CC&L Core Income & Growth Fund

Interim Management Report of Fund Performance

For the period ended June 30, 2026

This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling us directly at 1.800.939.9674, by writing to us at 1400 - 130 King St. W., P.O. Box 240, Toronto, ON, M5X 1C8 or by visiting our website at www.cclfundsinc.com, or SEDAR+ at www.sedarplus.ca

Security holders may also contact us using one of these methods to request a copy of the investment fund's interim financial report, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Results of Operations

As at June 30, 2026, CC&L Core Income and Growth Fund (the "Fund") held $145.0 million in total net assets. During the period, investors in Series A units in the Fund experienced a return of 8.99%. The blended benchmark for the Fund (50% S&P/TSX Composite Index & 25% S&P/TSX Capped REIT Index & 25% FTSE Canada All Corporate Bond Index) returned 9.52% over the same period. The performance of the different series within the Fund will vary due to the differences in their expense structures. For specific returns by series, please refer to the "Past Performance" section of this report.

The Fund's Net Assets increased by 6.4% or $8.7 million during the period, from $136.3 million on January 1, 2026, to $145.0 million on June 30, 2026. This change in Net Assets resulted from a decrease of $1.5 million due to net redemptions and a decrease of $2.4 million due to distributions and an increase of $12.6 million due to investment operations, including market volatility, income and expense.

The first half of 2026 was characterized by shifting macroeconomic conditions and rising geopolitical risk, both of which shaped equity market performance. The year began on strong footing, supported by resilient economic data and robust corporate earnings. Sentiment deteriorated sharply in March as escalating conflict in the Middle East raised fears of a stagflation shock of slower growth alongside higher inflation. Disruptions in the Strait of Hormuz drove Brent crude more than 60% higher, lifting energy-linked sectors, while technology, particularly software, materially underperformed as advances in AI coding capabilities heightened disruption concerns. Conditions improved through the second quarter as an interim US-Iran peace deal sent oil prices sharply lower, easing stagflation fears. Despite a sluggish domestic economy, investor focus shifted toward resilient U.S. economic data, sustained AI enthusiasm, and strong corporate earnings, driving a broad rotation into cyclicals. Over the time period, Canadian equities outperformed, with the S&P/TSX Composite returning 11.2% versus 10.2% for the S&P 500. Canadian small and mid-cap equities outpaced both, gaining 14.6%, driven primarily by their cyclical exposure to energy and industrials.

The portfolio generated a positive return and outperformed its benchmark in the first half of 2026. Sector allocation drove the outperformance while security selection also slightly added value. From a sector allocation perspective, the underweight position to technology and overweight position to financials were the main sources of added value. From a security selection perspective, stock picking within industrials and real estate added value. Within financials, the underweight position to Brookfield Corp was the top single stock contributor over the period. Within industrials, the overweight position to Exchange Income Corp. also added value. On the negative side, security selection within energy and utilities detracted value.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Recent Developments

Our base case remains constructive, as macroeconomic data and corporate earnings continue to support equity markets. Manufacturing activity has strengthened, labour market trends remain healthy, inflation expectations have eased modestly, and earnings expectations continue to be revised higher in both Canada and the U.S. We believe that as long as earnings growth remains positive and the U.S. Federal Reserve does not embark on a rate hiking cycle, equity markets can continue to trend higher, driven by earnings rather than higher valuation multiples.

Thus far, tariff-related inflation pressures have been concentrated in goods, while services and housing inflation, more important drivers of core inflation, have remained relatively contained. This supports our view that the U.S. Federal Reserve can stay on hold through 2026. The primary risk to our outlook is a renewed rise in inflation expectations that pushes long-term interest rates higher and weighs on equity valuations. We are also cognizant of the potential risk of a slowdown in AI capital spending, given its outsized contribution to economic growth and corporate earnings, and its expected role as a key driver going forwards.

