



DECEMBER 2025

# Public Equity Pooled Investment Portfolios

Financial Statements

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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION**

**PUBLIC EQUITY - POOLED INVESTMENT PORTFOLIOS**

**GROUP OF FUNDS**

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Active Canadian Equity Fund  
Indexed Canadian Equity Fund  
Active U.S. Small Cap Equity Fund  
Active Global Equity Fund  
Global Quantitative Active Equity Fund  
Indexed Global Equity Fund 1  
Indexed Global Equity Fund 2  
Active Emerging Markets Equity Fund  
Indexed Emerging Markets Equity Fund  
Thematic Public Equity Fund  
Indexed EAFE Equity Fund

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**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2025**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

British Columbia Investment Management Corporation (BCI) manages Pooled Investment Portfolios (the "Funds") on behalf of governing fiduciaries such as pension fund trustees and other public sector clients. This report contains the financial statements for the following Funds for the year ended December 31, 2025:

Active Canadian Equity Fund	Indexed Global Equity Fund 2
Indexed Canadian Equity Fund	Active Emerging Markets Equity Fund
Active U.S. Small Cap Equity Fund	Indexed Emerging Markets Equity Fund
Active Global Equity Fund	Thematic Public Equity Fund
Global Quantitative Active Equity Fund	Indexed EAFE Equity Fund
Indexed Global Equity Fund 1	

The financial statements of the Funds have been prepared by management of BCI and approved by the Chief Investment Officer/Chief Executive Officer. All of the financial statements have been prepared in accordance with IFRS Accounting Standards. The Material Accounting Policy Information used in the preparation of these statements are disclosed in note 3 to the financial statements. The statements include certain amounts that are based on management's judgement and best estimates.

BCI's Board has established an Audit Committee (the "Committee"). The Committee's mandate includes making recommendations on the appointment of the external auditor for the Funds, reviewing the external audit plan; reviewing BCI's System and Organization Controls Report for the Investment System of British Columbia Investment Management Corporation, and reviewing the annual audited financial statements of the Funds. The Committee reviews the recommendations of the internal and external auditors with respect to internal controls and the responses of management to those recommendations, and also meets with management and the internal and external auditors to review annual audit plans.

BCI maintains systems of internal control and supporting processes to provide reasonable assurance that assets are safeguarded; that transactions are appropriately authorized and recorded; and that there are no material misstatements in the financial statements. BCI's internal control framework includes: a strong corporate governance structure; a code of conduct that includes conflict of interest guidelines; an organizational structure that provides for appropriate segregation of duties and accountability for performance; an enterprise-wide risk management framework that identifies, monitors and reports on key risks; and Board-approved Fund Policies and client-approved investment mandates. BCI's investment system is supported by an independent service auditor who tests the design and operating effectiveness of controls around the investment system and reports directly to the Audit Committee.

BCI's external auditors, KPMG LLP, have full and unrestricted access to the Audit Committee and BCI management. KPMG LLP discusses with management and the Committee the results of their audit of the Funds' financial statements and related findings with respect to such audits. Each of the Fund financial statements is audited by KPMG LLP in accordance with Canadian generally accepted auditing standards. KPMG LLP has performed such tests and other procedures as they considered necessary to express an opinion on the Fund financial statements.

***[S] Gordon J. Fyfe***

Gordon J. Fyfe

Chief Executive Officer / Chief Investment Officer

***[S] Rechelle Effendy***

Rechelle Effendy

Senior Vice President, Finance & CFO

Victoria, British Columbia  
April 13, 2026



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## INDEPENDENT AUDITOR'S REPORT

To the unitholders of the following Public Equity - Pooled Investment Portfolios

Active Canadian Equity Fund

Indexed Canadian Equity Fund

Active U.S Small Cap Equity Fund

Active Global Equity Fund

Global Quantitative Active Equity Fund

Indexed Global Equity Fund 1

Indexed Global Equity Fund 2

Active Emerging Markets Equity Fund

Indexed Emerging Markets Equity Fund

Thematic Public Equity Fund

Indexed EAFE Equity 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
- the statements of comprehensive income (loss) for the year then ended
- the statements of changes in net assets attributable to holders of redeemable units for the year then ended
- the statements of cash flows for the year 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 their financial performance and their cash flows for the year 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.

