total (\$)</b>	<b>% of Net Assets</b>
AAA	13,308,592	10.7
AA	1,647,667	1.3
A	456,644	0.4
BBB	39,846,776	32.0
BB	56,593,251	45.4
B	7,398,314	5.9
CCC	1,399,462	1.1
Not Rated	384,024	0.3
Total	121,034,730	97.1

As at December 31, 2024:

<b>Debt and Counterparty Credit Ratings</b>	<b>Total (\$)</b>	<b>% of Net Assets</b>
AAA	8,383,185	7.1
AA	2,425	-
A	1,148,528	1.0
BBB	49,471,078	41.6
BB	43,839,893	36.9
B	12,880,522	10.8
CCC	769,415	0.6
Total	116,495,046	98.0

### Securities lending (Note 12)

For the years ended December 31, 2025 and 2024, securities lending income was as follows:

	<b>2025</b>	<b>2024</b>
	<b>(\$)</b>	<b>(\$)</b>
Gross securities lending income	15,660	10,345
Securities lending charges paid to the Fund's custodian	(3,132)	(2,069)
Net securities lending income	12,528	8,276
Withholding taxes on securities lending income	-	-
Net securities lending income received by the Fund	12,528	8,276
Charges percentage of gross securities lending income	20.0%	20.0%

## CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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The following table summarizes the securities loaned and collateral held as at December 31, 2025 and 2024.

	<b>2025</b>	<b>2024</b>
	<b>(\$000's)</b>	<b>(\$000's)</b>
Securities loaned	18,762	8,263
Collateral received	19,137	8,428
Collateral percentage of securities loaned	102%	102%

**CC&L Diversified Income Fund**  
**Statements of Financial Position**  
As at December 31

	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 89,584	\$ 178,596
Short-term investments	24,890	188,511
Investments	15,887,133	16,996,157
Daily variation margin	8,853	107,925
Due from broker	331	15,702
Dividends receivable	15,793	19,313
Interest receivable	47,223	51,619
Other receivables	1,231	18,053
Subscriptions receivable	2,540	-
	<b>16,077,578</b>	<b>17,575,876</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Unrealized depreciation on derivative contracts	-	3,581
Due to broker	332	19,815
Accrued expenses	21,998	125,153
Management fees payable	49,787	412
Distributions payable	949	593
Redemptions payable	3,175	142,321
	<b>76,241</b>	<b>291,875</b>
<b>Net Assets attributable to holders of redeemable units</b>	<b>\$ 16,001,337</b>	<b>\$ 17,284,001</b>
<b>Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 10,003,758	\$ 11,104,961
Series F	\$ 1,481,105	\$ 1,604,325
Series O	\$ 3,423,244	\$ 3,372,133
Reserve Series	\$ 993,693	\$ 1,101,858
Arbour Series	\$ 99,537	\$ 100,724
<b>Redeemable units outstanding (note 6)</b>		
Series A	718,400	825,230
Series F	89,283	100,527
Series O	211,171	214,193
Reserve Series	59,753	67,366
Arbour Series	8,440	8,557
<b>Net Assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 13.93	\$ 13.46
Series F	\$ 16.59	\$ 15.96
Series O	\$ 16.21	\$ 15.74
Reserve Series	\$ 16.63	\$ 16.36
Arbour Series	\$ 11.75	\$ 11.77

**Approved by the Manager**

*"Michael Walsh"*

**Director**

*"Bryce Walker"*

**Director**

**CC&L Diversified Income Fund**  
**Statements of Comprehensive Income**  
For the years ended December 31

	2025	2024
<b>Income</b>		
Net foreign exchange gain (loss) on cash	\$ (293)	\$ 690
Net gain (loss) on investments		
Dividends	208,651	268,200
Interest for distribution purposes	299,183	135,342
Net realized gain (loss) on investments	1,383,136	1,642,033
Net realized gain (loss) on derivative contracts	(6,952)	10,071
Net change in unrealized appreciation (depreciation) on investments	(183,414)	194,898
Net change in unrealized appreciation (depreciation) on derivative contracts	3,580	1,921
Total net gain (loss) on investments	<u>1,704,184</u>	<u>2,252,465</u>
<b>Total income (loss), net</b>	<u>1,703,891</u>	<u>2,253,155</u>
<b>Expenses</b> (note 8)		
Audit fees	41,706	(17,294)
Custodial fees	35,928	56,043
Independent review committee fees	3,366	(1,410)
Management fees	389,964	292,037
Professional fees	930	421
Transaction costs (note 9)	7,681	858
Transfer agent fees	26,380	616
<b>Total operating expenses</b>	<u>505,955</u>	<u>331,271</u>
Withholding taxes (note 7)	<u>11,486</u>	<u>13,552</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<u>\$ 1,186,450</u>	<u>\$ 1,908,332</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 733,537	\$ 1,159,951
Series F	\$ 127,632	\$ 166,309
Series O	\$ 265,922	\$ 440,118
Reserve Series	\$ 53,081	\$ 132,118
Arbour Series	\$ 6,278	\$ 9,836
<b>Weighted average number of units outstanding</b>		
Series A	778,540	923,228
Series F	94,591	97,791
Series O	206,518	276,279
Reserve Series	60,198	68,344
Arbour Series	<u>8,248</u>	<u>9,644</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units per unit*</b>		
Series A	\$ 0.95	\$ 1.26
Series F	\$ 1.35	\$ 1.70
Series O	\$ 1.29	\$ 1.59
Reserve Series	\$ 0.88	\$ 1.93
Arbour Series	<u>\$ 0.76</u>	<u>\$ 1.02</u>

\*based on weighted average number of units outstanding during the year

# CC&L Diversified Income Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2025	Series A 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 11,104,961</b>	<b>\$ 12,715,079</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>733,537</b>	<b>1,159,951</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	289,043	966,591
Reinvestments of distributions to holders of redeemable units	343,150	205,717
Redemption of redeemable units	(2,122,711)	(3,736,026)
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(1,490,518)</b>	<b>(2,563,718)</b>
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	-	(17,471)
From net realized capital gains	(344,222)	(188,880)
<b>Total distributions to holders of redeemable units</b>	<b>(344,222)</b>	<b>(206,351)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(1,101,203)</b>	<b>(1,610,118)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 10,003,758</b>	<b>\$ 11,104,961</b>
	<b>Series F 2025</b>	<b>Series F 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 1,604,325</b>	<b>\$ 1,361,860</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>127,632</b>	<b>166,309</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	6,120	262,930
Reinvestments of distributions to holders of redeemable units	66,148	91,683
Redemption of redeemable units	(256,972)	(184,790)
<b>Total distributions to holders of redeemable units</b>	<b>(184,704)</b>	<b>169,823</b>
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	-	(10,647)
From net realized capital gains	(66,148)	(83,020)
<b>Total distributions to holders of redeemable units</b>	<b>(66,148)</b>	<b>(93,667)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(123,220)</b>	<b>242,465</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 1,481,105</b>	<b>\$ 1,604,325</b>

# CC&L Diversified Income Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series O 2025	Series O 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 3,372,133</b>	<b>\$ 4,948,113</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>265,922</b>	<b>440,118</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	69,552	121,646
Reinvestments of distributions to holders of redeemable units	169,513	19,094
Redemption of redeemable units	(284,363)	(2,137,743)
<b>Total distributions to holders of redeemable units</b>	<b>(45,298)</b>	<b>(1,997,003)</b>
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	-	(19,095)
From net realized capital gains	(169,513)	-
<b>Total distributions to holders of redeemable units</b>	<b>(169,513)</b>	<b>(19,095)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>51,111</b>	<b>(1,575,980)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 3,423,244</b>	<b>\$ 3,372,133</b>
	<b>Reserve Series 2025</b>	<b>Reserve Series 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 1,101,858</b>	<b>\$ 1,288,455</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>53,081</b>	<b>132,118</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	13,551	841
Reinvestments of distributions to holders of redeemable units	41,000	67,741
Redemption of redeemable units	(177,427)	(319,556)
<b>Total distributions to holders of redeemable units</b>	<b>(122,876)</b>	<b>(250,974)</b>
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	-	(1,554)
From net realized capital gains	(38,370)	(66,187)
<b>Total distributions to holders of redeemable units</b>	<b>(38,370)</b>	<b>(67,741)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(108,165)</b>	<b>(186,597)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 993,693</b>	<b>\$ 1,101,858</b>

# CC&L Diversified Income Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Arbour Series 2025	Arbour Series 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 100,724</b>	<b>\$ 120,331</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>6,278</b>	<b>9,836</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	211	-
Reinvestments of distributions to holders of redeemable units	5,961	2,552
Redemption of redeemable units	(7,676)	(29,443)
<b>Total distributions to holders of redeemable units</b>	<b>(1,504)</b>	<b>(26,891)</b>
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	-	(129)
From net realized capital gains	(5,961)	(2,423)
<b>Total distributions to holders of redeemable units</b>	<b>(5,961)</b>	<b>(2,552)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(1,187)</b>	<b>(19,607)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 99,537</b>	<b>\$ 100,724</b>
	<b>Total 2025</b>	<b>Total 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 17,284,001</b>	<b>\$ 20,433,838</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>1,186,450</b>	<b>1,908,332</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	378,477	1,352,008
Reinvestments of distributions to holders of redeemable units	625,772	386,787
Redemption of redeemable units	(2,849,149)	(6,407,558)
<b>Total distributions to holders of redeemable units</b>	<b>(1,844,900)</b>	<b>(4,668,763)</b>
<b>Distributions to unitholders of redeemable units</b>		
From net investment income	-	(48,896)
From net realized capital gains	(624,214)	(340,510)
<b>Total distributions to holders of redeemable units</b>	<b>(624,214)</b>	<b>(389,406)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(1,282,664)</b>	<b>(3,149,837)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 16,001,337</b>	<b>\$ 17,284,001</b>

# CC&L Diversified Income Fund

## Statements of Cash Flows

For the years ended December 31

	2025	2024
<b>Cash flows from (used in) Operating Activities</b>		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 1,186,450	\$ 1,908,332
<b>Adjustments to reconcile to operating cash flows:</b>		
Change in unrealized foreign exchange (gain) loss on currency	5	(13)
Net realized (gain) loss on investments	(1,383,136)	(1,642,033)
Net change in unrealized (appreciation) depreciation of investments	183,414	(194,898)
Net change in unrealized (appreciation) depreciation on derivative contracts	(3,580)	(1,921)
Purchase of investments	(29,427,606)	(28,601,198)
Proceeds from investments sold	31,895,860	33,712,093
(Increase) decrease in daily variation margin	99,072	(14,350)
(Increase) decrease dividends receivable	3,520	4,199
(Increase) decrease in interest receivable	4,396	5,555
(Increase) decrease in other receivables	16,822	957
Increase (decrease) in accrued expenses	(103,155)	(120,631)
Increase (decrease) in management fees payable	49,375	(42,971)
<b>Net cash flows from (used in) operating activities</b>	<b>2,521,437</b>	<b>5,013,121</b>
<b>Cash flows from (used in) Financing activities</b>		
Proceeds from redeemable units issued**	375,937	1,089,078
Redemption of redeemable units**	(2,988,295)	(6,003,976)
Distributions paid to holders of redeemable units, net of reinvestments	1,914	(2,026)
<b>Net cash flows from (used in) financing activities</b>	<b>(2,610,444)</b>	<b>(4,916,924)</b>
<b>Increase (decrease) in cash</b>		
Net increase (decrease) in cash	(89,007)	96,197
Change in unrealized foreign exchange gain (loss) on currency	(5)	13
Cash, beginning of year	178,596	82,386
<b>Cash, end of year</b>	<b>\$ 89,584</b>	<b>\$ 178,596</b>
Dividends received, net of withholding taxes*	200,685	258,847
Interest received*	303,579	140,897

\*included in operating activities

\*\*net of non-cash switches of \$Nil (2024 - \$262,930)

## CC&L Diversified Income Fund

### Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Short-Term Investments (December 31, 2024: 1.09%)</b>						
Government of Canada Treasury Bill	2.160	2026-03-25	CAD 20,000	19,886	19,902	
Government of Canada Treasury Bill	2.180	2026-02-11	CAD 5,000	4,971	4,988	
<b>Total Short-Term Investments</b>				<b>24,857</b>	<b>24,890</b>	0.16
<b>Canadian Equities (December 31, 2024: 26.55%)</b>						
<b>Communication Services</b>						
Quebecor Inc., Class 'B'			456	17,549	23,575	
Total Communication Services				17,549	23,575	
<b>Consumer Discretionary</b>						
Dollarama Inc.			287	40,539	58,875	
Gildan Activewear Inc.			448	29,609	38,434	
Magna International Inc.			725	37,977	53,048	
Total Consumer Discretionary				108,125	150,357	
<b>Consumer Staples</b>						
Keyera Corp., Subscription Receipt			505	19,771	21,463	
Loblaw Cos. Ltd.			1,052	52,102	65,277	
Premium Brands Holdings Corp.			602	51,932	61,229	
Total Consumer Staples				123,805	147,969	
<b>Energy</b>						
AltaGas Ltd.			826	33,349	34,568	
ARC Resources Ltd.			1,573	41,878	40,505	
Canadian Natural Resources Ltd.			1,398	62,853	64,993	
Cenovus Energy Inc.			2,488	61,093	57,771	
Enbridge Inc.			1,365	75,908	89,653	
Imperial Oil Ltd.			261	26,942	30,949	
Peyto Exploration & Development Corp.			2,390	49,362	54,277	
Rockpoint Gas Storage Inc., Class 'A'			1,157	27,984	32,396	
South Bow Corp.			860	30,495	32,465	
TC Energy Corp.			1,301	75,576	98,330	
Total Energy				485,440	535,907	
<b>Financials</b>						
Brookfield Asset Management Ltd., Class 'A'			1,678	128,082	120,648	
Canadian Imperial Bank of Commerce			1,267	96,730	157,653	
Fairfax Financial Holdings Ltd.			18	26,200	47,086	
FirstService Corp.			77	20,336	16,436	
goeasy Ltd.			86	16,067	11,291	
Great-West Lifeco Inc.			1,695	92,543	114,734	
iA Financial Corp. Inc.			213	18,675	37,878	
Intact Financial Corp.			290	73,569	82,862	
Manulife Financial Corp.			2,887	102,363	143,888	
National Bank of Canada			712	94,973	122,898	
Royal Bank of Canada			1,607	170,040	376,022	
TMX Group Ltd.			976	35,310	50,976	
Toronto-Dominion Bank (The)			2,225	193,155	287,826	
Total Financials				1,068,043	1,570,198	
<b>Industrials</b>						
Canadian Pacific Kansas City Ltd.			1,464	163,755	147,937	
Element Fleet Management Corp.			2,465	37,361	88,863	
Exchange Income Corp.			450	24,999	36,882	
Finning International Inc.			665	40,440	49,456	
RB Global Inc.			273	28,085	38,578	