From a portfolio positioning perspective, we continue to look for opportunities in areas that have lagged, following significant outperformance across several market themes. For example, we increased exposure to transportation companies, as improving U.S. manufacturing activity has historically supported stronger freight volumes. In parallel, we added select, more defensive businesses to help temper the portfolio's overall cyclicality. Conversely, we trimmed positions in companies benefiting from higher defence spending following their strong performance and continue to reduce exposure to companies we believe face headwinds from AI adoption.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Caution regarding forward-looking statements

Certain portions of this report, including, but not limited to, “Results of Operations” and “Recent Developments”, may contain forward looking statements including, but not limited to, statements relating to the Fund, its strategy, risks, expected performance and condition. The use of any of the words “anticipate”, “may”, “will”, “expect”, “estimate”, “should”, “believe” and similar expressions are intended to identify forward-looking statements. In addition, any statement that is predictive in nature, that depends upon or refers to future events or conditions, or that may be made concerning future performance, strategies or prospects, and possible future action to be made by the Fund, the Manager and the Fund's portfolio manager, is also a forward-looking statement.

Such statements reflect the opinion of CFI and the Fund’s portfolio manager, Connor, Clark & Lunn Investment Management Ltd., regarding factors that might be reasonably expected to affect the performance and the distributions on units of the Fund, and are based on current expectations and projections about future general economic, political and relevant market factors, such as interest rates, foreign exchange rates, equity and capital markets, regulatory framework and the general business environment and other relevant information available at the time of this report. Changes in these factors may cause actual results to differ materially from the forward-looking information.

CFI believes that the expectations reflected in these forward-looking statements and in the analysis are reasonable, but no assurance can be given that these expectations or the analysis will prove to be correct and accordingly they should not be unduly relied on. These statements speak only as of the date of this report. Actual events and outcomes may differ materially from those described in these forward-looking statements.

We stress that the above mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing any undue reliance on forward-looking statements. Further, you should know there is no specific intention of updating any forward-looking statements contained therein whether as a result of new information, future events or otherwise.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Related Party Transactions

CFI is affiliated with Connor, Clark & Lunn Financial Group Ltd. As disclosed in the prospectus, the portfolio manager retained by the Fund, Connor, Clark & Lunn Investment Management Ltd., is also affiliated with Connor, Clark & Lunn Financial Group Ltd. During the year ended June 30, 2026, no additions or deletions were made to the portfolio managers providing services to the Fund.

As Manager, CFI receives management fees with respect to the day-to-day business and operations of the Fund as described in the section entitled “Management Fees”. These management fees are charged in the normal course of business and are measured at their exchange amount, which approximates that of an arm’s length transaction.

Recommendations or reports by the Independent Review Committee

The Independent Review Committee tabled no special reports and made no reportable material recommendations to the manager of the Fund during the period ended June 30, 2026.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past 5 years. This information is derived from the Fund's unaudited interim financial statements and annual audited financial statements.

The Fund's Net Assets Attributable to Holders of Redeemable Units per Unit

Series A	JUN 30, 2026	DEC 31, 2025	Dec 31, 2024	DEC 31, 2023	DEC 31, 2022	DEC 31, 2021
Net Assets, beginning of Period (1)	**$33.13**	**$31.34**	**$30.49**	**$31.21**	**$35.06**	**$31.01**
Increase (decrease) from operations:						
Total revenues	0.52	1.04	1.06	1.10	0.93	0.89
Total expenses	(0.39)	(0.75)	(0.73)	(0.74)	(0.75)	(0.75)
Realized gains(losses) for the period	1.23	3.19	2.00	1.49	1.83	0.89
Unrealized gains (losses) for the period	1.58	1.27	0.61	(0.82)	(4.40)	4.33
Total increase (decrease) from operations (2)	**2.94**	**4.75**	**2.94**	**1.03**	**(2.39)**	**5.36**
Distributions:						
From net investment income (excluding dividends)	-	-	-		-	-
From dividends	(0.65)	(0.60)	(0.60)	(0.63)	(0.40)	(0.31)
From capital gains	-	(2.44)	(1.50)	(1.15)	(1.08)	-
Return of capital	-	-	-		-	(1.00)
Total distributions (2,3)	**(0.65)**	**(3.04)**	**(2.10)**	**(1.78)**	**(1.48)**	**(1.31)**
Net assets at June 30 or December 31 of the year shown (1,2)	**$35.43**	**$33.13**	**$31.34**	**$30.49**	**$31.21**	**$35.06**