### ***Responsibilities of the Manager and Those Charged with Governance 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' abilities to continue as going concerns, 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.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

### ***Auditor’s Responsibilities for the Audit of the Financial Statements***

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

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

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

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



We also:

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

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Manager's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- 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' abilities to continue as going concerns. 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 going concerns.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants

Vancouver, Canada

April 13, 2026

## ACTIVE CANADIAN EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 1,050	\$ —
Receivable from sale of investments		52,859	37,851
Dividends receivable		5,484	8,615
Investments		5,131,237	4,538,496
<b>Total assets</b>		<b>5,190,630</b>	<b>4,584,962</b>
<b>Liabilities</b>			
Payable for purchase of investments		108,856	108,947
BCI cost recoveries payable	4	594	631
Other accounts payable		57	100
Derivative liabilities:			
Options		—	594
		109,507	110,272
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 5,081,123</b>	<b>\$ 4,474,690</b>
Number of redeemable units outstanding	5	1,686,057.272	1,832,509.037
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 3</b>	<b>\$ 2</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## ACTIVE CANADIAN EQUITY FUND

### Statement of Comprehensive Income (Loss)

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 5,129	\$ 13,829
Dividend income		92,281	98,829
Securities lending income		145	217
Other income		4	5,810
Foreign exchange gain (loss)		(47)	18
Change in fair value of investments and derivatives:			
Net realized gain		716,233	631,337
Net change in unrealized gain (loss)		177,580	(65,179)
<b>Total revenue</b>		<b>991,325</b>	<b>684,861</b>
<b>Expenses</b>			
BCI cost recoveries	4	8,024	7,494
Administrative fees		117	185
Commissions and stock exchange fees		11,900	13,944
<b>Total operating expenses</b>		<b>20,041</b>	<b>21,623</b>
Increase in net assets attributable to holders of redeemable units before distributions		971,284	663,238
Distributions to holders of redeemable units		(856,435)	(701,378)
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		<b>\$ 114,849</b>	<b>\$ (38,140)</b>

**ACTIVE CANADIAN EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 4,474,690	\$ 4,000,902
Increase (decrease) in net assets attributable to holders of redeemable units	114,849	(38,140)
Redeemable unit transactions:		
Proceeds from units issued	138,200	168,967
Reinvestment of distributions	856,435	701,378
Amounts paid for units redeemed	(503,051)	(358,417)
Net increase from redeemable unit transactions	491,584	511,928
<b>Balance, end of year</b>	<b>\$ 5,081,123</b>	<b>\$ 4,474,690</b>

## ACTIVE CANADIAN EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 114,849	\$ (38,140)
Adjustments for:		
Foreign exchange (gain) loss	47	(18)
Interest income	(5,129)	(13,829)
Dividend income	(92,281)	(98,829)
Net realized gain from investments and derivatives	(716,233)	(631,337)
Net change in unrealized (gain) loss of investments and derivatives	(177,580)	65,179
Amortization of premiums and discounts	(147)	(901)
Distributions to holders of redeemable units	856,435	701,378
BCI cost recoveries payable	(37)	7
Other accounts payable	(43)	34
Interest received	5,129	13,829
Dividends received	95,412	98,014
Net sale of investments and derivatives	285,526	93,689
	365,948	189,076
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	138,200	168,967
Payments on redemption of redeemable units	(503,051)	(358,417)
	(364,851)	(189,450)
Net increase (decrease) in cash	1,097	(374)
Effect of exchange rate changes on cash	(47)	18
Cash, beginning of year	—	356
<b>Cash, end of year</b>	<b>\$ 1,050</b>	<b>\$ —</b>