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Industrials (continued)</b>						
Toromont Industries Ltd.			210	33,964	34,871	
WSP Global Inc.			50	11,680	12,426	
Total Industrials				340,284	409,013	
<b>Information Technology</b>						
Constellation Software Inc.			9	31,592	29,713	
Open Text Corp.			1,487	70,741	66,469	
Thomson Reuters Corp.			212	33,183	38,399	
Total Information Technology				135,516	134,581	
<b>Materials</b>						
Agnico Eagle Mines Ltd.			833	93,828	193,889	
Barrick Mining Corp.			2,928	138,692	175,065	
Cameco Corp.			397	40,513	49,895	
Kinross Gold Corp.			3,544	96,560	137,011	
Lundin Mining Corp.			4,031	107,402	118,915	
Methanex Corp.			674	36,523	36,693	
Nutrien Ltd.			351	28,371	29,737	
Pan American Silver Corp.			832	44,195	59,205	
Wheaton Precious Metals Corp.			290	29,646	46,794	
WSP Global Inc.			175	35,771	43,491	
Total Materials				651,501	890,695	
<b>Real Estate</b>						
Chartwell Retirement Residences			3,735	50,058	75,074	
Granite REIT			810	62,813	66,185	
H&R REIT			1,967	20,493	20,122	
Total Real Estate				133,364	161,381	
<b>Utilities</b>						
Brookfield Renewable Partners L.P.			969	34,326	35,940	
Capital Power Corp.			1,642	73,743	96,139	
Fortis Inc.			567	37,954	40,461	
Total Utilities				146,023	172,540	
<b>Total Canadian Equities</b>				<b>3,209,650</b>	<b>4,196,216</b>	26.22
<b>United States Equities (U.S. Dollar) (December 31, 2024: 19.22%)</b>						
<b>Communication Services</b>						
Alphabet Inc., Class 'C'			857	69,405	368,631	
T-Mobile US Inc.			134	30,481	37,295	
VeriSign Inc.			103	28,371	34,301	
Total Communication Services				128,257	440,227	
<b>Consumer Discretionary</b>						
Amazon.com Inc.			219	67,800	69,291	
Home Depot Inc. (The)			10	1,216	4,716	
Marriott International Inc., Class 'A'			169	16,687	71,869	
McDonald's Corp.			195	37,329	81,694	
Nike Inc., Class 'B'			205	25,435	17,903	
Starbucks Corp.			172	18,005	19,854	
Yum! Brands Inc.			379	39,524	78,592	
Total Consumer Discretionary				205,996	343,919	
<b>Consumer Staples</b>						
Coca-Cola Co. (The)			722	47,060	69,189	
Estée Lauder Cos. Inc. (The), Class 'A'			89	13,685	12,776	

## CC&L Diversified Income Fund

### Schedule of Investment Portfolio

As at December 31, 2025

	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Consumer Staples (continued)</b>						
McCormick & Co. Inc.			330	30,129	30,809	
Philip Morris International Inc.			248	30,492	54,527	
Total Consumer Staples				121,366	167,301	
<b>Financials</b>						
Bank of America Corp.			417	14,926	31,438	
JPMorgan Chase & Co.			166	17,960	73,320	
Mastercard Inc., Class 'A'			130	32,199	101,730	
MSCI Inc., Class 'A'			93	13,820	73,139	
S&P Global Inc.			118	27,704	84,528	
Visa Inc., Class 'A'			203	27,673	97,589	
Total Financials				134,282	461,744	
<b>Health Care</b>						
Stryker Corp.			194	32,128	93,465	
UnitedHealth Group Inc.			151	37,629	68,327	
Zoetis Inc.			235	49,848	40,530	
Total Health Care				119,605	202,322	
<b>Industrials</b>						
Becton, Dickinson and Co.			89	25,301	23,676	
Honeywell International Inc.			99	13,640	26,475	
Lockheed Martin Corp.			65	8,756	43,094	
Northrop Grumman Corp.			56	11,907	43,770	
Total Industrials				59,604	137,015	
<b>Information Technology</b>						
Adobe Inc.			59	38,948	28,305	
Apple Inc.			569	26,883	212,039	
Automatic Data Processing Inc.			118	19,255	41,607	
Intuit Inc.			128	31,972	116,225	
Microsoft Corp.			570	31,415	377,866	
Moody's Corp.			129	37,756	90,332	
Verisk Analytics Inc., Class 'A'			154	41,947	47,220	
Total Information Technology				228,176	913,594	
<b>Real Estate</b>						
Crown Castle International Corp.			327	40,084	39,835	
Total Real Estate				40,084	39,835	
<b>Utilities</b>						
NextEra Energy Inc.			972	52,644	106,962	
WEC Energy Group Inc.			400	62,714	57,824	
Total Utilities				115,358	164,786	
<b>Total United States Equities</b>				<b>1,152,728</b>	<b>2,870,743</b>	17.94
<b>Foreign Equities</b>						
<b>Australia (December 31, 2024: 0.35%)</b>						
Goodman Group			758	12,361	21,465	
Total Australia				12,361	21,465	0.13
<b>Bermuda (December 31, 2024: -%)</b>						
Brookfield Infrastructure Partners L.P.			1,268	60,004	60,496	
Total Bermuda				60,004	60,496	0.38

## CC&L Diversified Income Fund

### Schedule of Investment Portfolio

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Czech Republic (December 31, 2024: 0.07%)</b>						
Komerční Banka AS			177	8,865	13,698	
Total Czech Republic				8,865	13,698	0.09
<b>European Union (December 31, 2024: 1.60%)</b>						
AIB Group PLC			1,326	11,030	19,639	
Airbus SE			67	17,267	21,400	
ASML Holding NV			21	28,362	31,150	
AXA SA			183	7,393	12,067	
CaixaBank SA			2,256	21,609	37,935	
Commerzbank AG			330	15,915	19,179	
Danone SA			128	16,350	15,822	
E.ON SE			336	6,938	8,722	
HeidelbergCement AG			39	9,082	14,001	
KBC Group NV			199	21,830	35,641	
Kone OYJ, Class 'B'			110	8,429	10,724	
Koninklijke KPN NV			3,605	23,408	23,075	
Magnum Ice Cream Co. NV (The)			65	1,318	1,411	
Nokia OYJ			1,647	12,156	14,774	
Nordea Bank ABP			857	14,038	22,166	
OPAP SA			597	8,722	18,357	
Orange SA			710	16,723	16,231	
Piraeus Bank SA			670	7,647	7,328	
Schneider Electric SE			53	18,438	20,043	
Siemens AG, Registered			62	20,694	23,870	
Total European Union				287,349	373,535	2.33
<b>Great Britain (December 31, 2024: 1.60%)</b>						
AstraZeneca PLC			230	23,536	58,477	
British American Tobacco PLC			304	24,685	23,619	
National Grid PLC			689	12,589	14,501	
NatWest Group PLC			2,856	23,430	34,322	
Rio Tinto PLC			359	32,883	39,674	
Shell PLC			1,588	60,080	80,223	
SSE PLC			516	16,105	20,730	
Standard Chartered PLC			610	18,961	20,492	
Unilever PLC			289	28,592	25,893	
Total Great Britain				240,861	317,931	1.99
<b>Hong Kong (December 31, 2024: 0.07%)</b>						
AIA Group Ltd.			1,159	16,112	16,309	
Total Hong Kong				16,112	16,309	0.10
<b>Japan (December 31, 2024: 1.30%)</b>						
FANUC Corp.			400	16,884	21,282	
Hoya Corp.			94	13,397	19,470	
Mitsubishi UFJ Financial Group Inc.			1,466	21,640	31,961	
Nippon Telegraph & Telephone Corp.			17,672	24,247	24,372	
Sekisui House Ltd.			1,165	22,981	35,638	
Shin-Etsu Chemicals Co. Ltd.			192	8,922	8,182	
Sony Group Corp.			385	4,542	13,548	
Sumitomo Mitsui Financial Group Inc.			676	12,625	29,801	
Terumo Corp.			274	5,462	5,439	
Total Japan				130,700	189,693	1.19
<b>Macau (December 31, 2024: -%)</b>						
Sands China Ltd.			3,200	11,605	11,046	
Total Macau				11,605	11,046	0.07

## CC&L Diversified Income Fund

### Schedule of Investment Portfolio

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Malaysia (December 31, 2024: 0.10%)</b>						
Heineken Malaysia BHD			1,746	8,314	13,541	
Total Malaysia				8,314	13,541	0.08
<b>Poland (December 31, 2024: 0.12%)</b>						
Powszechna Kasa Oszczednosci Bank Polski SA			469	8,228	15,228	
Powszechny Zaklad Ubezpieczen SA			381	6,113	9,695	
Total Poland				14,341	24,923	0.16
<b>Singapore (December 31, 2024: 0.38%)</b>						
DBS Group Holdings Ltd.			1,110	34,977	66,682	
Oversea-Chinese Banking Corp. Ltd.			400	6,865	8,425	
Total Singapore				41,842	75,107	0.47
<b>Sweden (December 31, 2024: 0.13%)</b>						
Tele2 AB, Class 'B'			1,250	20,037	28,725	
Total Sweden				20,037	28,725	0.18
<b>Switzerland (December 31, 2024: 0.24%)</b>						
Roche Holding AG Genussscheine			57	28,646	32,368	
Zurich Insurance Group AG			15	9,006	15,618	
Total Switzerland				37,652	47,986	0.30
<b>Taiwan (December 31, 2024: 0.19%)</b>						
Taiwan Semiconductor Manufacturing Co. Ltd., ADR			118	27,487	49,154	
Total Taiwan				27,487	49,154	0.31
<b>Total Foreign Equities</b>				<b>917,530</b>	<b>1,243,609</b>	7.78
<b>Total Equities</b>				<b>5,279,908</b>	<b>8,310,568</b>	51.94
<b>Fixed Income</b>						
<b>Domestic Sovereign Bonds and Guarantees (December 31, 2024: 6.91%)</b>						
CPPIB Capital Inc.	4.000	2035-06-02	CAD	13,000	13,353	13,190
CPPIB Capital Inc.	4.750	2033-06-02	CAD	10,000	10,746	10,795
Government of Canada	1.250	2030-06-01	CAD	5,000	4,667	4,654
Government of Canada	1.250	2027-03-01	CAD	3,000	2,956	2,959
Government of Canada	1.750	2053-12-01	CAD	207,000	138,867	132,946
Government of Canada	2.000	2051-12-01	CAD	16,000	11,546	11,172
Government of Canada	2.250	2028-02-01	CAD	12,000	11,945	11,909
Government of Canada	2.250	2029-06-01	CAD	4,000	3,927	3,930
Government of Canada	2.500	2027-11-01	CAD	116,000	115,730	115,833
Government of Canada	2.750	2030-09-01	CAD	442,000	440,518	437,887
Government of Canada	2.750	2027-09-01	CAD	8,000	8,015	8,023
Government of Canada	2.750	2064-12-01	CAD	22,000	21,717	17,158
Government of Canada	2.750	2055-12-01	CAD	80,000	66,173	64,441
Government of Canada	3.000	2034-06-01	CAD	40,000	38,953	39,098
Government of Canada	3.250	2035-06-01	CAD	69,000	67,810	68,256
Government of Canada	3.500	2029-09-01	CAD	6,000	6,194	6,138
Government of Canada	3.500	2057-12-01	CAD	48,000	47,144	44,940
Government of Canada	3.500	2028-03-01	CAD	2,000	2,044	2,036
Government of Canada	5.000	2037-06-01	CAD	1,000	1,149	1,141
Government of Canada, Real Return	0.500	2050-12-01	CAD	3,000	2,943	2,775
Government of Canada, Real Return	4.250	2026-12-01	CAD	240,000	463,586	467,107
Total Domestic Sovereign Bonds and Guarantees				1,479,983	1,466,388	9.16
<b>Provincial Bonds and Guarantees (December 31, 2024: 7.89%)</b>						
55 School Board Trust, Callable, Series 'A'	5.900	2033-06-02	CAD	19,000	23,756	21,650