Series A inception date: June 13, 2012

Series C	JUN 30, 2026	DEC 31, 2025	Dec 31, 2024	DEC 31, 2023	DEC 31, 2022	DEC 31, 2021
Net Assets, beginning of Period (1)	**$35.79**	**$33.61**	**$32.47**	**$33.02**	**$36.89**	**$32.44**
Increase (decrease) from operations:						
Total revenues	0.56	1.12	1.13	1.16	0.97	0.93
Total expenses	(0.34)	(0.66)	(0.63)	(0.65)	(0.66)	(0.66)
Realized gains(losses) for the period	1.32	3.44	2.13	1.61	1.91	0.94
Unrealized gains (losses) for the period	1.74	1.39	0.70	(0.93)	(4.76)	4.52
Total increase (decrease) from operations (2)	**3.28**	**5.29**	**3.33**	**1.19**	**(2.54)**	**5.73**
Distributions:						
From net investment income (excluding dividends)	-	-	-		-	-
From dividends	(0.65)	(0.60)	(0.60)	(0.65)	(0.40)	(0.31)
From capital gains	-	(2.57)	(1.57)	(1.17)	(1.09)	-
Return of capital	-	-	-		-	(1.00)
Total distributions (2,3)	**(0.65)**	**(3.17)**	**(2.17)**	**(1.82)**	**(1.49)**	**(1.31)**
Net assets at June 30 or December 31 of the year shown (1,2)	**$38.41**	**$35.79**	**$33.61**	**$32.47**	**$33.02**	**$36.89**

Series C inception date: June 4, 2012

(1) This information is derived from the Fund's audited annual financial statements for prior periods, and from the interim unaudited semi-annual statements for the current period ended June 30, 2026, prepared in accordance with IFRS Accounting Standards.

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the weighted average number of units oustanding over the financial period. This table is not meant to be a reconciliation of beginning to ending net assets per unit.

(3) Distributions were paid to unitholders by way of a combination of both cash payments and reinvestments in additional units of the Fund.

FINANCIAL HIGHLIGHTS

The Fund’s Net Assets Attributable to Holders of Redeemable Units per Unit

Series F	JUN 30, 2026	DEC 31, 2025	Dec 31, 2024	DEC 31, 2023	DEC 31, 2022	DEC 31, 2021
Net Assets, beginning of Period [1]	**$39.94**	**$37.13**	**$35.54**	**$35.78**	**$39.61**	**$34.51**
Increase (decrease) from operations:						
Total revenues	0.63	1.24	1.25	1.27	1.07	0.99
Total expenses	(0.25)	(0.48)	(0.47)	(0.46)	(0.46)	(0.45)
Realized gains(losses) for the period	1.49	3.84	2.36	1.72	2.07	0.98
Unrealized gains (losses) for the period	1.92	1.56	0.72	(0.94)	(4.87)	4.88
Total increase (decrease) from operations [2]	**3.79**	**6.16**	**3.86**	**1.59**	**(2.19)**	**6.40**
Distributions:						
From net investment income (excluding dividends)	-	-	-		-	-
From dividends	(0.65)	(0.60)	(0.60)	(0.63)	(0.40)	(0.31)
From capital gains	-	(2.79)	(1.67)	(1.25)	(1.12)	-
Return of capital	-	-	-		-	(1.00)
Total distributions [2,3]	**(0.65)**	**(3.39)**	**(2.27)**	**(1.88)**	**(1.52)**	**(1.31)**
Net assets at June 30 or December 31 of the year shown [1,2]	**$43.08**	**$39.94**	**$37.13**	**$35.54**	**$35.78**	**$39.61**

Series F inception date: June 19, 2012

(1) This information is derived from the Fund's audited annual financial statements for prior periods, and from the interim unaudited semi-annual statements for the current period ended June 30, 2026, prepared in accordance with IFRS Accounting Standards.