## ACTIVE CANADIAN EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 4,895,769	\$ 4,559,292	\$ 4,155,036	\$ 3,992,905
Exchange Traded Funds	2,808	2,211	109,834	112,605
	4,898,577	4,561,503	4,264,870	4,105,510
<b>Money Market Investments</b>				
Units in BCI Pooled Investment Portfolio				
Canadian Money Market Fund ST1	232,660	232,659	273,626	273,626
<b>Total Investments</b>	<b>\$ 5,131,237</b>	<b>\$ 4,794,162</b>	<b>\$ 4,538,496</b>	<b>\$ 4,379,136</b>

## ACTIVE CANADIAN EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>OTC</b>						
Options - Written	—	—	—	46,146	—	(594)
<b>Total</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 46,146</b>	<b>\$ —</b>	<b>\$ (594)</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ —	\$ 46,146
<b>Total</b>	<b>\$ —</b>	<b>\$ 46,146</b>

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## ACTIVE CANADIAN EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Active Canadian Equity Fund (the "Fund") provides clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of the Canadian equity market (primarily large and mid-cap). As an actively managed portfolio, the focus is on selecting quality companies that will generate higher returns than the Fund's benchmark. The Fund's benchmark is the S&P/TSX Capped Composite Index (the "Index"). The Fund is designed to complement clients' indexed fund holdings and give them a broader exposure to the Canadian equity market. The performance objective of the Fund is to exceed the return of the Fund's benchmark return on a risk-adjusted basis.

The Fund is comprised of portfolios managed by BCI as well as external investment managers (the "Managers") under contract to BCI. BCI selects the Managers on the basis of their approach, process, historical track record, and the strength of their investment team. The Managers operate independently of each other and are given specific value-added targets, consistent with their expected risk profile. In addition to the potential for higher returns, the Fund provides clients with: a diversity of active management investment styles; exposure to a variety of market outlooks; and exposure to the various segments of Canadian equity markets (primarily large and mid-cap).

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of Canadian companies;
- publicly traded income trust units;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- units in the Managers' pooled funds provided such holdings are permissible investments for the Fund;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- money market securities rated A-1 (low) or better, and units of BCI's Canadian Money Market Fund (ST1), and/or Canadian Money Market Fund (ST2); and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## ACTIVE CANADIAN EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
AAA/AA	\$ —	\$ —	\$ —	\$ 12,425	\$ —	(\$ 87)
A	—	—	—	33,721	—	(507)
<b>Total Derivatives</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 46,146</b>	<b>\$ —</b>	<b>(\$ 594)</b>

The Fund's other financial assets are not exposed to significant credit risk.

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ —	\$ —	\$ —	\$ —	\$ —	—
Derivative liabilities	—	—	—	—	—	—
	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>—</b>

  

	2024					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ —	\$ —	\$ —	\$ —	\$ —	—
Derivative liabilities	(594)	(594)	—	—	—	(594)
	<b>\$ (594)</b>	<b>\$ (594)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>(594)</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

### Currency Risk

The Fund is not exposed to significant currency risk since the majority of the Fund's assets and liabilities are denominated in Canadian dollars and amounts denominated in other currencies are considered nominal.

## ACTIVE CANADIAN EQUITY FUND

### Other Price Risk

Management monitors the concentration of risk for equity investments based on industry and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 266,645	5.4 %	\$ 139,970	3.4 %
Consumer Staples	164,751	3.4	202,690	4.9
Energy	487,483	10.0	344,573	8.3
Financials	1,556,653	31.8	1,186,986	28.6
Industrials	936,315	19.1	1,169,621	28.1
Information Technology	661,235	13.5	596,033	14.3
Materials	517,774	10.6	426,783	10.3
Real Estate	100,864	2.1	—	—
Telecommunication Services	41,422	0.8	7,776	0.2
Utilities	162,627	3.3	80,604	1.9
<b>Total</b>	<b>\$ 4,895,769</b>	<b>100.0 %</b>	<b>\$ 4,155,036</b>	<b>100.0 %</b>

As at December 31, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$436,977 (2024 - \$384,823) or 8.6% (2024 - 8.6%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Canada	\$ 4,683,311	95.7 %	\$ 3,957,786	95.3 %
United States	212,458	4.3	197,250	4.7
<b>Total</b>	<b>\$ 4,895,769</b>	<b>100.0 %</b>	<b>\$ 4,155,036</b>	<b>100.0 %</b>