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Provincial Bonds and Guarantees (December 31, 2024: 7.89%) (continued)</b>						
First Nations Finance Authority	2.850	2032-06-01	CAD 33,000	31,126	31,874	
First Nations Finance Authority, Series '2017-1'	4.100	2034-06-01	CAD 12,000	11,921	12,301	
Government of Yukon	3.800	2035-06-01	CAD 3,000	2,989	2,982	
OMERS Finance Trust	2.600	2029-05-14	CAD 35,000	31,652	34,477	
Province of Alberta	3.100	2050-06-01	CAD 1,000	781	779	
Province of Alberta	3.300	2046-12-01	CAD 44,000	38,639	36,448	
Province of British Columbia	3.200	2044-06-18	CAD 9,000	7,886	7,492	
Province of British Columbia	4.000	2035-06-18	CAD 1,000	1,019	1,012	
Province of British Columbia	4.250	2053-12-18	CAD 24,000	24,136	22,539	
Province of British Columbia	4.300	2042-06-18	CAD 20,000	24,708	19,665	
Province of Manitoba	4.650	2040-03-05	CAD 24,000	25,594	24,702	
Province of New Brunswick	4.800	2041-06-03	CAD 8,000	10,745	8,318	
Province of New Brunswick, Sinkable	4.800	2039-09-26	CAD 9,000	9,642	9,463	
Province of Newfoundland and Labrador	1.750	2030-06-02	CAD 26,000	23,203	24,537	
Province of Newfoundland and Labrador	2.050	2031-06-02	CAD 31,000	29,453	29,094	
Province of Newfoundland and Labrador	3.700	2048-10-17	CAD 6,000	5,410	5,103	
Province of Newfoundland and Labrador, Series '6X'	3.300	2046-10-17	CAD 1,000	823	807	
Province of Nova Scotia	3.150	2051-12-01	CAD 4,000	3,150	3,075	
Province of Nova Scotia, Floating Rate	2.741	2029-05-09	CAD 50,000	50,000	50,238	
Province of Ontario	1.350	2030-12-02	CAD 105,000	95,225	96,447	
Province of Ontario	1.900	2051-12-02	CAD 7,000	4,408	4,176	
Province of Ontario	2.050	2030-06-02	CAD 4,000	3,808	3,832	
Province of Ontario	2.150	2031-06-02	CAD 111,000	103,958	105,091	
Province of Ontario	2.250	2031-12-02	CAD 40,000	37,674	37,753	
Province of Ontario	2.650	2050-12-02	CAD 3,000	2,189	2,139	
Province of Ontario	2.700	2029-06-02	CAD 28,000	27,766	27,805	
Province of Ontario	2.800	2048-06-02	CAD 40,000	31,582	30,029	
Province of Ontario	2.900	2046-12-02	CAD 47,000	37,822	36,543	
Province of Ontario	3.450	2045-06-02	CAD 30,000	26,034	25,852	
Province of Ontario	3.500	2043-06-02	CAD 5,000	4,343	4,420	
Province of Ontario	3.600	2035-06-02	CAD 16,000	15,734	15,726	
Province of Ontario	3.750	2053-12-02	CAD 5,000	4,406	4,350	
Province of Ontario	3.800	2034-12-02	CAD 34,000	34,291	34,146	
Province of Ontario	3.950	2035-12-02	CAD 61,000	60,490	61,352	
Province of Ontario	4.150	2034-06-02	CAD 1,000	1,020	1,035	
Province of Ontario	4.600	2039-06-02	CAD 20,000	20,729	20,788	
Province of Ontario	4.600	2055-12-02	CAD 45,000	45,138	45,108	
Province of Ontario	4.650	2041-06-02	CAD 33,000	34,248	34,064	
Province of Ontario	4.700	2037-06-02	CAD 26,000	27,475	27,506	
Province of Prince Edward Island	4.600	2041-05-19	CAD 6,000	7,650	6,049	
Province of Quebec	1.900	2030-09-01	CAD 68,000	63,972	64,421	
Province of Quebec	3.250	2032-09-01	CAD 112,000	110,596	110,675	
Province of Quebec	4.000	2035-09-01	CAD 12,000	12,165	12,095	
Province of Quebec	4.450	2034-09-01	CAD 20,000	21,222	21,022	
Province of Quebec	5.000	2038-12-01	CAD 26,000	28,149	27,907	
Province of Quebec	5.000	2041-12-01	CAD 73,000	79,350	77,459	
Province of Quebec	5.750	2036-12-01	CAD 24,000	27,951	27,499	
Province of Saskatchewan	3.900	2045-06-02	CAD 19,000	17,746	17,407	
Total Provincial Bonds and Guarantees				1,343,774	1,329,252	8.31
<b>Municipal Bonds and Guarantees (December 31, 2024: 2.22%)</b>						
City of Calgary	4.200	2034-06-01	CAD 11,000	11,128	11,335	
City of Montreal	3.900	2034-09-01	CAD 10,000	10,013	10,003	
City of Montreal	4.100	2034-12-01	CAD 4,000	4,014	4,051	
City of Ottawa	4.450	2033-06-04	CAD 10,000	9,996	10,552	
City of Ottawa	4.600	2045-12-02	CAD 2,000	1,999	1,971	
City of St John's Newfoundland	2.916	2040-09-03	CAD 4,000	3,110	3,265	
Regional Municipality of Peel	4.250	2033-12-02	CAD 14,000	13,981	14,572	
Regional Municipality of York	3.650	2033-05-13	CAD 9,000	8,890	9,034	
Regional Municipality of York	4.050	2034-05-01	CAD 21,000	20,810	21,465	
Regional Municipality of York	4.450	2033-12-08	CAD 12,000	11,978	12,635	
Ville de Montreal	3.900	2035-09-01	CAD 4,000	3,988	3,958	
Total Municipal Bonds and Guarantees				99,907	102,841	0.64

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<b>Corporate Bonds and Guarantees (December 31, 2024: 26.50%)</b>						
407 International Inc., Callable	4.110	2035-10-03	CAD 1,000	1,000	994	
407 International Inc., Callable	4.220	2028-02-14	CAD 10,000	9,980	10,208	
407 International Inc., Callable	4.450	2031-08-14	CAD 11,000	11,105	11,321	
Air Lease Corp., Callable	5.400	2028-06-01	CAD 2,000	2,081	2,083	
Allied Properties REIT, Callable	4.808	2029-02-24	CAD 19,000	19,127	19,398	
Allied Properties REIT, Callable	5.534	2028-09-26	CAD 18,000	18,168	18,725	
Allied Properties REIT, Callable, Series 'D'	3.394	2029-08-15	CAD 1,000	939	974	
Allied Properties REIT, Callable, Series 'F'	3.117	2030-02-21	CAD 37,000	34,735	35,315	
Allied Properties REIT, Callable, Series 'N'	4.667	2031-09-25	CAD 20,000	20,043	19,900	
ARC Resources Ltd., Callable	3.465	2031-03-10	CAD 33,000	31,308	32,240	
ARC Resources Ltd., Callable	4.409	2032-06-17	CAD 22,000	22,006	22,268	
Athene Global Funding	4.091	2030-05-23	CAD 12,000	12,034	12,074	
Athene Global Funding	4.609	2035-09-19	CAD 5,000	5,000	4,925	
Avenue Living (2014) L.P., Callable	5.109	2030-05-12	CAD 35,000	35,000	35,433	
Bank of America Corp., Floating Rate, Callable	3.215	2027-09-15	CAD 80,000	80,314	80,194	
Bank of Nova Scotia (The), Floating Rate	2.848	2026-08-04	CAD 50,000	49,987	50,048	
Bell Canada, Callable	2.900	2026-08-12	CAD 30,000	29,917	30,014	
Bell Canada, Callable	3.800	2028-08-21	CAD 1,000	1,006	1,011	
Bell Canada, Callable	4.550	2030-02-09	CAD 6,000	6,176	6,209	
Bell Canada, Callable	5.150	2028-11-14	CAD 5,000	5,261	5,225	
Bell Canada, Callable	5.850	2032-11-10	CAD 1,000	1,099	1,099	
Bell Canada, Callable, Series 'M-65'	4.300	2033-03-14	CAD 35,000	34,968	35,153	
Bell Canada, Callable, Series 'M-66'	4.700	2036-03-14	CAD 5,000	4,987	5,052	
BNP Paribas SA, Variable Rate, Callable	4.487	2035-09-03	CAD 5,000	5,000	5,043	
BPC Generation Infrastructure Trust, Callable	3.795	2030-09-29	CAD 5,000	5,000	4,998	
BPC Generation Infrastructure Trust, Callable	4.162	2032-09-29	CAD 3,000	3,000	2,992	
British Columbia Investment Management Corp.	3.400	2030-06-02	CAD 25,000	24,975	25,266	
British Columbia Investment Management Corp.	4.000	2035-06-02	CAD 44,000	43,606	44,406	
British Columbia Investment Management Corp.	4.900	2033-06-02	CAD 13,000	13,905	14,104	
Brookfield Infrastructure Finance ULC, Callable	5.439	2034-04-25	CAD 1,000	1,044	1,068	
Brookfield Infrastructure Finance ULC, Callable	5.710	2030-07-27	CAD 12,000	12,743	12,934	
Brookfield Renewable Partners ULC, Callable	4.250	2029-01-15	CAD 25,000	24,366	25,577	
Brookfield Renewable Partners ULC, Callable	5.880	2032-11-09	CAD 2,000	2,218	2,199	
Brookfield Renewable Partners ULC, Callable, Series '18'	4.959	2034-10-20	CAD 7,000	7,042	7,273	
Brookfield Renewable Partners ULC, Variable Rate, Convertible Bonds, Callable	5.450	2055-03-12	CAD 3,000	2,997	3,023	
Bruce Power L.P., Callable	4.000	2032-12-21	CAD 4,000	3,955	3,975	
Bruce Power L.P., Callable	4.410	2035-12-21	CAD 2,000	1,982	1,993	
Bruce Power L.P., Callable	4.700	2027-12-21	CAD 7,000	7,142	7,206	
BX Trust, Floating Rate, Series '25-PURE3X', Class 'A'	4.000	2027-11-15	CAD 45,000	45,000	45,077	
Canadian Imperial Bank of Commerce, Callable	5.500	2028-01-14	CAD 2,000	2,097	2,092	
Canadian Imperial Bank of Commerce, Floating Rate, Callable	3.220	2029-06-30	CAD 115,000	115,146	115,407	
Canadian Natural Resources Ltd.	3.300	2028-12-08	CAD 4,000	3,995	3,990	
Canadian Natural Resources Ltd., Callable	3.750	2031-02-08	CAD 10,000	9,978	9,955	
Canadian Western Bank	4.271	2027-02-08	CAD 18,000	18,000	18,296	
Capital Power Corp., Callable	4.831	2031-09-16	CAD 7,000	7,076	7,257	
Capital Power Corp., Callable	5.973	2034-01-25	CAD 3,000	3,241	3,289	
Capital Power Corp., Callable, Series '9'	4.231	2033-01-14	CAD 22,000	21,823	21,825	
CDP Financial Inc.	4.200	2030-12-02	CAD 49,000	50,332	51,150	
Cenovus Energy Inc., Callable	4.250	2033-03-20	CAD 12,000	11,991	11,980	
Cenovus Energy Inc., Callable	4.600	2035-11-20	CAD 3,000	2,989	2,987	
Central 1 Credit Union, Floating Rate	3.106	2027-08-20	CAD 50,000	50,066	50,055	
CHIP Mortgage Trust	4.244	2030-01-28	CAD 27,000	27,000	27,386	
Cogeco Communications Inc., Callable	2.991	2031-09-22	CAD 7,000	6,534	6,635	
Cogeco Communications Inc., Callable	5.299	2033-02-16	CAD 7,000	7,360	7,383	
Definity Financial Corp., Callable	4.393	2035-09-12	CAD 2,000	2,000	1,983	
Dream Industrial REIT, Callable	4.287	2030-07-03	CAD 4,000	4,000	4,049	
Dream Industrial REIT, Callable	5.383	2028-03-22	CAD 21,000	21,699	21,870	
Dream Summit Industrial L.P., Callable	4.173	2030-09-18	CAD 5,000	5,000	5,026	
Dream Summit Industrial L.P., Callable	4.507	2031-02-12	CAD 8,000	7,994	8,123	
Dream Summit Industrial L.P., Callable	5.111	2029-02-12	CAD 12,000	12,358	12,503	
Électricité de France SA, Callable	5.379	2034-05-17	CAD 13,000	13,110	13,656	
Électricité de France SA, Callable	5.777	2054-05-17	CAD 2,000	2,012	2,045	
Enbridge Inc., Variable Rate, Callable	5.375	2077-09-27	CAD 100,000	96,425	102,284	
Enbridge Inc., Variable Rate, Convertible Bonds, Callable	5.150	2055-12-17	CAD 10,000	10,000	10,019	
Enbridge Inc., Variable Rate, Convertible Bonds, Callable	8.495	2084-01-15	CAD 13,000	13,411	14,369	