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the weighted average number of units oustanding over the financial period. This table is not meant to be a reconciliation of beginning to ending net assets per unit.

(3) Distributions were paid to unitholders by way of a combination of both cash payments and reinvestments in additional units of the Fund.

FINANCIAL HIGHLIGHTS

Ratios & Supplemental Data:

Series A	JUN 30, 2026	DEC 31, 2025	Dec 31, 2024	DEC 31, 2023	DEC 31, 2022	DEC 31, 2021
Total net asset value (000s) (1)	$52,486	$49,138	$49,986	$50,392	$52,231	$58,292
Number of units outstanding (1)	1,481,306	1,483,201	1,594,824	1,652,825	1,673,537	1,662,524
Management expense ratio (2)	2.20%	2.24%	2.23%	2.31%	2.23%	2.19%
Management expense ratio before waivers or absorption (3)	2.20%	2.24%	2.23%	2.31%	2.23%	2.19%
Portfolio turnover rate (4)	29.13%	73.79%	65.22%	59.66%	40.34%	19.86%
Trading expense ratio (5)	0.05%	0.07%	0.08%	0.07%	0.04%	0.02%
Net asset value per unit	$35.43	$33.13	$31.34	$30.49	$31.21	$35.06

Series A inception date: June 13, 2012

Series C	JUN 30, 2026	DEC 31, 2025	Dec 31, 2024	DEC 31, 2023	DEC 31, 2022	DEC 31, 2021
Total net asset value (000s) (1)	$5,593	$5,439	$5,625	$6,687	$8,290	$15,777
Number of units outstanding (1)	145,632	151,986	167,374	205,966	251,060	427,663
Management expense ratio (2)	1.80%	1.80%	1.79%	1.88%	1.83%	1.81%
Management expense ratio before waivers or absorption (3)	1.80%	1.80%	1.79%	1.88%	1.83%	1.81%
Portfolio turnover rate (4)	29.13%	73.79%	65.22%	59.66%	40.34%	19.86%
Trading expense ratio (5)	0.05%	0.07%	0.08%	0.07%	0.04%	0.02%
Net asset value per unit	$38.41	$35.79	$33.61	$32.47	$33.02	$36.89

Series C inception date: June 4, 2012

Series F	JUN 30, 2026	DEC 31, 2025	Dec 31, 2024	DEC 31, 2023	DEC 31, 2022	DEC 31, 2021
Total net asset value (000s) (1)	$86,937	$81,762	$78,294	$81,586	$80,922	$73,487
Number of units outstanding (1)	2,018,115	2,047,269	2,108,500	2,295,491	2,261,378	1,855,348
Management expense ratio (2)	1.15%	1.15%	1.18%	1.18%	1.16%	1.14%
Management expense ratio before waivers or absorption (3)	1.15%	1.15%	1.18%	1.18%	1.16%	1.14%
Portfolio turnover rate (4)	29.13%	73.79%	65.22%	59.66%	40.34%	19.86%
Trading expense ratio (5)	0.05%	0.07%	0.08%	0.07%	0.04%	0.02%
Net asset value per unit	$43.08	$39.94	$37.13	$35.54	$35.78	$39.61

Series F inception date: June 19, 2012

(1) This information is provided as at June 30 or December 31 of the years shown.

(2) Management expense ratio is based on total expenses (excluding margin interest, commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(3) The Manager of the Fund, CC&L Funds Inc., may waive or absorb a portion of the operating expenses of the Fund. Waivers and absorption can be terminated at any time.

(4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor trades its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a Fund's portfolio turnover in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund.