## ACTIVE CANADIAN EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 4,895,769	\$ —	\$ 4,895,769	\$ 4,155,036	\$ —	\$ 4,155,036
	4,895,769	—	4,895,769	4,155,036	—	4,155,036
<b>Investments in structured entities</b>						
Exchange traded funds	2,808	—	2,808	109,834	—	109,834
BCI Money market funds	—	232,660	232,660	—	273,626	273,626
	2,808	232,660	235,468	109,834	273,626	383,460
Total investments	4,898,577	232,660	5,131,237	4,264,870	273,626	4,538,496
Options, net	—	—	—	—	(594)	(594)
<b>Total</b>	<b>\$ 4,898,577</b>	<b>\$ 232,660</b>	<b>\$ 5,131,237</b>	<b>\$ 4,264,870</b>	<b>\$ 273,032</b>	<b>\$ 4,537,902</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 10.5% (2024 - 7.3%) of the net assets of Investee money market funds administered by BCI
- —% (2024 - 0.8%) of the net assets of Investee fund administered by external manager

## INDEXED CANADIAN EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 25,932	\$ 19,596
Receivable from sale of investments		—	90
Dividends receivable		4,238	3,588
Other receivables		—	106
Derivative assets:			
Swaps		1,746	—
Investments		2,395,157	1,562,294
<b>Total assets</b>		<b>2,427,073</b>	<b>1,585,674</b>
<b>Liabilities</b>			
Payable for purchase of investments		1,783	328
BCI cost recoveries payable	4	46	43
Other accounts payable		181	28
		2,010	399
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 2,425,063</b>	<b>\$ 1,585,275</b>
Number of redeemable units outstanding	5	115,444	99,361
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 21,006</b>	<b>\$ 15,955</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## INDEXED CANADIAN EQUITY FUND

### Statement of Comprehensive Income

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 1,309	\$ 38,916
Dividend income		58,279	32,098
Securities lending income		221	753
Other income		496	911
Foreign exchange gain (loss)		(28)	81
Change in fair value of investments and derivatives:			
Net realized gain		164,735	242,495
Net change in unrealized gain		419,253	48,202
<b>Total revenue</b>		<b>644,265</b>	<b>363,456</b>
<b>Expenses</b>			
BCI cost recoveries	4	662	711
Administrative fees		61	42
Commissions and stock exchange fees		20	13
<b>Total operating expenses</b>		<b>743</b>	<b>766</b>
Increase in net assets attributable to holders of redeemable units before distributions		643,522	362,690
Distributions to holders of redeemable units		(238,203)	(310,002)
<b>Increase in net assets attributable to holders of redeemable units</b>		<b>\$ 405,319</b>	<b>\$ 52,688</b>

**INDEXED CANADIAN EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 1,585,275	\$ 2,449,035
Increase in net assets attributable to holders of redeemable units	405,319	52,688
Redeemable unit transactions:		
Proceeds from units issued	1,267,217	250,123
Reinvestment of distributions	238,203	310,002
Amounts paid for units redeemed	(1,070,951)	(1,476,573)
Net increase (decrease) from redeemable unit transactions	434,469	(916,448)
<b>Balance, end of year</b>	<b>\$ 2,425,063</b>	<b>\$ 1,585,275</b>

## INDEXED CANADIAN EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase in net assets attributable to holders of redeemable units	\$ 405,319	\$ 52,688
Adjustments for:		
Foreign exchange (gain) loss	28	(81)
Interest income	(1,309)	(38,916)
Dividend income	(58,279)	(32,098)
Net realized gain from investments and derivatives	(164,735)	(242,495)
Net change in unrealized gain of investments and derivatives	(419,253)	(48,202)
Amortization of premiums and discounts	(15)	(12,422)
Distributions to holders of redeemable units	238,203	310,002
Other receivables	106	(106)
BCI cost recoveries payable	3	(62)
Other accounts payable	153	(29)
Interest received	1,309	38,916
Dividends received	57,629	29,786
Net sale (purchase) of investments and derivatives	(249,061)	1,170,107
	(189,902)	1,227,088
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	1,267,217	259,623
Payments on redemption of redeemable units	(1,070,951)	(1,486,073)
	196,266	(1,226,450)
Net increase in cash	6,364	638
Effect of exchange rate changes on cash	(28)	81
Cash, beginning of year	19,596	18,877
<b>Cash, end of year</b>	<b>\$ 25,932</b>	<b>\$ 19,596</b>