## CC&L Diversified Income Fund

### Schedule of Investment Portfolio

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Corporate Bonds and Guarantees (December 31, 2024: 26.50%) (continued)</b>						
Enbridge Inc., Variable Rate, Convertible Bonds, Callable	8.747	2084-01-15	CAD 2,000	2,347	2,396	
Equinix Canada Financing Ltd., Callable	4.000	2032-11-15	CAD 10,000	9,918	9,861	
Equitable Bank	3.870	2029-04-12	CAD 35,000	34,993	35,155	
Equitable Bank	3.920	2026-09-24	CAD 70,000	70,206	70,482	
Fair Hydro Trust, Callable	3.357	2033-05-15	CAD 25,000	23,514	24,467	
Fair Hydro Trust, Callable, Series '2'	3.520	2038-05-15	CAD 6,000	5,717	5,587	
Fairstone Bank of Canada	3.937	2028-09-18	CAD 6,000	6,000	6,003	
First Capital REIT, Callable	3.447	2028-03-01	CAD 1,000	886	1,001	
First Capital REIT, Callable	5.455	2032-06-12	CAD 2,000	2,083	2,114	
First Capital REIT, Callable	5.572	2031-03-01	CAD 10,000	10,127	10,654	
First Capital REIT, Callable, Series 'D'	4.513	2030-06-03	CAD 2,000	2,000	2,044	
First Capital REIT, Callable, Series 'E'	4.832	2033-06-13	CAD 7,000	7,087	7,122	
First National Financial Corp.	4.288	2028-10-23	CAD 4,000	4,000	4,033	
Ford Credit Canada Co.	4.613	2027-09-13	CAD 5,000	4,989	5,062	
Ford Credit Canada Co.	5.581	2027-02-22	CAD 1,000	1,009	1,023	
Ford Credit Canada Co., Callable	5.242	2028-05-23	CAD 18,000	18,155	18,428	
Ford Credit Canada Co., Callable	5.441	2029-02-09	CAD 4,000	4,122	4,112	
Ford Credit Canada Co., Callable	5.668	2030-02-20	CAD 4,000	4,141	4,137	
Ford Credit Canada Co., Callable	6.382	2028-11-10	CAD 13,000	13,741	13,680	
Ford Credit Canada Co. of Canada	4.222	2028-01-10	CAD 21,000	21,000	21,091	
Ford Credit Canada Co. of Canada, Callable	4.819	2028-09-11	CAD 20,000	20,220	20,278	
Fortified Trust, Series 'A'	1.964	2026-10-23	CAD 40,000	39,399	39,788	
General Motors Financial of Canada Ltd., Callable	5.000	2029-02-09	CAD 8,000	8,275	8,320	
General Motors Financial of Canada Ltd., Callable	5.200	2028-02-09	CAD 6,000	6,240	6,218	
Genworth MI Canada Inc., Callable	2.955	2027-03-01	CAD 35,000	35,023	34,989	
Gibson Energy Inc., Callable	2.850	2027-07-14	CAD 30,000	29,425	29,859	
Gibson Energy Inc., Callable	4.450	2032-08-20	CAD 6,000	6,008	6,043	
Gibson Energy Inc., Callable	5.750	2033-07-12	CAD 3,000	3,287	3,240	
Gildan Activewear Inc., Callable	4.149	2030-11-22	CAD 5,000	4,999	5,053	
Gildan Activewear Inc., Callable	4.362	2029-11-22	CAD 5,000	5,027	5,125	
Glencore Finance (Canada) Ltd., Callable	4.045	2032-10-10	CAD 10,000	10,000	9,866	
Granite REIT Holdings L.P., Callable	4.348	2031-10-04	CAD 14,000	13,977	14,072	
Greater Toronto Airports Authority, Callable, Series '00-1'	7.050	2030-06-12	CAD 12,000	17,228	13,698	
Greater Toronto Airports Authority, Callable, Series '19-2'	2.750	2039-10-17	CAD 1,000	804	817	
Greater Toronto Airports Authority, Series '97-3'	6.450	2027-12-03	CAD 27,000	35,476	28,692	
H&R REIT, Callable, Series 'T'	5.457	2029-02-28	CAD 7,000	7,034	7,318	
Heathrow Funding Ltd., Callable	3.726	2035-04-13	CAD 1,000	965	969	
Heathrow Funding Ltd., Callable	4.900	2039-08-06	CAD 4,000	4,000	4,087	
Home Trust Co.	5.759	2026-05-19	CAD 30,000	30,405	30,300	
Hyundai Capital Canada Inc., Callable, Series 'A'	2.008	2026-05-12	CAD 70,000	65,820	69,880	
Hyundai Capital Canada Inc., Callable, Series 'G'	4.583	2029-07-24	CAD 2,000	2,056	2,074	
Inter Pipeline Ltd., Callable	5.760	2028-02-17	CAD 6,000	6,164	6,281	
Inter Pipeline Ltd., Callable	6.380	2033-02-17	CAD 19,000	21,211	21,144	
Inter Pipeline Ltd., Callable	6.590	2034-02-09	CAD 14,000	15,053	15,811	
Inter Pipeline Ltd., Callable, Series '14'	5.849	2032-05-18	CAD 9,000	9,755	9,750	
Inter Pipeline Ltd., Variable Rate, Callable, Series '19-A'	6.875	2079-03-26	CAD 10,000	10,541	10,525	
Manulife Bank of Canada, Floating Rate	3.006	2028-08-21	CAD 25,000	25,000	25,069	
Manulife Bank of Canada, Floating Rate	3.034	2027-08-27	CAD 71,000	71,000	71,274	
Metropolitan Life Global Funding I, Floating Rate	3.362	2026-06-15	CAD 130,000	130,941	130,517	
Mini Mall Storage Properties Trust, Callable, Series 'B'	4.751	2030-12-01	CAD 6,000	6,000	5,951	
Mini Mall Storage Properties Trust, Series 'A'	4.284	2028-12-01	CAD 26,000	26,000	25,906	
Morgan Stanley, Variable Rate, Callable	1.779	2027-08-04	CAD 70,000	69,034	69,617	
National Bank of Canada	2.237	2026-11-04	CAD 220,000	209,130	219,226	
National Bank of Canada, Variable Rate, Callable	3.522	2029-07-17	CAD 7,000	7,000	7,048	
National Bank of Canada, Variable Rate, Callable	4.260	2035-02-15	CAD 4,000	4,031	4,062	
New York Life Global Funding, Floating Rate	3.210	2026-06-30	CAD 100,000	100,000	100,337	
NextEra Energy Capital Holdings Inc.	3.830	2030-06-12	CAD 2,000	2,001	2,018	
NextEra Energy Capital Holdings Inc.	4.670	2035-06-12	CAD 1,000	1,018	1,018	
NextEra Energy Capital Holdings Inc., Callable	4.850	2031-04-30	CAD 12,000	12,655	12,589	
North West Redwater Partnership / NWR Financing Co. Ltd., Callable, Series 'M'	2.000	2026-12-01	CAD 50,000	49,204	49,690	
North West Redwater Partnership / NWR Financing Co. Ltd., Callable, Series 'N'	2.800	2031-06-01	CAD 2,000	1,804	1,915	
Northern Courier Pipeline L.P., Sinkable	3.365	2042-06-30	CAD 13,558	13,558	12,756	
NorthRiver Midstream Pipestone L.P. / NRM Pipestone Finance L.P., Sinkable, Series 'A'	4.866	2039-03-10	CAD 7,000	7,000	6,895	
NorthRiver Midstream Pipestone L.P. / NRM Pipestone Finance L.P., Sinkable, Series 'B'	4.861	2039-03-10	CAD 8,000	8,000	7,879	
Northwestern Hydro Acquisition Co. II L.P., Series '1'	3.877	2036-12-31	CAD 29,000	29,632	25,808	

## CC&L Diversified Income Fund

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Corporate Bonds and Guarantees (December 31, 2024: 26.50%) (continued)</b>						
Nova Scotia Power Inc.	6.950	2033-08-25	CAD 3,000	3,449	3,489	
Nova Scotia Power Inc., Callable	3.612	2045-05-01	CAD 1,000	817	824	
Nova Scotia Power Inc., Callable	4.500	2043-07-20	CAD 3,000	2,791	2,812	
Nova Scotia Power Inc., Callable	4.951	2032-11-15	CAD 36,000	35,878	37,534	
Ontario Teachers' Finance Trust.	4.300	2034-06-02	CAD 30,000	30,490	31,135	
Ontario Teachers' Finance Trust.	4.450	2032-06-02	CAD 12,000	12,245	12,666	
Pacific Life Global Funding II, Floating Rate	2.984	2027-02-01	CAD 60,000	60,079	60,096	
Primaris REIT, Callable	3.845	2030-10-09	CAD 3,000	3,000	2,976	
Primaris REIT, Callable	4.727	2027-03-30	CAD 2,000	1,938	2,036	
RioCan REIT, Callable	4.623	2031-10-03	CAD 3,000	3,011	3,043	
RioCan REIT, Callable	4.628	2029-05-01	CAD 3,000	2,991	3,081	
RioCan REIT, Callable	5.455	2031-03-01	CAD 6,000	6,173	6,338	
RioCan REIT, Callable	5.470	2030-03-01	CAD 3,000	3,131	3,164	
RioCan REIT, Callable	5.611	2027-10-06	CAD 8,000	8,156	8,303	
RioCan REIT, Callable, Series 'AC'	2.361	2027-03-10	CAD 50,000	49,640	49,636	
RioCan REIT, Floating Rate	3.152	2027-03-01	CAD 50,000	50,000	50,035	
Rogers Communications Inc.	6.110	2040-08-25	CAD 4,000	4,401	4,410	
Rogers Communications Inc., Callable	3.250	2029-05-01	CAD 1,000	973	995	
Rogers Communications Inc., Callable	5.700	2028-09-21	CAD 3,000	3,189	3,177	
Rogers Communications Inc., Callable	5.900	2033-09-21	CAD 3,000	3,299	3,307	
Rogers Communications Inc., Variable Rate, Callable	5.000	2081-12-17	CAD 41,000	41,042	41,490	
Royal Bank of Canada	5.235	2026-11-02	CAD 100,000	102,905	102,119	
Royal Bank of Canada, Variable Rate, Callable	2.140	2031-11-03	CAD 200,000	189,110	198,760	
Royal Bank of Canada, Variable Rate, Callable	3.411	2029-06-12	CAD 11,000	11,027	11,051	
Royal Bank of Canada, Variable Rate, Convertible Bonds, Callable	5.096	2034-04-03	CAD 3,000	3,159	3,136	
Russel Metals Inc., Callable	4.423	2030-03-28	CAD 11,000	11,000	11,088	
Sea To Sky Highway Investment L.P., Sinkable, Callable, Series 'A'	2.629	2030-08-31	CAD 6,177	6,184	6,065	
SmartCentres REIT	5.162	2030-08-01	CAD 14,000	14,302	14,613	
SmartCentres REIT, Callable, Series 'AD'	4.318	2032-06-12	CAD 13,000	12,891	12,850	
SmartCentres REIT, Callable, Series 'V'	3.192	2027-06-11	CAD 2,000	1,835	2,001	
SmartStop OP L.P.	3.907	2028-06-16	CAD 20,000	20,000	20,195	
Stonlasec8 Indigenous Investments Holdings L.P., Sinkable	4.517	2055-07-11	CAD 5,000	5,000	4,935	
Stonlasec8 Indigenous Investments L.P., Sinkable, Series '1'	5.168	2055-07-06	CAD 1,000	1,000	1,005	
Sun Life Financial Inc., Variable Rate, Callable	2.460	2031-11-18	CAD 220,000	209,265	219,269	
Sun Life Financial Inc., Variable Rate, Callable	4.560	2040-12-03	CAD 5,000	4,949	4,976	
Suncor Energy Inc., Callable, Series '12'	3.550	2030-11-14	CAD 2,000	1,997	1,980	
TELUS Corp., Callable	3.625	2028-03-01	CAD 1,000	968	1,008	
TELUS Corp., Callable	4.650	2031-08-13	CAD 4,000	4,079	4,146	
TELUS Corp., Callable	4.800	2028-12-15	CAD 3,000	3,111	3,117	
TELUS Corp., Callable	4.950	2031-02-18	CAD 29,000	30,254	30,442	
TELUS Corp., Callable	5.000	2029-09-13	CAD 8,000	8,351	8,387	
TELUS Corp., Callable	5.250	2032-11-15	CAD 7,000	7,373	7,439	
TELUS Corp., Callable	5.750	2033-09-08	CAD 17,000	18,376	18,580	
TELUS Corp., Callable, Series 'CZ'	2.750	2026-07-08	CAD 70,000	67,259	70,009	
Toronto-Dominion Bank (The)	5.423	2026-07-10	CAD 140,000	141,913	142,084	
Toronto-Dominion Bank (The), Variable Rate, Callable	4.002	2030-10-31	CAD 20,000	20,368	20,370	
Toyota Credit Canada Inc., Floating Rate	3.026	2028-11-20	CAD 30,000	30,000	30,062	
TransCanada PipeLines Ltd., Callable	5.127	2055-11-19	CAD 1,000	1,000	989	
TransCanada PipeLines Ltd., Variable Rate, Callable	5.200	2056-02-15	CAD 18,000	18,000	18,092	
TransCanada Trust, Variable Rate, Callable, Series '2017-A'	4.650	2077-05-18	CAD 90,000	90,086	90,929	
Videotron Ltd., Callable	3.625	2028-06-15	CAD 40,000	39,256	40,052	
Videotron Ltd., Callable	4.650	2029-07-15	CAD 5,000	4,997	5,190	
Videotron Ltd., Callable, Series '3'	3.950	2032-10-15	CAD 8,000	7,988	7,883	
VW Credit Canada Inc., Floating Rate	3.307	2028-11-20	CAD 39,000	39,000	39,081	
Whitecap Resources Inc., Callable	4.382	2029-11-01	CAD 2,000	2,056	2,044	
WTH Car Rental ULC, Sinkable, Series '25-A'	3.787	2029-03-20	CAD 20,000	20,000	20,187	
Total Corporate Bonds and Guarantees				4,069,040	4,119,516	25.74
<b>Asset-backed Securities (December 31, 2024: 2.44%)</b>						
BINOM Securitization Trust, Callable, Series '23-CDN1', Class 'A'	4.560	2027-06-15	CAD 19,590	19,072	19,758	
Canadian Commercial Mortgage Origination Trust 5, Callable, Series '22-5', Class 'A'	3.320	2026-11-12	CAD 16,097	15,281	16,103	
Canadian Commercial Mortgage Origination Trust, Callable, Series '24-6', Class 'A'	4.831	2029-05-14	CAD 21,455	21,657	21,947	
Canvas Cards Trust, Series 'A'	3.601	2028-06-15	CAD 10,000	10,000	10,080	
Canvas Cards Trust, Series 'B'	4.321	2028-06-15	CAD 15,000	15,000	15,157	

## CC&L Diversified Income Fund

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	Coupon Rate/Yield %	Maturity Date	Currency and Par Value or Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Asset-backed Securities (December 31, 2024: 2.44%) (continued)</b>						
Canvas Cards Trust, Series 'C'	5.871	2028-06-15	CAD 35,000	35,000	35,270	
CARDS II Trust, Series 'B'	4.444	2029-06-15	CAD 10,000	10,000	10,126	
CARDS II Trust, Series 'B'	5.107	2026-01-15	CAD 10,000	9,897	10,005	
CARDS II Trust, Series 'C'	6.457	2026-01-15	CAD 55,000	55,000	55,035	
CARDS II Trust, Series 'C'	5.813	2029-06-15	CAD 45,000	45,000	45,583	
Classic RMBS Trust, Callable, Series '22-1', Class 'A'	2.630	2052-08-15	CAD 1,658	1,658	1,654	
Eagle Credit Card Trust, Series 'C'	6.069	2030-06-17	CAD 20,000	20,000	20,282	
Eagle Credit Card Trust, Series 'C'	7.364	2028-06-17	CAD 20,000	20,000	21,071	
eStruxture Issuer L.P., Callable, Series '25-1', Class 'A2'	5.894	2055-07-20	CAD 40,000	40,000	40,285	
Ford Auto Securitization Trust II, Callable, Series '24-B', Class 'B'	4.243	2030-12-15	CAD 23,000	23,000	23,200	
Glacier Credit Card Trust	4.728	2030-09-20	CAD 20,000	20,000	20,148	
Glacier Credit Card Trust, Series '2024'	5.588	2029-09-20	CAD 21,000	21,000	21,326	
GMF Canada Leasing Trust, Callable, Series '25-1', Class 'A1'	3.116	2026-10-20	CAD 6,248	6,248	6,252	
GMF Canada Leasing Trust, Callable, Series '25-1', Class 'B'	3.843	2030-05-21	CAD 30,000	30,000	30,139	
Lakeview Residential Mortgage Funding L.P., Callable, Series '25-1', Class 'A'	4.300	2055-08-22	CAD 30,660	30,597	30,665	
NHA MBS First National Financial L.P.	2.752	2030-03-01	CAD 35,256	35,089	35,193	
Real Estate Asset Liquidity Trust, Callable, Series '24-RONA', Class 'A'	6.264	2029-12-12	CAD 39,578	39,578	39,971	
Real Estate Asset Liquidity Trust, Callable, Series '25-1', Class 'A1'	3.930	2029-10-12	CAD 29,195	29,183	29,318	
<b>Total Asset-backed Securities</b>				<u>552,260</u>	<u>558,568</u>	3.49
<b>Total Fixed Income</b>				<u>7,544,964</u>	<u>7,576,565</u>	47.34
<b>Total Investments (before transaction costs)</b>				<u>12,849,729</u>	<u>15,912,023</u>	99.44
<b>Embedded Broker Commissions (note 3)</b>				(2,226)		
<b>Total Investments</b>				<u>12,847,503</u>	<u>15,912,023</u>	99.44
<b>Other Assets Less Liabilities</b>					<u>89,314</u>	0.56
<b>Net Assets Attributable to Holders of Redeemable Units</b>					<u>16,001,337</u>	100.00

# CC&L Diversified Income Fund

## Notes to the Financial Statements - Fund Specific Information December 31, 2025 and 2024

These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

### Reporting entity and investment objective (Note 1)

The CC&L Diversified Income Fund (the “Diversified Income Fund”, or the “Fund”) was established by a declaration of trust dated January 1, 2006 and commenced operations on January 30, 2006. The Fund is an open-ended mutual fund trust established under the laws of the Province of British Columbia. The address of the Fund’s registered office is 2300 – 1111 West Georgia Street, Vancouver, British Columbia, V6E 4M3.