(5) The trading expense ratio represents margin interest, borrow fees on investments sold short, total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

MANAGEMENT FEES

Management Fees

The Fund is managed by CFI. As consideration for providing investment advisory and management services, CFI receives a management fee from the Fund, based on the net asset value of the respective series, calculated daily and payable monthly in arrears. In respect of units of all series of the Fund other than Series FI, the management fee is paid by the Fund to CFI. No management fees are charged to 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. Management fees on Series FI units are not expenses of the Fund. CFI uses a portion of management fees to pay for trailing commissions to registered dealers (if applicable) based on amounts invested in the Fund. CFI uses the remaining portion of the management fees to pay for investment advice, including fees charged by the Fund's portfolio manager, and general administration expenses and retains the balance for profit. The following table summarizes the annual management fee rates (excluding GST and HST) of each series of the Fund, expressed as a percentage of the Fund's value, and the portion used for dealer compensation and the portion used for or attributed to investment advice, general administration and profit.

		As a percentage of management fees	
	Annual Rates	Dealer Compensation	Investment advice, administration and profit
Series A	1.90%	52.63%	47.37%
Series C	1.50 %	26.67%	73.33%
Series F	0.90%	0.00%	100.00%
Series FI	0.00%	0.00%	0.00%

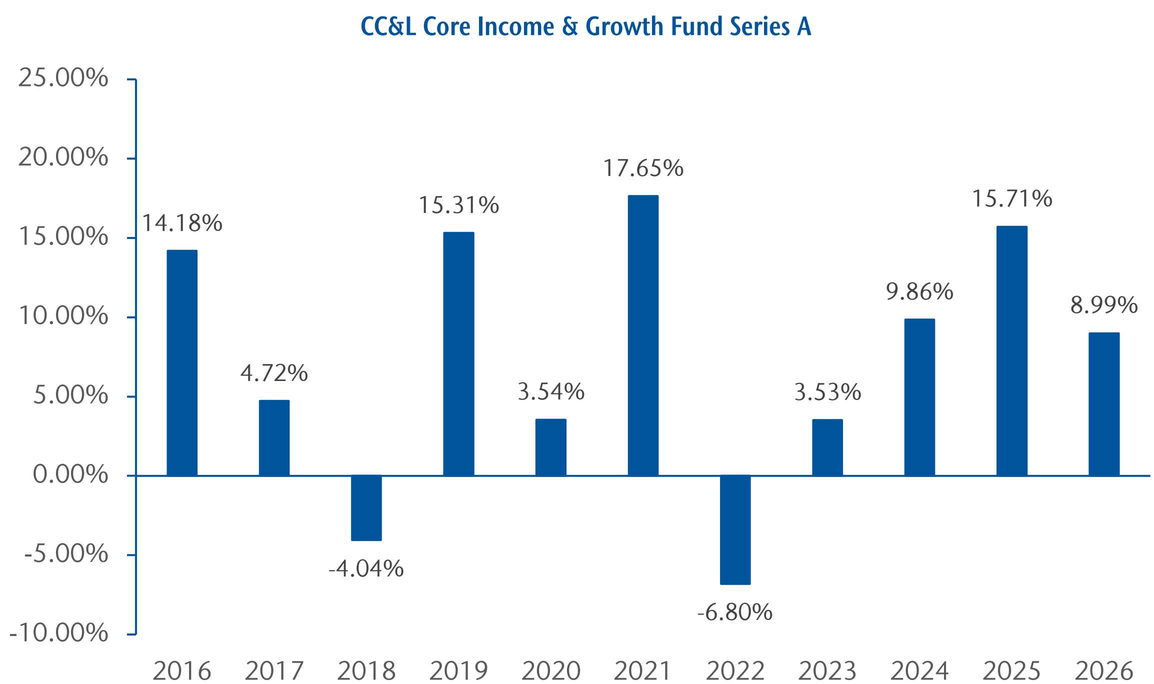
PAST PERFORMANCE

Past Performance

The performance information shown below assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. Note that the performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-by-year Returns

The following bar charts show the Fund's annual performance for each of the years shown and for the six-month period ended June 30, 2026 and illustrate how the Fund's performance has changed from period to period. The charts show, in percentage terms, how much an investment made on the first day of each financial period would have grown or decreased by the last day of each financial period.