## INDEXED CANADIAN EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 2,385,157	\$ 1,817,247	\$ 1,562,294	\$ 1,411,890
<b>Money Market Investments</b>				
Corporate	10,000	9,999	—	—
<b>Total Investments</b>	<b>\$ 2,395,157</b>	<b>\$ 1,827,246</b>	<b>\$ 1,562,294</b>	<b>\$ 1,411,890</b>

## INDEXED CANADIAN EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>Listed</b>						
Futures <sup>(c)</sup>	\$ 15	\$ —	\$ —	\$ 15	\$ —	\$ —
<b>OTC</b>						
Swaps	10,000	1,746	—	—	—	—
<b>Total</b>	<b>\$ 10,015</b>	<b>\$ 1,746</b>	<b>\$ —</b>	<b>\$ 15</b>	<b>\$ —</b>	<b>\$ —</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ 15	\$ 15
1 to 2 years	10,000	—
<b>Total</b>	<b>\$ 10,015</b>	<b>\$ 15</b>

- (a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.
- (b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.
- (c) As futures derivative contracts are fair valued through profit and loss and settled daily, the gain or loss recognized on December 31 is recorded in other receivables or other accounts payable on the Statement of Financial Position and in realized gains and losses on the Statement of Comprehensive Income.

## INDEXED CANADIAN EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Indexed Canadian Equity Fund (the "Fund") has broad exposure to domestic stocks and provides participating clients with similar risk and return characteristics as the Fund's benchmark. The Fund's benchmark is the S&P/TSX Composite Index (the "Index"). The Fund holds companies and sectors roughly in proportion to their weighting in the Index. The objective of the Pool is to replicate the returns of the Index.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- money market securities rated A-1 (low) or better, and units of BCI's Canadian Money Market Fund (ST1), and/or Canadian Money Market Fund (ST2); and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## INDEXED CANADIAN EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. The credit risk exposure of derivative instruments (excluding listed derivative instruments), by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
A	10,000	1,746	—	—	—	—
<b>Total Derivatives</b>	<b>\$ 10,000</b>	<b>\$ 1,746</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>

The Fund's other financial assets are not exposed to significant credit risk.

### Collateral Pledged and Received

BCI is party to derivative contracts that involve pledging and holding collateral, as outlined in Note 8 (b). Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The following table illustrates the fair value of such collateral:

COLLATERAL	2025	2024
Collateral pledged	1,543	1,100

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund. Money market investments provide the Fund with additional liquidity.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 1,746	\$ —	\$ 1,746	\$ —	\$ —	1,746
Derivative liabilities	—	—	—	—	—	—
	<b>\$ 1,746</b>	<b>\$ —</b>	<b>\$ 1,746</b>	<b>\$ —</b>	<b>\$ —</b>	<b>1,746</b>

  

	2024					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ —	\$ —	\$ —	\$ —	\$ —	—
Derivative liabilities	—	—	—	—	—	—
	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>—</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

## INDEXED CANADIAN EQUITY FUND

### Currency Risk

The Fund is not exposed to significant currency risk since the Fund's assets and liabilities are denominated in Canadian dollars.