CIBC Mellon Trust Company is the trustee and custodian of the Fund.

The investment objective of the Fund is to provide investors with a modest potential for growth of capital over time with limited variability of return from year to year. It is broadly diversified across different types of fixed income and equity securities to increase stability.

### Reconciliation of net assets attributable to holders of redeemable units to the published net asset value

	Series A		Series F		Series O		Reserve Series		Arbour Series	
	NAV	NAV/ unit	NAV	NAV/ unit	NAV	NAV/ unit	NAV	NAV/ unit	NAV	NAV/ unit
Published NAV attributable to holders of redeemable units	10,981,956	13.31	1,589,020	15.81	3,322,135	15.51	1,063,379	15.79	99,763	11.66
Year end adjustment to:										
Audit fees	29,334	0.03	4,245	0.04	8,873	0.04	2,841	0.04	266	0.03
Custodial and other unitholders' fees	35,636	0.04	5,156	0.05	10,780	0.05	3,450	0.05	324	0.03
Independent Review Committee fees	5,843	0.01	845	0.01	1,767	0.01	566	0.01	53	0.01
Management fees	23,773	0.03	947	0.01	19,980	0.09	28,870	0.43	60	0.01
Professional fees	24	—	3	—	7	—	2	—	—	—
Transaction costs	5,745	0.01	832	0.01	1,738	0.01	556	0.01	52	0.01
Transfer agent fees	22,650	0.03	3,277	0.03	6,853	0.03	2,194	0.03	206	0.02
Net Assets attributable to holders of redeemable units	11,104,961	13.46	1,604,325	15.96	3,372,133	15.74	1,101,858	16.36	100,724	11.77

A year end adjustment in relation to an over-accrual of certain operating expenses was booked in preparation of the financial statements for the year ended December 31, 2024.

# CC&L Diversified Income Fund

Notes to the Financial Statements - Fund Specific Information

December 31, 2025 and 2024

## Fair value of financial instruments (Note 5)

### Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund's financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2025:

<b>Assets at Fair Value</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Short-term investments	\$ —	\$ 24,890	\$ —	\$ 24,890
Asset-backed securities	—	558,568	—	558,568
Bonds	—	7,017,997	—	7,017,997
Canadian equities	4,196,216	—	—	4,196,216
United States equities	2,870,743	—	—	2,870,743
Foreign equities	1,243,609	—	—	1,243,609
	\$ 8,310,568	\$ 7,601,455	\$ —	\$ 15,912,023

As at December 31, 2024:

<b>Assets at Fair Value</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Short-term investments	\$ —	\$ 188,511	\$ —	\$ 188,511
Asset-backed securities	—	421,253	—	421,253
Bonds	—	7,562,731	—	7,562,731
Canadian equities	4,591,233	—	—	4,591,233
United States equities	3,321,298	—	—	3,321,298
Foreign equities	1,099,642	—	—	1,099,642
	\$ 9,012,173	\$ 8,172,495	\$ —	\$ 17,184,668

<b>Liabilities at Fair Value</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Futures contracts	(3,325)	—	—	(3,325)
Currency forward contracts	—	(256)	—	(256)
	\$ (3,325)	\$ (256)	\$ —	\$ (3,581)

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2025 and 2024. All fair value measurements above are recurring.

# CC&L Diversified Income Fund

Notes to the Financial Statements - Fund Specific Information  
December 31, 2025 and 2024

## Redeemable units of the Fund (Note 6)

Redeemable units of the Fund are offered to the public by way of prospectus.

The Fund has no restrictions or specific capital requirements on the subscription and redemption of units. In accordance with the objectives and risk management policies outlined in Note 10, the Fund endeavors to invest subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions. Liquidity is supported by the disposal of marketable securities when necessary.

The Fund currently offers the following series of units:

- Series A: Series A units are available to all investors who purchase through dealers and who invest the minimum amount.
- Series F: Series F units are available to investors who participate in fee-based programs through their dealer, whose dealer has signed a Series F agreement with us and who invest the minimum amount.
- Series I: Series I units are designed for those investors wishing to pay fees directly to the Manager. Series I units are available to institutional and other comparable investors as the Manager may determine from time to time who invest \$1 million or such lesser amount as the Manager may agree. In addition, Series I units are available to investors who purchase through dealers, invest in the amount described above, pay fees directly to the Manager, have entered into an agreement with their dealer in relation to the payment of fees to their dealer and have authorized that both the Manager's fees and the dealer's fees be paid through a redemption of units.
- Series O: Series O units are available to investors who purchase through dealers, have entered into an agreement with their dealer in relation to payment of fees through redemption of units, and who invests the minimum amount.
- Arbour Series: Arbour Series units are available to investors who purchase through representatives registered with the relevant securities regulator, selected at the discretion of the Manager and who invest the minimum amount.
- Reserve Series: Reserve Series units are available to investors who purchase through Equity Associates Inc. representatives registered with the relevant securities regulator and who invest the minimum amount. The Reserve Series units may also be made available by the Manager to other authorized dealers acceptable to the Manager.

For the years ended December 31, 2025 and 2024, changes in outstanding units were as follows:

	<b>Balance - Beginning of year</b>	<b>Redeemable units issued</b>	<b>Redeemable units reinvested</b>	<b>Redeemable units redeemed</b>	<b>Balance - End of year</b>
<b>2025</b>					
Series A	825,230	20,782	24,685	(152,297)	718,400
Series F	100,527	375	3,997	(15,616)	89,283
Series O	214,193	4,420	10,462	(17,904)	211,171
Reserve Series	67,366	773	2,460	(10,846)	59,753
Arbour Series	8,557	17	505	(639)	8,440

# CC&L Diversified Income Fund

## Notes to the Financial Statements - Fund Specific Information

December 31, 2025 and 2024

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2024	Balance - Beginning of year	Redeemable units issued	Redeemable units reinvested	Redeemable units redeemed	Balance - End of year
Series A	1,022,762	72,434	15,511	(285,477)	825,230
Series F	89,390	16,938	5,801	(11,602)	100,527
Series O	349,795	8,466	1,310	(145,378)	214,193
Reserve Series	83,220	52	4,291	(20,197)	67,366
Arbour Series	10,927	—	219	(2,589)	8,557

### Taxation of the Fund (Note 7)

As at December 31, 2025, the Fund has unused capital losses of \$Nil (2025 - \$Nil), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (December 31, 2024 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2024 - between 0% and 35%).

### Related party transactions and other expenses (Note 8)

#### Management fees and trailer fees

The Fund pays a management fee on Series A and F units, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.95% for Series A, 1.00% for Series F, 1.00% for Series O, 2.05% for Reserve Series and 2.59% for Arbour Series. For Series I, fees are negotiable and charged outside the Fund, but may not exceed 1.00%.

The Fund pays trailer fees to dealers whose clients hold the Series A, Reserve Series and Arbour Series units in the Fund. The trailer fees are paid by the Investment Manager out of management fees (detailed above) charged to the Fund. The trailer fees are calculated and payable either monthly or quarterly, as agreed, and are equal to 0.95% annually of the NAV of the Series A units, 1.00% annually of the NAV of Reserve Series units and 1.50% annually of the NAV of Arbour Series units. No trailer fees are charged to Series F and I units.

The Manager has entered into sub-advisory agreements for investment management services with companies that are related through common ownership. These companies include Connor, Clark & Lunn Investment Management Ltd., Baker Gilmore & Associates Inc., NS Partners Ltd., PCJ Investment Counsel Ltd. and Scheer, Rowlett & Associates Investment Management Ltd. The Manager pays for the services of the sub-advisors from the management fees it collects from the Fund.

The total trailer fees paid by the Fund during the years ended December 31, 2025 were \$117,480 (2024- \$97,446).

The total management fees charged to the Fund during years ended December 31, 2025, including the trailer fees and applicable taxes, were \$389,964 (2024 - \$292,037).

### Brokerage commissions and soft dollars (Note 9)

The Fund paid \$7,681 (2024 - \$858) in brokerage commissions and other transactions costs for portfolio transactions during the years ended December 31, 2025 and 2024. The soft dollars paid during the year were \$400 (2024 - \$469).

## CC&L Diversified Income Fund

Notes to the Financial Statements - Fund Specific Information  
December 31, 2025 and 2024

### Financial risk management (Note 10)

#### Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2025 and December 31, 2024 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2025:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
Australian Dollar	104	—	104	—	5
British Pound	854	—	854	—	43
Danish Krone	285	—	285	—	14
Euro	1,739	—	1,739	—	87
Hong Kong Dollar	148	—	148	—	7
Japanese Yen	1	—	1	—	—
Norwegian Krone	108	—	108	—	5
Polish Zloty	1	—	1	—	—
Swedish Krona	778	—	778	—	39
Swiss Franc	1,792	—	1,792	—	90
United States Dollar	(3,572)	—	(3,572)	—	(178)
Total	2,237	—	2,237	—	112

As at December 31, 2024:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
Australian Dollar	—	—	—	—	—
Danish Krone	182	—	182	—	—
Euro	879	—	879	—	—
Hong Kong Dollar	155	—	155	—	—
Japanese Yen	—	—	—	—	—
Norwegian Krone	—	—	—	—	—
Polish Zloty	1	—	1	—	—
Swedish Krona	(33)	—	(33)	—	—
United States Dollar	(2,484)	(21,513)	(23,997)	(0.1)	(1,000)
Total	(1,300)	(21,513)	(22,813)	(0.1)	(1,000)

# CC&L Diversified Income Fund

## Notes to the Financial Statements - Fund Specific Information December 31, 2025 and 2024

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### Interest rate risk

As at December 31, 2025 and 2024, the Fund had direct exposure to interest rate risk through its investment in fixed income and short-term debt. The tables below summarize the Fund's exposure to interest rate risk as at December 31, 2025 and 2024. Amounts shown are based on the carrying values of debt instruments and exclude cash and preferred shares, as applicable.

As at December 31, 2025:

<b>Debt Instruments Grouped by Maturity Date</b>	<b>Total \$</b>	<b>% of Net Assets</b>
Less than 1 year	1,683,886	10.5
1 to 3 years	1,225,620	7.7
3 to 5 years	1,638,353	10.2
Greater than 5 years	3,053,596	19.1
<b>Total</b>	<b>7,601,455</b>	<b>47.5</b>

As at December 31, 2024:

<b>Debt Instruments Grouped by Maturity Date</b>	<b>Total \$</b>	<b>% of Net Assets</b>
Less than 1 year	1,498,435	8.7
1 to 3 years	2,189,587	12.7
3 to 5 years	804,232	4.7
Greater than 5 years	3,680,241	21.2
<b>Total</b>	<b>8,172,495</b>	<b>47.3</b>

If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$303,000 (2024 - \$354,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

### Other price risk

As at December 31, 2025 and 2024, the Fund was exposed to other price risk primarily through its equity investments. Approximately 51.9% (2024 - 52.1%) of the Fund's net assets attributable to holders of redeemable units were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, with all other factors remaining constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$831,000 (2024 - \$901,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

# CC&L Diversified Income Fund

Notes to the Financial Statements - Fund Specific Information

December 31, 2025 and 2024

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## Credit risk

The tables below summarize the Fund's exposure to credit risk as at December 31, 2025 and 2024. Amounts shown are based on the carrying values of debt instruments and the unrealized gain on derivative instruments outstanding with counterparties.

As at December 31, 2025:

<b>Debt on Counterparty Credit Ratings</b>	<b>Total \$</b>	<b>% of Net Assets</b>
AAA	2,103,037	13.1
AA	1,209,491	7.6
A	2,091,641	13.1
BBB	2,145,271	13.4
Below BBB	52,015	0.3
Total	7,601,455	47.5

As at December 31, 2024:

<b>Debt on Counterparty Credit Ratings</b>	<b>Total \$</b>	<b>% of Net Assets</b>
AAA	2,033,182	11.8
AA	1,669,150	9.7
A	1,896,810	11.0
BBB	2,573,353	14.8
Total	8,172,495	47.3

## Investments in structured entities (Note 11)

As at December 31, 2025, the carrying value of mortgage related and other asset-backed securities included in Investments in the Statements of Financial Position was \$558,568 (2024 - \$421,253). This amount also represented the maximum exposure to losses at that date. The change in fair value of mortgage related and other asset backed securities were included in the Statements of Comprehensive Income in Net change in unrealized appreciation (depreciation) on investments.

