CONNOR, CLARK & LUNN FUNDS

CC&L Global Alpha 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.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Results of Operations

As at June 30, 2026, CC&L Global Alpha Fund (the “Fund”) held $2.0 billion in total net assets. During the period, the Fund returned 8.65% (series A). The benchmark for the Fund (MSCI World Small Cap Net Index (CAD$)), returned 20.71% over the same period. The performance of the different series within the Fund will vary due to the differences in their fee structures. For specific returns by series, please refer to the “Past Performance” section of the report.

The Fund's Net Assets increased by 4.8% or $92.7 million during the period, from $1.9 billion on January 1, 2026, to $2.0 billion on June 30, 2026. This change in Net Assets resulted from a decrease of $82.8 million due to net redemptions and a decrease of $11.2 million due to distributions and an increase of $186.7 million due to investment operations, including market volatility, income and expense.

The Global Small Cap Strategy ended the period underperforming its reference index. For the first half of 2026, security selection was the primary detractor from relative performance, while asset allocation also detracted. The underperformance was largely attributable to a narrow and momentum-driven market environment, where benchmark returns were heavily influenced by several direct and indirect AI beneficiaries (datacenters, semiconductors, and related industrial and material companies). This created a difficult backdrop for a portfolio built around diversification through companies with strong balance sheets, resilient earnings and attractive long-term growth prospects.

From a factor perspective, Momentum led global equity markets. This was particularly visible in Technology & Hardware stocks, where the benchmark’s exposure to a small number of semiconductor- and AI-related winners had an outsized impact on relative returns. For example, SanDisk, which was not held in the portfolio, was the largest individual headwind to relative performance as its enormous rally in first half of 2026 and its outsized benchmark weight was a significant headwind to relative performance.

Despite the challenging relative backdrop, the portfolio continued to generate meaningful positive contributions from a number of holdings. Extendicare was the largest contributor over the period, supported by strong earnings and improving profitability. Sanmina and Diodes also contributed positively as both benefited from strong demand tied to datacenter, AI-related hardware, industrial and automotive end markets. UMB Financial and Commvault were also positive contributors, reflecting resilient fundamentals in financials and enterprise software.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Recent Developments

The first half of 2026 was defined by a sharp and unusually narrow rotation across global equity sectors. Early in the period, market leadership favored gold- and materials-related exposures, before shifting decisively toward Energy, as geopolitical tensions in the Middle East intensified and markets repriced oil and inflation risk. In the second quarter, the dominant equity theme became the powerful AI, datacenter and semiconductor rally, which sustained momentum in semiconductors, technology hardware and related infrastructure names. That enthusiasm also spilled into adjacent areas of Industrials and Materials, where companies with indirect links to AI infrastructure were rewarded.

We are not planning major adjustments to the portfolio's sector or country allocations based on these short-term market conditions. Rather, we remain focused on maintaining a diversified portfolio of companies with defensible business models, strong fundamentals and valuations that we believe are below intrinsic value – it is our belief that this approach leads to positive long-term outcomes. At the end of the period, the portfolio remains well diversified across the various countries, currencies and industries that comprise the benchmark.

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, Global Alpha Capital Management, 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.

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, Global Alpha Capital Management, 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 five 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)	**$12.89**	**$11.99**	**$11.23**	**$10.80**	**$12.91**	**$11.47**
Increase (decrease) from operations:						
Total revenues	0.13	0.22	0.23	0.26	0.20	0.34
Total expenses	(0.18)	(0.33)	(0.33)	(0.32)	(0.30)	(0.35)
Realized gains(losses) for the period	1.19	0.30	1.73	0.18	(0.12)	2.07
Unrealized gains (losses) for the period	(0.02)	0.77	0.51	0.32	(1.90)	0.28
Total increase (decrease) from operations (2)	**1.12**	**0.96**	**2.14**	**0.44**	**(2.12)**	**2.34**
Distributions:						
From net investment income (excluding dividends)	-	-	-		-	-
From dividends	-	-	(0.01)	(0.03)	(0.03)	(0.29)
From capital gains	-	(0.08)	(1.40)		-	(0.76)
Return of capital	-	-	-		-	-
Total distributions (2,3)	**-**	**(0.08)**	**(1.41)**	**(0.03)**	**(0.03)**	**(1.05)**
Net assets at June 30 or December 31 of the year shown (1,2)	**$14.01**	**$12.89**	**$11.99**	**$11.23**	**$10.80**	**$12.91**