### Other Price Risk

Management monitors the concentration of risk for equity investments and equity derivative financial instruments based on industry and geographic location. The Fund's equity investments and equity derivative financial instruments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 79,517	3.3 %	\$ 51,248	3.3 %
Consumer Staples	80,149	3.3	61,658	3.9
Energy	355,024	14.8	267,767	17.1
Financials	790,812	33.1	515,250	33.0
Health Care	6,499	0.3	4,758	0.3
Industrials	252,357	10.5	197,322	12.6
Information Technology	232,149	9.7	158,046	10.1
Materials	435,479	18.2	179,063	11.5
Real Estate	36,231	1.5	30,777	2.0
Telecommunication Services	46,674	1.9	36,788	2.4
Utilities	82,008	3.4	59,617	3.8
<b>Total</b>	<b>\$ 2,396,899</b>	<b>100.0 %</b>	<b>\$ 1,562,294</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$242,506 (2024 - \$158,528) or 10.0% (2024 - 10.0%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments and equity derivative financial instruments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Canada	2,364,374	98.6	1,534,233	98.2
United States	32,525	1.4	28,061	1.8
<b>Total</b>	<b>2,396,899</b>	<b>100.0 %</b>	<b>1,562,294</b>	<b>100.0 %</b>

## INDEXED CANADIAN EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 2,385,157	\$ —	\$ 2,385,157	\$ 1,562,294	\$ —	\$ 1,562,294
Money market investments	—	10,000	10,000	—	—	—
Total investments	2,385,157	10,000	2,395,157	1,562,294	—	1,562,294
Swaps, net	—	1,746	1,746	—	—	—
Total derivatives	—	1,746	1,746	—	—	—
<b>Total</b>	<b>\$ 2,385,157</b>	<b>\$ 11,746</b>	<b>\$ 2,396,903</b>	<b>\$ 1,562,294</b>	<b>\$ —</b>	<b>\$ 1,562,294</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

**ACTIVE U.S. SMALL CAP EQUITY FUND****Statement of Financial Position**

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 13,506	\$ 8,281
Dividends receivable		193	253
Investments		800,991	1,366,922
<b>Total assets</b>		<b>814,690</b>	<b>1,375,456</b>
<b>Liabilities</b>			
Payable for purchase of investments		844	—
BCI cost recoveries payable	4	82	159
External management fees payable		1,392	2,366
Other accounts payable		29	27
		<b>2,347</b>	<b>2,552</b>
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 812,343</b>	<b>\$ 1,372,904</b>
Number of redeemable units outstanding	5	126.160	183.417
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 6,439</b>	<b>\$ 7,485</b>

**[S] Gordon J. Fyfe**


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 Gordon J. Fyfe  
 Chief Executive Officer  
 Chief Investment Officer

**ACTIVE U.S. SMALL CAP EQUITY FUND****Statement of Comprehensive Income (Loss)**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Revenue</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Interest income		\$ 14	\$ 55
Dividend income		6,068	9,665
Securities lending income		911	1,055
Other income		607	555
Foreign exchange gain (loss)		(1,537)	669
Change in fair value of investments:			
Net realized gain		166,418	248,123
Net change in unrealized gain (loss)		(328,300)	46,277
<b>Total revenue (loss)</b>		<b>(155,819)</b>	<b>306,399</b>
<b>Expenses</b>			
BCI cost recoveries	4	1,446	2,420
External management fees		6,375	8,731
Administrative fees		43	42
Commissions and stock exchange fees		433	545
<b>Total operating expenses</b>		<b>8,297</b>	<b>11,738</b>
Increase (decrease) in net assets attributable to holders of redeemable units before distributions		(164,116)	294,661
Distributions to holders of redeemable units		(165,013)	(241,055)
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		<b>\$ (329,129)</b>	<b>\$ 53,606</b>

**ACTIVE U.S. SMALL CAP EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 1,372,904	\$ 1,712,428
Increase (decrease) in net assets attributable to holders of redeemable units	(329,129)	53,606
Redeemable unit transactions:		
Proceeds from units issued	244,315	26,908
Reinvestment of distributions	165,013	241,055
Amounts paid for units redeemed	(640,760)	(661,093)
Net decrease from redeemable unit transactions	(231,432)	(393,130)
<b>Balance, end of year</b>	<b>\$ 812,343</b>	<b>\$ 1,372,904</b>