# NS Partners International Equity Focus Fund

## Statements of Financial Position

As at December 31

	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 2,050,878	\$ 139,306
Investments	17,153,390	41,222,640
Due from broker	308,963	-
Dividends receivable	24,412	9,420
Other receivable	184	150
	<u>19,537,827</u>	<u>41,371,516</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to broker	1,385,940	-
Accrued expenses	23,863	35,754
Management fees payable	9	239
Redemptions payable	46,228	-
	<u>1,456,040</u>	<u>35,993</u>
<b>Net Assets attributable to holders of redeemable units</b>	<u>\$ 18,081,787</u>	<u>\$ 41,335,523</u>
<b>Net Assets attributable to holders of redeemable units for each series</b>		
Series A	\$ 1,281	\$ 43,729
Series F	\$ 1,255	\$ 215,292
Series I	<u>\$ 18,079,251</u>	<u>\$ 41,076,502</u>
<b>Redeemable units outstanding (note 6)</b>		
Series A	105	3,648
Series F	105	17,619
Series I	<u>1,355,836</u>	<u>3,350,822</u>
<b>Net Assets attributable to holders of redeemable units per unit</b>		
Series A	\$ 12.23	\$ 11.99
Series F	\$ 11.92	\$ 12.22
Series I	<u>\$ 13.33</u>	<u>\$ 12.26</u>

Approved by the Manager

*"Michael Walsh"*

Director

*"Bryce Walker"*

Director

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

# NS Partners International Equity Focus Fund

## Statements of Comprehensive Income

For the years ended December 31

	2025		2024
<b>Income</b>			
Realized foreign exchange gain (loss) on currency	\$ (13,075)	\$	(631)
Change in unrealized foreign exchange gain (loss) on currency	649		620
Other income (loss)	640		7,332
Net gain (loss) on investments			
Dividends	1,054,358		749,277
Interest for distribution purposes	20,231		30,760
Net realized gain (loss) on investments	6,218,203		2,170,189
Net change in unrealized appreciation (depreciation) on investments	(2,972,488)		640,360
Total net gain (loss) on investments	<u>4,320,304</u>		<u>3,590,586</u>
<b>Total income (loss), net</b>	<u>4,308,518</u>		<u>3,597,907</u>
<b>Expenses (note 8)</b>			
Administrative fees	516		-
Audit fees	31,643		29,073
Custodial fees	40,944		45,459
Fundserv fees	-		1,334
Independent review committee fees	4,581		4,569
Independent review committee insurance	465		512
Interest expense	2,031		1,275
Management fees	3,169		3,798
Professional fees	25,830		35,251
Securityholder reporting fees	15,919		14,002
Transaction costs (notes 3 and 9)	127,567		73,100
<b>Total operating expenses</b>	<u>252,665</u>		<u>208,373</u>
Withholding taxes (note 7)	<u>(159,241)</u>		<u>(118,432)</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<u>\$ 3,896,612</u>	\$	<u>3,271,102</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units for each series</b>			
Series A	\$ 2,774	\$	2,554
Series F	\$ 24,250	\$	26,939
Series I	<u>\$ 3,869,588</u>	\$	<u>3,241,609</u>
<b>Weighted average number of units outstanding</b>			
Series A	2,639		3,517
Series F	17,591		21,686
Series I	<u>3,791,457</u>		<u>3,267,519</u>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units per unit*</b>			
Series A	\$ 1.05	\$	0.73
Series F	\$ 1.38	\$	1.24
Series I	<u>\$ 1.02</u>	\$	<u>0.99</u>

\* based on weighted average number of units outstanding during the year

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

# NS Partners International Equity Focus Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2025	Series A 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 43,729</b>	<b>\$ 39,487</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>2,774</b>	<b>2,554</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	317	1,688
Reinvestments of distributions to holders of redeemable units	128	1,230
Redemption of redeemable units	(45,539)	-
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(45,094)</b>	<b>2,918</b>
<b>Distributions to holders of redeemable units</b>		
From net realized capital gains	(128)	(1,230)
<b>Total distributions to holders of redeemable units</b>	<b>(128)</b>	<b>(1,230)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(42,448)</b>	<b>4,242</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 1,281</b>	<b>\$ 43,729</b>
	<b>Series F 2025</b>	<b>Series F 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 215,292</b>	<b>\$ 513,231</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>24,250</b>	<b>26,939</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	201,130	78,155
Reinvestments of distributions to holders of redeemable units	125	6,057
Redemption of redeemable units	(439,417)	(403,033)
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(238,162)</b>	<b>(318,821)</b>
<b>Distributions to holders of redeemable units</b>		
From net realized capital gains	(125)	(6,057)
<b>Total distributions to holders of redeemable units</b>	<b>(125)</b>	<b>(6,057)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(214,037)</b>	<b>(297,939)</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 1,255</b>	<b>\$ 215,292</b>

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

# NS Partners International Equity Focus Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series I 2025	Series I 2024
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 41,076,502</b>	<b>\$ 36,823,349</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>3,869,588</b>	<b>3,241,609</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	13,248,365	9,779,263
Reinvestments of distributions to holders of redeemable units	2,678,061	1,316,996
Redemption of redeemable units	<u>(40,115,204)</u>	<u>(8,388,865)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(24,188,778)</b>	<b>2,707,394</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(869,702)	(529,516)
From net realized capital gains	<u>(1,808,359)</u>	<u>(1,166,334)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(2,678,061)</b>	<b>(1,695,850)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(22,997,251)</b>	<b>4,253,153</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 18,079,251</b>	<b>\$ 41,076,502</b>
	<b>Total 2025</b>	<b>Total 2024</b>
<b>Net Assets attributable to holders of redeemable units - Beginning of year</b>	<b>\$ 41,335,523</b>	<b>\$ 37,376,067</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units from operations</b>	<b>3,896,612</b>	<b>3,271,102</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued	13,449,812	9,859,106
Reinvestments of distributions to holders of redeemable units	2,678,314	1,324,283
Redemption of redeemable units	<u>(40,600,160)</u>	<u>(8,791,898)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>(24,472,034)</b>	<b>2,391,491</b>
<b>Distributions to holders of redeemable units</b>		
From net investment income	(869,702)	(529,516)
From net realized capital gains	<u>(1,808,612)</u>	<u>(1,173,621)</u>
<b>Total distributions to holders of redeemable units</b>	<b>(2,678,314)</b>	<b>(1,703,137)</b>
<b>Increase (decrease) in Net Assets attributable to holders of redeemable units during the year</b>	<b>(23,253,736)</b>	<b>3,959,456</b>
<b>Net Assets attributable to holders of redeemable units - End of year</b>	<b>\$ 18,081,787</b>	<b>\$ 41,335,523</b>

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

# NS Partners International Equity Focus Fund

## Statements of Cash Flows

For the years ended December 31

	2025	2024
<b>Cash flows from (used in) Operating activities</b>		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 3,896,612	\$ 3,271,102
<b>Adjustments to reconcile to operating cash flows:</b>		
Change in unrealized foreign exchange (gain) loss on currency	(649)	(620)
Net realized (gain) loss on investments	(6,218,203)	(2,170,189)
Net change in unrealized (appreciation) depreciation of investments	2,972,488	(640,360)
Purchase of investments	(39,936,942)	(24,095,292)
Proceeds from investments sold	68,328,884	22,233,593
(Increase) decrease in dividends receivable	(14,992)	(3,510)
(Increase) decrease in other receivable	(34)	(150)
Increase (decrease) in accrued expenses	(11,891)	3,545
Increase (decrease) in management fees payable	(230)	(242)
<b>Net cash flows from (used in) operating activities</b>	<b>29,015,043</b>	<b>(1,402,123)</b>
<b>Cash flows from (used in) Financing activities</b>		
Proceeds from redeemable units issued	13,449,812	9,884,106
Redemption of redeemable units	(40,553,932)	(8,828,898)
Distributions paid to holders of redeemable units, net of reinvestments	2,678,314	(378,854)
<b>Net cash flows from (used in) financing activities</b>	<b>(24,425,806)</b>	<b>676,354</b>
<b>Increase (decrease) in cash</b>		
Net increase (decrease) in cash	4,589,237	(725,769)
Change in unrealized foreign exchange gain (loss) on currency	649	620
Cash, beginning of year	139,306	864,455
<b>Cash, end of year</b>	<b>\$ 2,050,878</b>	<b>\$ 139,306</b>
Dividends received, net of withholding taxes*	\$ 880,125	\$ 627,335
Interest received*	20,231	30,760
Interest paid*	(2,031)	(1,275)

\*included in operating activities

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

# NS Partners International Equity Focus Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Equities</b>				
<b>Australia (December 31, 2024: 5.38%)</b>				
Goodman Group	13,764	345,641	389,774	
Rio Tinto Ltd.	4,068	457,103	545,950	
		802,744	935,724	5.17
<b>Belgium (December 31, 2024: 1.43%)</b>				
KBC Group NV	2,850	319,511	510,428	2.82
<b>Cayman Islands (December 31, 2024: Nil%)</b>				
Sands China Ltd.	62,800	226,597	216,769	
Tencent Holdings Ltd.	1,300	140,393	137,136	
		366,990	353,905	1.96
<b>Denmark (December 31, 2024: 4.95%)</b>				
<b>Finland (December 31, 2024: Nil%)</b>				
Nokia Oyj	17,730	172,504	159,041	0.88
<b>France (December 31, 2024: 10.86%)</b>				
Danone SA	3,171	360,930	391,953	
Hermes International SCA	75	190,446	256,210	
L'Oreal SA	317	174,682	187,086	
Safran SA	700	278,355	335,142	
Schneider Electric SE	1,045	298,751	395,174	
Thales SA	687	255,920	254,154	
		1,559,084	1,819,719	10.06
<b>Germany (December 31, 2024: 9.24%)</b>				
Adidas AG	495	156,223	134,713	
Commerzbank AG	4,722	218,571	274,424	
Hannover Rueck SE	878	252,996	376,264	
Heidelberg Materials AG	792	178,986	284,328	
SAP SE	1,090	265,087	365,603	
Siemens AG	959	329,534	369,214	
		1,401,397	1,804,546	9.98
<b>Hong Kong (December 31, 2024: 2.66%)</b>				
AIA Group Ltd.	26,200	310,171	368,663	
Techtronic Industries Co., Ltd.	11,500	203,659	182,070	
		513,830	550,733	3.05
<b>Ireland (December 31, 2024: 1.23%)</b>				
Kingspan Group PLC	1,792	206,730	213,914	1.18
<b>Japan (December 31, 2024: 22.63%)</b>				
Ajinomoto Co Inc.	7,300	203,512	211,754	
East Japan Railway Co.	8,400	290,585	303,531	
Hitachi Ltd.	7,300	251,540	312,939	
Hoya Corp.	1,600	249,381	331,403	
Japan Steel Works Ltd.	2,100	192,969	141,022	
Keyence Corp.	600	334,713	297,402	
Makita Corp.	3,400	173,561	140,846	
Mitsubishi UFJ Financial Group Inc.	24,100	340,863	525,415	
Rakuten Bank Ltd.	2,800	175,026	169,249	
SCREEN Holdings Co., Ltd.	2,100	264,146	279,877	
Shin-Etsu Chemical Co., Ltd.	4,000	192,802	170,459	
Sony Group Corp.	9,300	202,633	327,268	
Terumo Corp.	9,800	210,518	194,543	
		3,082,249	3,405,708	18.84
<b>Jersey (December 31, 2024: 2.25%)</b>				
Experian PLC	3,902	217,896	241,942	1.34

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

# NS Partners International Equity Focus Fund

## Schedule of Investment Portfolio

As at December 31, 2025

	Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
<b>Netherlands (December 31, 2024: 8.06%)</b>				
ASM International NV	222	172,217	184,985	
ASML Holding NV	189	203,156	280,349	
Koninklijke KPN NV	59,545	384,407	381,137	
Universal Music Group NV	6,916	221,060	247,505	
		980,840	1,093,976	6.05
<b>New Zealand (December 31, 2024: 1.89%)</b>				
Xero Ltd.	1,037	85,866	108,080	0.60
<b>Singapore (December 31, 2024: Nil%)</b>				
Singapore Technologies Engineering Ltd.	22,200	154,672	199,241	1.10
<b>South Korea (December 31, 2024: 1.15%)</b>				
<b>Spain (December 31, 2024: 3.00%)</b>				
Amadeus IT Group SA	2,341	193,984	236,825	
CaixaBank SA	32,961	369,110	554,241	
		563,094	791,066	4.37
<b>Sweden (December 31, 2024: 0.99%)</b>				
<b>Switzerland (December 31, 2024: 8.85%)</b>				
Lonza Group AG	419	338,083	389,879	
Roche Holding AG	826	424,359	469,044	
		762,442	858,923	4.75
<b>United Kingdom (December 31, 2024: 15.16%)</b>				
Anglo American PLC	2,614	136,946	148,682	
AstraZeneca PLC	2,617	586,043	665,369	
British American Tobacco PLC	3,338	269,247	259,345	
Compass Group PLC	5,233	225,386	228,084	
London Stock Exchange Group PLC	1,229	243,951	202,847	
NatWest Group PLC	33,431	258,391	401,754	
Rightmove PLC	18,224	219,430	174,586	
Rolls-Royce Holdings PLC	12,702	226,308	269,319	
Shell PLC	7,895	359,499	398,840	
SSE PLC	12,964	438,367	520,826	
Standard Chartered PLC	8,814	278,055	296,086	
Unilever PLC	3,885	359,513	348,080	
Weir Group PLC	3,671	180,827	192,626	
		3,781,963	4,106,444	22.72
<b>Total Equities</b>		14,971,812	17,153,390	94.87
<b>Embedded Broker Commissions</b> (note 3)		(33,023)		
<b>Total Investments</b>		14,938,789	17,153,390	94.87
Other Assets Less Liabilities			928,397	5.13
<b>Net Assets Attributable to Holders of Redeemable Units</b>			18,081,787	100.00

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

# NS Partners International Equity Focus Fund

## Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

### Reporting entity and investment objective (Note 1)

The NS Partners International Equity Focus Fund (the "Fund") is an open-ended unit trust established under the laws of Ontario pursuant to separate supplemental trust agreements dated May 10, 2022. The supplemental trust agreement incorporates by reference the master trust dated May 1, 2012, containing the standard terms and conditions of the Fund. The Fund commenced operations on September 14, 2022. The address of the Fund's principal place of business is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8.

The investment activities of the Fund are managed by Connor, Clark & Lunn Funds Inc. (the "Manager"). The Manager has retained the services of NS Partners Ltd. ("NS"), as portfolio manager, to provide investment management services to the Fund. NS is part of Connor, Clark & Lunn Financial Group Ltd., ("CC&LFG"), of which the Manager is an affiliate. RBC Investor Services Trust is the trustee and custodian of the Fund.