Series A inception date: May 12, 2014

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)	**$13.86**	**$12.80**	**$11.93**	**$11.42**	**$13.54**	**$11.95**
Increase (decrease) from operations:						
Total revenues	0.14	0.24	0.26	0.28	0.21	0.36
Total expenses	(0.12)	(0.21)	(0.21)	(0.21)	(0.18)	(0.22)
Realized gains(losses) for the period	1.28	0.34	2.00	0.18	(0.02)	2.13
Unrealized gains (losses) for the period	(0.02)	0.83	0.08	0.34	(2.58)	0.40
Total increase (decrease) from operations (2)	**1.28**	**1.20**	**2.13**	**0.59**	**(2.57)**	**2.67**
Distributions:						
From net investment income (excluding dividends)	-	-	-		-	-
From dividends	(0.03)	(0.05)	(0.08)	(0.09)	(0.05)	(0.37)
From capital gains	-	(0.09)	(1.50)		-	(0.80)
Return of capital	-	-	-		-	-
Total distributions (2,3)	**(0.03)**	**(0.14)**	**(1.58)**	**(0.09)**	**(0.05)**	**(1.17)**
Net assets at June 30 or December 31 of the year shown (1,2)	**$15.10**	**$13.86**	**$12.80**	**$11.93**	**$11.42**	**$13.54**

Series F inception date: June 24, 2014

(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.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

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)	$11,932	$11,197	$11,017	$8,901	$8,762	$10,243
Number of units outstanding (1)	851,752	868,405	918,897	792,698	810,981	793,363
Management expense ratio (2)	2.39%	2.42%	2.43%	2.56%	2.38%	2.37%
Management expense ratio before waivers or absorption (3)	2.39%	2.42%	2.43%	2.56%	2.38%	2.37%
Portfolio turnover rate (4)	30.69%	41.36%	40.12%	29.30%	29.05%	30.05%
Trading expense ratio (5)	0.13%	0.08%	0.09%	0.09%	0.07%	0.07%
Net asset value per unit	$14.01	$12.89	$11.99	$11.23	$10.80	$12.91

Series A inception date: May 12, 2014

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)	$88,475	$81,434	$74,956	$37,316	$40,535	$44,414
Number of units outstanding (1)	5,858,827	5,875,797	5,854,103	3,127,185	3,549,501	3,280,786
Management expense ratio (2)	1.36%	1.35%	1.34%	1.44%	1.33%	1.31%
Management expense ratio before waivers or absorption (3)	1.36%	1.35%	1.34%	1.44%	1.33%	1.31%
Portfolio turnover rate (4)	30.69%	41.36%	40.12%	29.30%	29.05%	30.05%
Trading expense ratio (5)	0.13%	0.08%	0.09%	0.09%	0.07%	0.07%
Net asset value per unit	$15.10	$13.86	$12.80	$11.93	$11.42	$13.54

Series F inception date: June 24, 2014

(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, the management fee is paid by the Portfolio to CFI. 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 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	2.20%	45.45%	54.55%
Series F	1.20%	0.00%	100.00%

(1) Series FI was launched in February 2026. 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.

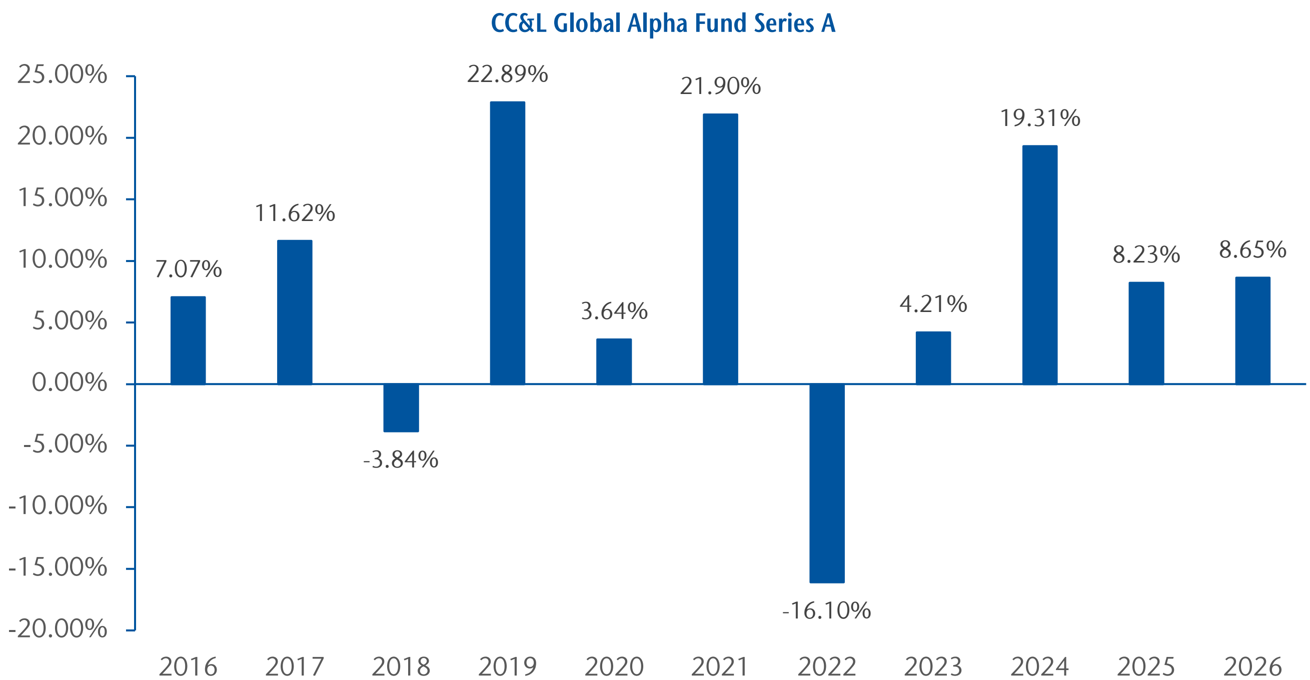
PAST PERFORMANCE

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.