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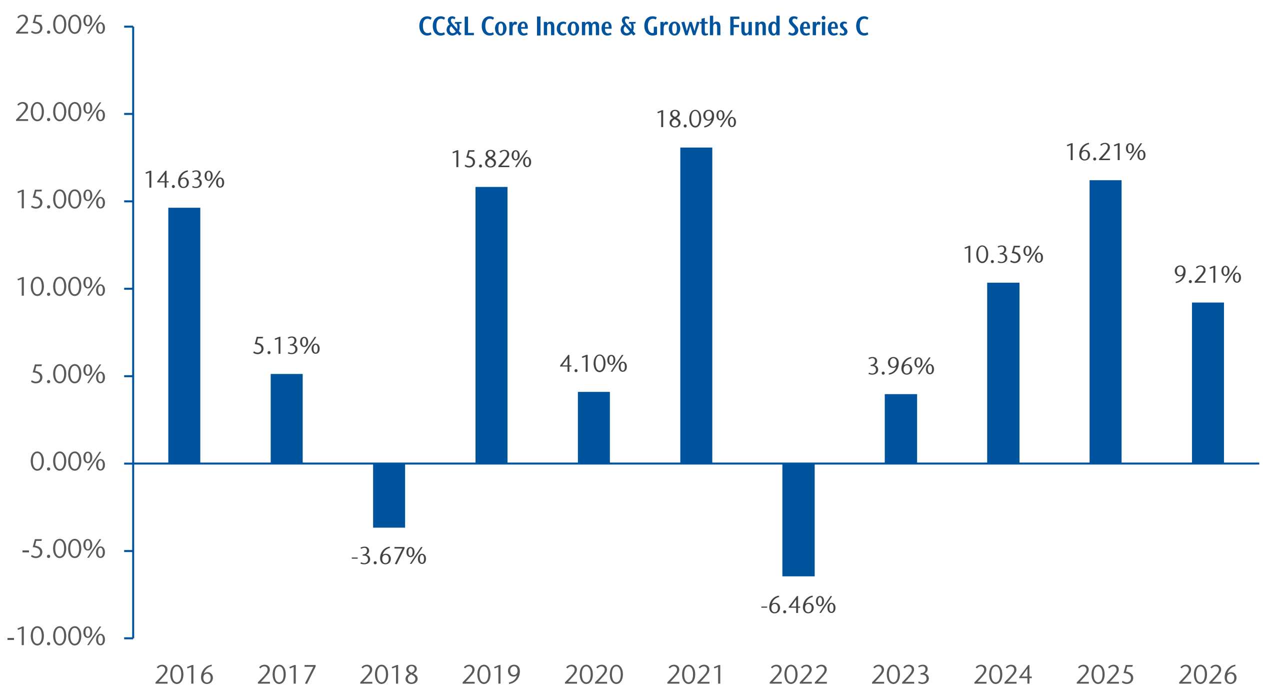