The investment objective is to provide unitholders with long term capital appreciation by investing in a portfolio comprised primarily of non-North American equity securities. The Fund will invest primarily in non-North American equities traded on recognized international exchanges, rights, warrants, cash and cash equivalents, index ETFs, and derivatives.

### Fair value of financial instruments (Note 5)

#### Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund's financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, 2025:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Foreign equities	17,153,390	-	-	17,153,390
	17,153,390	-	-	17,153,390

As at December 31, 2024:

<b>Assets at Fair Value</b>	<b>Level 1 (\$)</b>	<b>Level 2 (\$)</b>	<b>Level 3 (\$)</b>	<b>Total (\$)</b>
Foreign equities	41,222,640	-	-	41,222,640
	41,222,640	-	-	41,222,640

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2025 and 2024. All fair value measurements above are recurring.

# NS Partners International Equity Focus Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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## Redeemable units of the Fund (Note 6)

For the years ended December 31, 2025 and 2024, changes in outstanding redeemable units were as follows:

	Balance - Beginning	Redeemable units	Redeemable units	Redeemable units	Balance -
2025	of year	issued	reinvested	redeemed	End of year
Series A	3,648	-	-	(3,543)	105
Series F	17,619	16,005	-	(33,519)	105
Series I	3,350,822	1,035,482	-	(3,030,468)	1,355,836
<hr/>					
2024					
Series A	3,410	135	103	-	3,648
Series F	43,878	6,200	496	(32,955)	17,619
Series I	3,126,863	768,055	107,434	(651,530)	3,350,822

As at December 31, 2025, a single unitholder held 100% of the Fund's outstanding Series A and redeemable units.

## Taxation of the Fund (Note 7)

As at December 31, 2025, the Fund had unused capital losses of \$Nil (2024 - \$Nil), which may be carried forward indefinitely to reduce future net realized capital gains. There were \$Nil (2024 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2024 - between 0% and 35%).

## Related party transactions and other expenses (Note 8)

### Management fees

The Fund pays a management fee, which is accrued daily and paid monthly. The Manager receives its management fees for providing or arranging for portfolio management, selecting service providers to the Fund, arranging for all necessary regulatory documents, including those required to offer the Fund's units, marketing the Fund, supervising the operations of the Fund, and making use of controls and monitoring for compliance.

The annual management fee rates, exclusive of taxes, are 1.90% for Series A and 0.90% for Series F.

No management fees are paid by the Fund with respect to Series I, but are negotiable and paid directly by the unitholder to the Manager and will not exceed the management fee payable on Series F units of the Fund.

### Units held by related parties

Connor, Clark & Lunn Financial Group Ltd. ("CCLFGL"), a company related to the Manager through common ownership, hold units of the Fund. At December 31, 2025, CCLFGL held 105 Series A units and 104 Series F units with respective total fair values of \$1,281 and \$1,244 (2024 - 105 Series A units and 104 Series F units with respective total fair values of \$1,256 and \$1,275).

# NS Partners International Equity Focus Fund

## Notes to Financial Statements – Fund Specific Information

December 31, 2025 and 2024

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### Brokerage commissions and soft dollars (Note 9)

The Fund paid \$127,567 (2024 - \$73,100) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$Nil (2024 - \$Nil).

### Financial risk management (Note 10)

#### Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2025 and 2024 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of foreign currency forward contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of a 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2025:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
Australian Dollar	1,604	-	1,604	-	80
British Pound	15,438	-	15,438	0.1	772
Danish Krone	155,535	-	155,535	0.9	7,777
Euro	497,083	-	497,083	2.7	24,854
Hong Kong Dollar	153,427	-	153,427	0.8	7,671
Japanese Yen	3,575	-	3,575	-	179
Norwegian Krone	72	-	72	-	4
Swiss Franc	172,252	-	172,252	1.0	8,613
US Dollar	(103)	-	(103)	-	(5)
Total	998,883	-	998,883	5.5	49,945

As at December 31, 2024:

Currency	Monetary Assets (Liabilities) (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
Australian Dollar	2,548	-	2,548	-	127
British Pound	(5)	-	(5)	-	-
Euro	6	-	6	-	-
Japanese Yen	6,872	-	6,872	-	344
Swedish Krona	(782)	-	(782)	-	(39)
Total	8,639	-	8,639	-	432

# **NS Partners International Equity Focus Fund**

Notes to Financial Statements – Fund Specific Information

**December 31, 2025 and 2024**

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## **Interest rate risk**

As at December 31, 2025 and 2024, interest rate risk was negligible as the Fund had no significant exposure to long-term interest-bearing investments.

## **Other price risk**

As at December 31, 2025 and 2024, the Fund was exposed to other price risk primarily through its equity investments. Substantially all of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, with all other factors remaining constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$1,715,000 (2024 - \$4,122,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

## **Credit risk**

As at December 31, 2025 and 2024, credit risk was negligible as the Fund had no significant exposure to debt or derivative instruments.

# Connor, Clark & Lunn Funds Inc.

## Mutual Funds

Notes to Financial Statements  
December 31, 2025 and 2024

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These notes shall be read in conjunction with the accompanying fund specific notes which are an integral part of these financial statements.

### 1 General information

The investment activities of the below funds, collectively the “Funds”, are managed by Connor, Clark & Lunn Funds Inc. (the “Manager”):

- CC&L Core Income and Growth Fund
- CC&L Equity Income and Growth Fund
- CC&L Global Alpha Fund
- CC&L High Yield Bond Fund
- CC&L Diversified Income Fund
- NS Partners International Equity Focus Fund

The financial statements were authorized for issue by the Manager on March 20, 2026.

### 2 Basis of presentation

(a) Statement of compliance:

These annual financial statements have been prepared in compliance with IFRS Accounting Standards. The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities (including derivatives) at fair value through profit and loss.

(b) Functional and presentational currency:

These financial statements are presented in Canadian dollars, which is the Funds' functional currency.

(c) Reclassification of comparative amounts:

In the Statements of Financial Position and Comprehensive Income, comparative figures pertaining to derivative instruments have been reclassified to conform with the current year's presentation. The reclassification relates to the aggregation of different types of derivative instruments to better align with industry practice.

(d) Going concern:

The going concern basis of preparing the financial statements has not been used for NS Partners International Equity Focus Fund because the Manager of the Fund resolved on February 20, 2026, to wind up the Fund due to operational reasons.

In preparing the financial statements on an alternate basis, the Manager has continued to apply the requirements of IFRS Accounting Standards taking into account that the Fund is not expected to continue as a going concern in the foreseeable future. The basis of presentation has resulted in no impact on the classification and measurement of the assets and liabilities of the Fund.

### 3 Material accounting policy information

The Funds have consistently applied the following accounting policies to all periods presented in these financial statements.

# Connor, Clark & Lunn Funds Inc.

## Mutual Funds

Notes to Financial Statements  
December 31, 2025 and 2024

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(a) Financial instruments:

The Funds have determined that they meet the definition of an ‘investment entity’. An investment entity is an entity that: obtains funds from one or more investors for the purpose of providing them with investment management services; commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measures and evaluates the performance of substantially all of its investments on a fair value basis. The significant judgment that the Funds have made in determining that they meet this definition is that fair value is the primary measurement attribute used to measure and evaluate the performance of substantially all of their investments.

The Funds classify and measure financial instruments in accordance with International Financial Reporting Standard (“IFRS”) 9, “Financial Instruments”. The standard requires financial assets to be classified as amortized cost, fair value through profit or loss (“FVTPL”), or fair value through other comprehensive income based on the entity’s business model for managing the financial assets and the contractual cash flow characteristics of these assets. Assessment and decision on the business model approach used is an accounting judgement. The Funds classify investments based on both the Funds’ business models for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolios of financial assets are managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and use that information to assess performance and to make decisions. Consequently, all investments are measured at FVTPL.

More specifically, the Funds’ investments, derivative assets and liabilities, if any, are measured at FVTPL. The Funds’ obligations for Net Assets attributable to holders of redeemable units are presented at the redemption amount. All other financial assets and liabilities are initially recognized at fair value and subsequently measured at amortized cost. Under this method, financial assets and liabilities reflect the amounts required to be received or paid, discounted when appropriate, at the financial instrument’s effective interest rate. The fair values of the Funds’ financial assets and liabilities that are not carried at FVTPL approximate their carrying amounts due to their short-term nature.

The net asset value (“NAV”) per unit is determined by dividing the aggregate market value of the net assets of the Fund by the total number of units of the Fund outstanding before giving effect to redemptions or subscriptions to units on that day.

The interest for distribution purposes, if any, shown on the Statements of Comprehensive Income represents the coupon interest received by the Funds accounted for on an accrual basis. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds. Dividends are recognized as income on the ex-dividend date. Distributions from income trusts and pooled funds are recognized when the Funds have earned the right to receive payment of the distributions. The cost of investments is determined using the average cost method.

(b) Redeemable units of the Funds:

Under International Accounting Standard (“IAS”) 32, “Financial Instruments: Presentation”, the Funds classified their redeemable units as liabilities. The Funds’ redeemable units do not meet the criteria in IAS 32 for classification as equity as each Fund has more than one contractual obligation to its unitholders. Investors have the right to require redemption, subject to available liquidity, for cash at a unit price based on the Funds’ valuation policies at each redemption date. Unitholders are also entitled to distributions when declared, and have the right to receive distributions in cash. Therefore, the ongoing redemption feature is not the only contractual obligation related to units.

# Connor, Clark & Lunn Funds Inc.

## Mutual Funds

Notes to Financial Statements  
December 31, 2025 and 2024

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- (c) Increase (decrease) in net assets attributable to holders of redeemable units per series unit:

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the year.

- (d) Foreign exchange:

Foreign currency denominated investments and other foreign currency denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction. Foreign currency gains and losses on foreign currency denominated assets and liabilities other than investments are presented separately in the Statements of Comprehensive Income. Foreign currency gains and losses on investments are included in the Net realized gain (loss) on investments and Net change in unrealized appreciation (depreciation) on investments in the Statements of Comprehensive Income.

- (e) Income and expense allocation:

Realized gains/losses, changes in unrealized appreciation (depreciation) on investments and derivatives, income and expenses are allocated daily to each series based on the proportionate share of the net asset value of the series. The proportionate share of each series is determined by adding the current day's net unitholder subscriptions of the series to the prior day's net asset value of the series. Any income or expense amounts that are unique to a particular series (for example, management fees) are accounted for separately in that particular series so as not to affect the net asset value of the other series.

- (f) Income taxes:

The Funds qualify as mutual fund trusts under the Income Tax Act (Canada). All of each Fund's net income for tax purposes and sufficient net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by each Fund. As a result, the Funds do not record income taxes. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statements of Financial Position as a deferred income tax asset.

- (g) Transaction costs:

Transaction costs such as brokerage commissions incurred in the purchase and sale of securities are expensed as incurred and are recognized in the Statements of Comprehensive Income.

- (h) Currency forward contracts:

The Funds may enter into foreign exchange forward contracts for economic hedging purposes or to establish an exposure to a particular currency. Open forward contracts are valued at the gain or loss that would arise as a result of closing the position on the valuation date. Unrealized gains and losses on foreign exchange forward contracts are included in Net change in unrealized appreciation (depreciation) on derivative contracts in the Statements of Comprehensive Income, and upon closing of a contract, the realized gain or loss is included in Net realized gain (loss) on derivative contracts. Outstanding settlement amounts on the close out of foreign exchange forward contracts are listed in the Schedule of Investment Portfolio and are presented in the Statements of Financial Position as unrealized appreciation or unrealized depreciation on derivative contracts.

- (i) Futures:

The Funds may purchase standardized, exchange-traded futures contracts. Any outstanding futures contracts as at reporting period end date are listed in the Schedule of Investment Portfolio and are presented in the Statements of Financial Position as unrealized appreciation or unrealized depreciation on derivative contracts. Any difference

# Connor, Clark & Lunn Funds Inc.

## Mutual Funds

Notes to Financial Statements  
**December 31, 2025 and 2024**

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between the value at the close of business on the current valuation day and that of the previous valuation day is settled in cash daily and recorded in the Statements of Comprehensive Income as Net change in unrealized appreciation (depreciation) on derivative contracts, and upon closing of a contract, the realized gain or loss is included in Net realized gain (loss) on derivative contracts. Any amounts receivable (payable) from settlement of futures contracts are reflected in the Statements of Financial Position as Daily variation margin. Certain short-term debt instruments, as indicated in the Schedule of Investment Portfolio, may be segregated and held as margin against the futures contracts purchased by the Funds.

(j) Swap contracts:

The Funds may invest in swap contracts. The fair value of over-the-counter swap contracts is determined using valuation techniques which incorporate the use of observable market data such as market returns, interest rates, and credit spreads. Changes in the fair value of the swap contracts outstanding at the reporting date are disclosed in the Statements of Comprehensive Income as Net change in unrealized appreciation (depreciation) on derivative contracts. When the swap contracts expire or are closed out, the net realized gain or loss is reflected in the Statements of Comprehensive Income as part of Net realized gain (loss) on derivative contracts. Outstanding swap agreements as at reporting period end date are listed in the Schedule of Investment Portfolio and are presented in the Statements of Financial Position as unrealized appreciation or unrealized depreciation on derivative contracts. Any amounts receivable (payable) from settlement of swap contracts are reflected in the Statements of Financial Position as Daily variation margin.

(k) New standards and interpretations not yet adopted:

The International Accounting Standards Board issued IFRS 18, "Presentation and Disclosure in Financial Statements" on April 9, 2024, which will replace IAS 1, "Presentation of Financial Statements". This new standard, effective for annual periods beginning on or after January 1, 2027, aims to improve financial statement comparability and transparency by introducing a more structured statement of comprehensive income. Key changes include new categories for income and expenses (operating, investing, and financing), defined subtotals like operating profit, and requirements for management-defined performance measures. The Manager is currently assessing the impact of the adoption of this standard.

The International Accounting Standards Board issued amendments to IFRS 9, "Financial Instruments" and IFRS 7, "Financial Instruments: Disclosures" on May 30, 2024. The amendments, effective for annual periods beginning on or after January 1, 2026, provide guidance as to when certain financial liabilities can be deemed settled when using an electronic payment system. Additionally, the amendments provide further clarification on the classification of financial assets that contain contractual terms that change the timing or amount of contractual cash flows and financial assets with certain non-recourse features. The Manager is currently assessing the impact of the adoption of the amendments.