PAST PERFORMANCE

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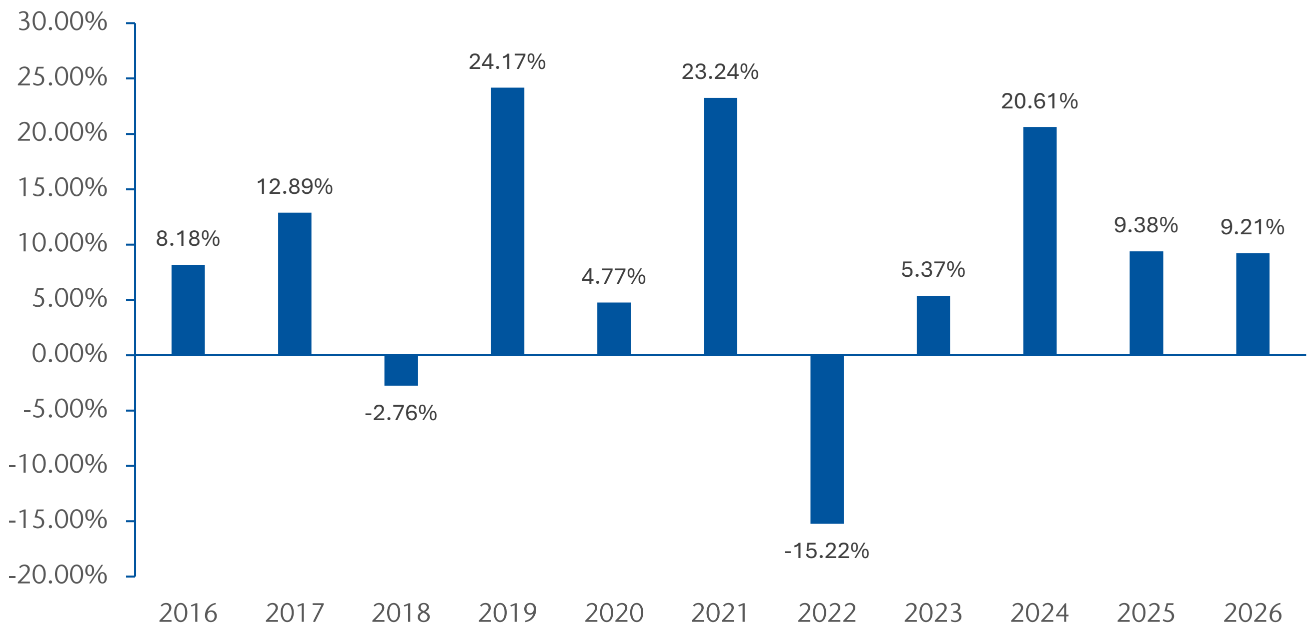
CC&L Global Alpha Fund Series F



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
North America	58.0
Europe & Middle East	18.3
Japan	14.4
Pacific ex Japan	6.9
Other assets less liabilities	2.4
	100.0

Sector Allocation	% of Net Asset Value
Communication services	3.1
Consumer discretionary	9.3
Consumer staples	5.6
Energy	2.5
Financials	11.6
Health care	13.7
Industrials	19.7
Information technology	12.6
Materials	7.5
Real estate	9.3
Utilities	2.7
Other assets less liabilities	2.4
	100.0

Top 25 Investments		% of Net Asset Value
1	Extendicare Inc	4.4
2	Savills PLC	3.4
3	Umb Financial Corp	3.2
4	Daiei Kankyo Co Ltd	3.0
5	Ormat Technologies Inc	2.7
6	Sanmina Corp.	2.6
7	Als Ltd	2.5
8	Globus Medical A	2.3
9	Commvault Systems Inc	2.3
10	Americold Realty Trust Inc	2.2
11	Diodes Inc	2.2
12	Yokohama Financial Group Inc	2.1
13	Sega Sammy Holdings Inc	1.9
14	Gxo Logistics Inc	1.8
15	Cvs Group Plc	1.8
16	Rush Enterprises Inc	1.7
17	Eagle Materials Inc.	1.7
18	Boston Beer Inc -cl A	1.6
19	Ani Pharmaceuticals Inc	1.6
20	Salmar Asa	1.5
21	Rayonier Inc	1.5
22	Nof Corp	1.5
23	Loomis Ab-B	1.5
24	Federal Signal Corp	1.4
25	Rfa Financial Inc	1.4
		54.0

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.