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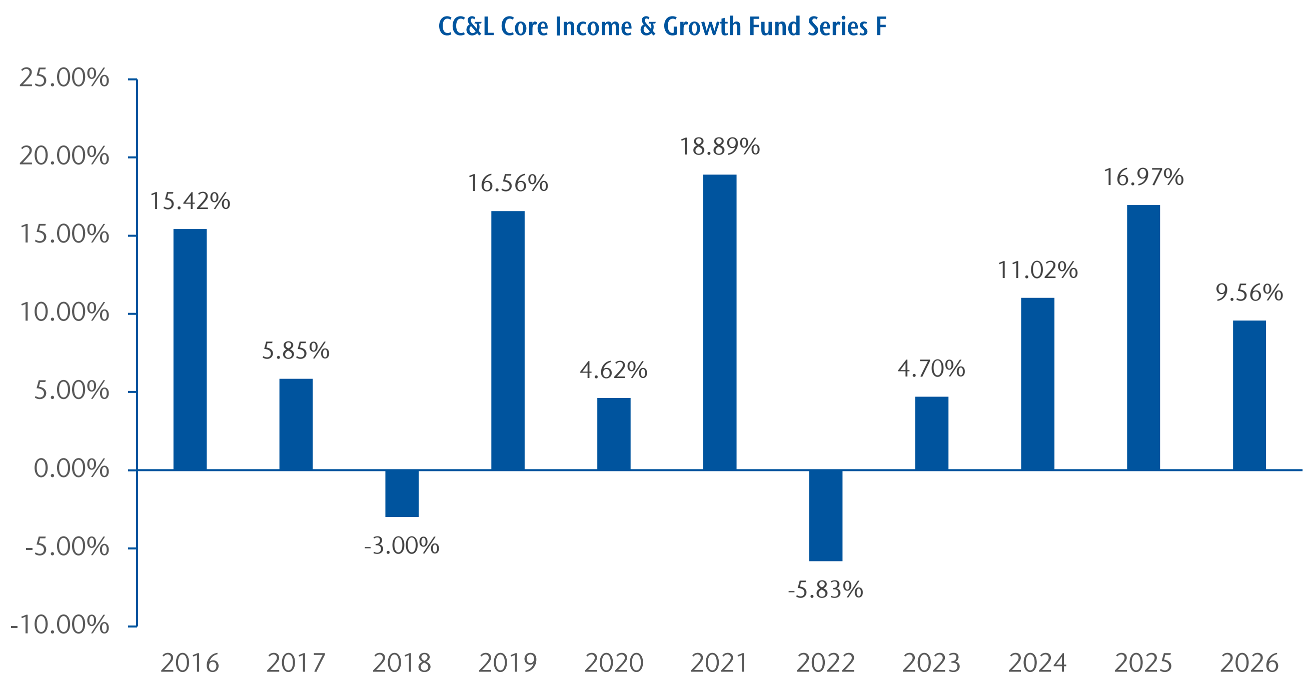

SUMMARY OF INVESTMENT PORTFOLIO

Below is a breakdown of the Fund's investment holdings as at June 30 2026. The individual holdings and their relative percentage of the overall fund will change between reporting periods as markets change and the portfolio manager buys and sells individual securities.

Asset Mix	% of Net Asset Value
Canadian equities	71.1
U.S. equities	1.3
Foreign equities	2.3
Fixed income	22.4
Short-term investments	2.7
Other assets less liabilities	0.2
	100.0

Sector Allocation	% of Net Asset Value
Communication services	0.7
Consumer discretionary	1.3
Consumer staples	2.3
Energy	11.3
Financials	23.4
Health care	1.9
Industrials	9.5
Information technology	0.6
Materials	8.6
Real estate	9.3
Utilities	5.8
Fixed income	22.4
Short-term investments	2.7
Other assets less liabilities	0.2
	100.0

	Top 25 Investments	% of Net Asset Value
1	Royal Bank of Canada	6.7
2	Toronto-Dominion Bank	5.1
3	Enbridge Inc. 4.57% 2044.03.11	3.0
4	National Bank Of Canada 5.279% 2029.02.15	3.0
5	Capital Power Corp 4.831% 2031.09.16	2.9
6	Telus Corp 4.95% 2031.02.18	2.9
7	Hydro One Inc 4.91% 2028.01.27	2.8
8	Canadian Pacific Kansas City Ltd	2.7
9	CU Inc 4.085% 2044.09.02	2.5
10	Suncor Energy Inc.	2.5
11	Agnico Eagle Mines Ltd	2.2
12	TC Energy Corp	2.2
13	Canadian Imperial Bank of Commerce	2.2
14	Great West Lifeco	2.1
15	Toronto-Dominion Bank 4.231% 2030.02.01	1.9
16	Bank of Montreal	1.9
17	Manulife Financial Corp.	1.8
18	Bell Canada 3.0% 2031.03.17	1.8
19	Barrick Mining Corp	1.7
20	Chartwell Retirement Residences	1.6
21	Crombie Real Estate Invt Trust	1.6
22	Capital Power Corp	1.6
23	Enbridge Inc.	1.5
24	National Bank of Canada	1.5
25	Dream Industrial Real Estate Investment Trust	1.4
		61.2

Note: The investments and percentages may have changed by the time you purchase units of this Fund. The top 25 investment holdings are made available quarterly, 60 days after quarter end.