#### **4 Critical accounting estimates and judgements**

The preparation of financial statements in conformity with IFRS Accounting Standards requires the Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

# Connor, Clark & Lunn Funds Inc.

## Mutual Funds

Notes to Financial Statements  
December 31, 2025 and 2024

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### 5 Fair value of financial instruments

The fair value of a financial instrument is the amount 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. The Funds classify fair value measurements within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are:

*Level 1:* Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

*Level 2:* Inputs other than quoted prices included within Level 1 that are observable either directly or indirectly; and

*Level 3:* Inputs that are unobservable.

The fair values of financial assets and financial liabilities that are traded in active markets (such as publicly traded derivatives and marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded 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. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The carrying value of cash, daily variation margin, receivable from brokers, subscriptions receivable, interest and dividends receivable, other receivables, bank indebtedness, payable to brokers, redemptions payable, distributions payable, management fees payable, performance fees payable and accrued expenses, if applicable, approximates their fair value given their short-term nature. These financial instruments are classified as Level 2 in the fair value hierarchy because, while prices are available, there is no active market for these instruments.

#### **Fair value measurement of derivatives and securities not quoted in an active market**

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

The Funds use widely recognized valuation models and underlying market data in accordance with industry standards for determining the fair value of financial instruments such as future, forward and swap contracts that use only observable market data and require little management judgment and estimation. Observable prices and model inputs are usually available in the market for listed debt and equity securities, and exchange-traded derivatives, such as futures and options, and over-the-counter derivatives, such as forward contracts and swaps. The availability of observable market prices and model inputs reduces the need for management judgment and estimation and reduces the uncertainty associated with the determination of fair values.

If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement.

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### Classification of investments under the Fair Value Hierarchy

Equity positions (including income trusts, exchange-traded funds and limited partnerships) are classified as Level 1 when the security is actively traded and a reliable price is observable. If equities do not trade frequently and observable prices are not available, fair value is determined using observable market data (e.g. transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Debt securities, including government and corporate bonds and asset-backed securities, are valued using vendor supplied evaluated price or model driven evaluated price. The inputs that are significant to valuation are generally observable and therefore investments in bonds and asset-backed securities have been generally classified as Level 2.

Short-term investments are classified as Level 2, as fair value is determined using market observable inputs.

Derivative assets and liabilities consist of currency forward contracts which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value are classified as Level 2.

Futures and exchange-traded credit default swap index contracts are classified as Level 1, as a quoted price is used based on observable market information.

### 6 Redeemable units of the Funds

The Funds have authorized an unlimited number of series of units and may issue an unlimited number of units of each series. All issued units are fully paid and have been recorded in the official listing of unitholders maintained by the Funds' trustees. The Funds' units are sold, and are redeemable at the holder's option, in accordance with the provisions of the declaration of trust at the prevailing net asset value per unit. The Funds have no restrictions or specific capital requirements on the subscription and redemption of units.

The relevant movements are shown on the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units. However, switches between series within each Fund are excluded from Proceeds from redeemable units issued and Redemption of redeemable units in the Statements of Cash Flows. In accordance with the objectives and risk management policies outlined in Note 10, the Funds endeavour to invest subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions. Liquidity is supported by the disposal of marketable securities when necessary.

### 7 Taxation of Funds

The Funds may have unused capital losses which may be carried forward indefinitely to reduce future net realized capital gains, and unused non-capital losses which may be applied against the future investment income, available for tax purposes, as detailed in the fund specific notes of each Fund.

Certain dividend, interest, capital gains and security lending income received by the Funds is subject to withholding tax imposed in the country of origin. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income.

As at December 31, 2025 and 2024, the Funds have considered contingent tax liabilities and uncertain tax treatments, as well as interest and penalties, and determined that no amount need be accrued in respect of such amounts.

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### 8 Related party transactions and other expenses

#### Management fees

Management fees may be charged by the Manager as detailed in the fund specific notes either to the Funds or directly to the unitholders. The Manager is responsible for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements relating to the purchase and sale of the investment portfolio and making arrangements with registered dealers for the purchase and sale of units of the Funds by investors.

The Manager has entered into sub-advisory agreements for investment management services with companies that are related through common ownership. These companies include Connor, Clark & Lunn Investment Management Ltd., Baker Gilmore & Associates Inc., Global Alpha Capital Management Ltd., NS Partners Ltd., PCJ Investment Counsel Ltd. and Scheer, Rowlett & Associates Investment Management Ltd. The Manager pays for the services of the sub-advisors from the management fees it collects from the Funds.

#### Independent Review Committee fees

In accordance with National Instrument 81-107, the Funds have in place an Independent Review Committee (“IRC”). The IRC acts for all of the applicable CC&L funds. The Funds pay a share of expenses of the IRC, as the IRC provides oversight for conflict of interest matters for the Funds. The cost of the IRC is shared amongst the funds for which the IRC provides governance.

#### Other expenses

The Funds are responsible for audit fees, custodial fees, securityholder reporting fees and other expenses incurred directly for the operations of the Funds.

### 9 Brokerage commissions and soft dollars

The Manager may select brokers who charge commission in “soft dollars” if they determine in good faith that the commission is reasonable in relation to the order execution and research services utilized. Soft dollars represent a means of paying for products or services provided by brokerage firms (e.g., research reports) in exchange for direction transactions (e.g., trade execution) to the brokerage. Funds’ managers may use soft dollars allocated by brokerages to pay for a portion of the total commissions owed to the brokerage.

### 10 Financial risk management

The Funds may be exposed to a variety of financial risks which are described below. The Funds’ exposure to these risks is concentrated in their investment holdings including derivative instruments, where applicable. In determining the risks that apply, and the extent to which they apply, reference should be made to the Schedules of Investment Portfolio and supporting schedules that group securities by asset class, market segment and geographic region (when securities are held in multiple currencies). The Manager aims to manage the potential effects of these financial risks on the Funds’ performance by employing and overseeing professional and experienced portfolio managers that regularly monitor the Funds’ holdings, market events and overall economic conditions.

The portfolio managers use a variety of means to monitor the Funds including the measurement of specific financial and economic variables pertinent to the Funds. The Funds’ risk management program is based on monitoring

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compliance against investment guidelines contained in the Statement of Investment Policy (“SIP”). The SIP is an internal document that outlines how the Funds are managed. The SIP states the investment objective of each Fund and the investment guidelines. The guidelines include permitted investments, acceptable levels of diversification and the permitted uses of derivatives.

Securities are selected with the intent of maximizing returns within the risk parameters defined in the SIP. On a daily basis, these guidelines and other restrictions are monitored against the positions in the Funds using an electronic compliance system to confirm there are no violations and to ensure market movements do not leave the Funds’ portfolio holdings outside specified ranges. Corrective action is taken when necessary and any guideline violations are reported to the Manager.

The Funds may be exposed indirectly to the below risks through investments in exchange-traded funds and underlying funds.

The economic uncertainties around persistent inflation pressure, global pandemic recovery, geopolitical events, climate change and ongoing natural disasters could slow growth in the global economy. Developing reliable estimates and applying judgment continue to be substantially complex. Actual results may differ from those estimates and assumptions.

Refer to the fund specific notes of each Fund for specific risk disclosures.

### Currency risk

Currency risk is the risk that the value of monetary assets and liabilities denominated in currencies other than the Canadian dollar (the functional and presentational currency of the Funds) will fluctuate due to changes in foreign exchange rates. The Schedule of Investment Portfolio of each Fund and supporting schedules identify all investments and derivative instruments denominated in foreign currencies. Bonds and short-term investments issued in foreign countries are exposed to that country’s currency unless otherwise noted. Bonds, short-term investments, future cash flows of the Funds’ financial assets or financial liabilities and derivatives denominated in foreign currencies are exposed to currency risk as prices are converted to the Funds’ functional currency in determining fair value. Foreign equities are not exposed to currency risk since they are considered non-monetary investments. Changes in the market value of these securities due to fluctuations in exchange rates are considered a component of other price risk (see below).

The portfolio manager may utilize hedging strategies at their discretion to minimize exposure to currency risk.

### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Funds’ interest-bearing investments will fluctuate due to changes in prevailing interest rates. The longer the term to maturity, all else being equal, the more sensitive a security is to interest rate risk. The Funds’ exposure to interest rate risk is concentrated in its investment in debt securities (such as bonds and short-term investments) and interest rate derivative instruments, if any. Other assets and liabilities are short-term in nature and non-interest bearing.

The Funds may also hold a limited amount of floating rate debt, cash and short-term investments that expose the Funds to cash flow interest rate risk. The Funds have direct exposure to interest rate changes on the valuation and cash flows of its interest bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Funds invest. Therefore, the sensitivity analysis may not fully indicate the total effect on the Funds’ net assets to holders of redeemable shares of redeemable units of future movements in interest rates.

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The portfolio manager targets the Funds' duration to be within a specified tolerance of the benchmark or as otherwise specified in the SIP in order to minimize exposure to interest rate risk.

### Other price risk

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

Unexpected volatility or illiquidity could occur due to legal, political, regulatory, economic or other developments, such as public health emergencies, including an epidemic or pandemic, natural disasters, war and related geopolitical risks, and may impair the portfolio manager's ability to carry out the objectives of the Funds or cause the Funds to incur losses. Neither the duration nor ultimate effect of any such market conditions, nor the degree to which such conditions may worsen can be predicted.

The portfolio manager adheres to specified investment constraints in relation to asset class and diversification, thus minimizing exposure to other price risk.

Other assets and liabilities are monetary items that are short-term in nature and not subject to other price risk.

### Credit risk

Credit risk is the risk that a loss could arise when a security issuer or counterparty to a financial instrument is unable to meet its financial obligations. To maximize the credit quality of its investments, the Manager performs ongoing credit evaluations of debt issuers. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer. Credit risk can also arise with counterparties on forward contracts. Credit risk exposure for over-the-counter derivative instruments is based on the Funds' unrealized gain of the contractual obligations with the counterparty as at the reporting date. The credit exposure of other assets is represented by their carrying amount.

The Funds measure credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward looking information in determining any expected credit loss. At December 31, 2025 and 2024, all other receivables, amounts due from brokers, cash and short-term deposits are held with counterparties with a credit ratings ranging from AAA to AA. Credit risk related to unsettled transactions is considered small due to the short settlement period involved. Management considers the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term.

Credit ratings are determined from a composite of bond rating services such as Standard & Poor's, Moody's and Dominion Bond Rating Services and are subject to change without notice.

The Funds can also be exposed to credit risk to the extent that the Funds' custodians may not be able to settle trades for cash. RBC Investor Services Trust and CIBC Mellon Trust Company are approved by Canadian Securities Administrator to act as custodians.

### Liquidity risk

Liquidity risk is the risk that the Funds may encounter difficulty in meeting obligations associated with financial liabilities, as they fall due, or may be required to dispose of financial assets at unfavourable prices to do so. The Funds' exposure to liquidity risk is primarily concentrated in the daily cash redemptions of redeemable units.

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Certain securities held by the Funds, particularly non-government issued fixed income securities included in the Schedule of Investments may be less liquid and more susceptible to rapid adverse movements in credit markets. These securities may need to be sold to meet immediate or short-term obligations.

The Funds manage its liquidity risk by maintaining adequate levels of cash, short-term investments and other marketable securities that can be readily liquidated as required. Based on this strategy, liquidity risk is assessed as negligible. With the exception of redeemable units, all of the Funds' financial liabilities are short-term in nature and are expected to mature within three months of the December 31, 2025 financial statement date. All of the Funds' financial liabilities as at December 31, 2024, matured within three months of that financial statement date.

### **Concentration risk**

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographic region, asset type or sector.

The portfolio manager adheres to specified investment constraints in relation to asset class and diversification, thus minimizing exposure to concentration risk.

The Schedule of Investment Portfolios of the respective Funds provide detailed information on the Funds' concentration risk exposure as at December 31, 2025 and 2024.

### **Capital risk management**

Redeemable units issued and outstanding are considered to be capital of the Funds. The Funds are not subject to any internally or externally imposed restrictions on their capital. Each unit is redeemable at the option of the unitholder in accordance with the Declaration of Trust and entitles the unitholder to a pro rata share of the corresponding Fund's NAV. Unitholders are entitled to distributions when declared. Distributions on units of the Funds are reinvested in additional units of the corresponding Fund or at the option of the unitholder, paid in cash.

## **11 Investments in structured entities**

The Funds have determined that all of the mortgage-related and other asset-backed securities in which they invest are unconsolidated structured entities. These securities include mortgage pass-through securities, collateralized mortgage obligations, commercial mortgage-backed securities, asset-backed securities, collateralized debt obligations and other securities that directly or indirectly represent a participation in, or are secured by and payable from, mortgage loans on real property. The debt and equity securities issued by these securities may include tranches with varying levels of subordination. These securities may provide a monthly payment which consists of both interest and principal payments. Mortgage-related securities are created from pools of residential or commercial mortgage loans, including mortgage loans made by savings and loan institutions, mortgage bankers, commercial banks and others. Asset-backed securities are created from many types of assets, including auto loans, credit card receivables, home equity loans, and student loans.

The Funds have determined that all of the exchange-traded funds in which they invest are unconsolidated structured entities. The Funds may invest in exchange-traded funds which provide access to the returns of stock indices, bond indices, or a basket of assets and are intended to replicate the economic effects that would apply had the Funds directly purchased the underlying reference asset or basket of assets. An investment in an exchange-traded fund is subject to all of the risks of investing in the securities held by the exchange-traded fund.

# **Connor, Clark & Lunn Funds Inc.**

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The Funds account for these unconsolidated structured entities at fair value. The fair value of such securities, as disclosed in the Schedule of Investment Portfolio, as applicable, represents the maximum exposure to losses at that date.

During the years ended December 31, 2025 and 2024, the Funds did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support.

### **12 Securities lending**

The Funds may enter into a securities lending program with RBC Investor Services Trust, in order to earn additional income. The aggregate market value of all securities loaned by each Fund will not exceed 50% of the fair value of the assets of the Fund. The Funds will receive collateral of at least 102% of the fair value of the securities on loan. Collateral consists primarily of fixed income securities. Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charges which the Funds' custodian is entitled to receive.