**ACTIVE U.S. SMALL CAP EQUITY FUND****Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (329,129)	\$ 53,606
Adjustments for:		
Foreign exchange (gain) loss	1,537	(669)
Interest income	(14)	(55)
Dividend income	(6,068)	(9,665)
Net realized gain from investments	(166,418)	(248,123)
Net change in unrealized (gain) loss of investments	328,300	(46,277)
Amortization of premiums and discounts	(2)	(7)
Distributions to holders of redeemable units	165,013	241,055
BCI cost recoveries payable	(77)	(97)
Other accounts payable	2	(17)
Interest received	14	55
Dividends received	6,128	10,301
External management fees payable	(974)	742
Net sale of investments	404,895	627,340
	403,207	628,189
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	244,315	26,908
Payments on redemption of redeemable units	(640,760)	(661,093)
	(396,445)	(634,185)
Net increase (decrease) in cash	6,762	(5,996)
Effect of exchange rate changes on cash	(1,537)	669
Cash, beginning of year	8,281	13,608
<b>Cash, end of year</b>	<b>\$ 13,506</b>	<b>\$ 8,281</b>

**ACTIVE U.S. SMALL CAP EQUITY FUND****Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 800,614	\$ 725,410	\$ 1,366,507	\$ 963,019
<b>Money Market Investments</b>				
Units in BCI Pooled Investment Portfolio				
Canadian Money Market Fund ST1	9	9	79	79
Canadian Money Market Fund ST3	368	405	336	357
	377	414	415	436
<b>Total Investments</b>	<b>\$ 800,991</b>	<b>\$ 725,824</b>	<b>\$ 1,366,922</b>	<b>\$ 963,455</b>

## ACTIVE U.S. SMALL CAP EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Active U.S. Small Cap Equity Fund (the "Fund") invests in a portfolio of actively managed U.S. equity investments in companies with smaller capitalization. The Fund provides clients with a diversity of active management investment styles, exposure to a variety of market outlooks, and exposure to the various segments of U.S. small cap equity markets. The Fund's objective is to exceed the benchmark return on the Russell 2000 Total Return Index (the "Index") on a risk-adjusted basis.

The Fund is comprised of portfolios managed by BCI as well as external investment managers (the "Managers") under contract to BCI. BCI selects the Managers on the basis of their approach, process, historical track record, and the strength of their investment team. The Managers operate independently of each other and are given specific value-added targets, consistent with their expected risk profile. In addition to the potential for higher returns, the Fund provides clients with: a diversity of active management investment styles; exposure to a variety of market outlooks; and exposure to the various segments of U.S. small cap equity market (e.g., industry sectors).

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of U.S. companies within a small to mid-level range of capitalization;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- units in the Managers' pooled funds provided such holdings are permissible investments for the Fund;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- money market securities rated A-1 (low) or better, and units of BCI's Canadian and/or U.S. Dollar Money Market Funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## ACTIVE U.S. SMALL CAP EQUITY FUND

### Credit Risk

The majority of the Fund's financial assets and liabilities are held in securities that are not subject to credit risk.

### Liquidity Risk

The Fund's liabilities are due within three months of the year-end of the Fund.

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

### Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

<b>2025</b>					
<b>CURRENCY</b>	<b>Net Investments, Derivatives and Investment- Related Receivables/ (Payables)</b>		<b>Net Foreign Currency Contracts Receivable/ (Payable)</b>		<b>% of Total Net Assets</b>
	\$	\$	\$	\$	
United States Dollar	812,436	—	812,436	—	100.0 %
<b>Net Foreign Exchange Exposure</b>	<b>\$ 812,436</b>	<b>\$ —</b>	<b>\$ 812,436</b>	<b>\$ —</b>	<b>100.0 %</b>

<b>2024</b>					
<b>CURRENCY</b>	<b>Net Investments, Derivatives and Investment- Related Receivables/ (Payables)</b>		<b>Net Foreign Currency Contracts Receivable/ (Payable)</b>		<b>% of Total Net Assets</b>
	\$	\$	\$	\$	
United States Dollar	1,373,002	—	1,373,002	—	100.0 %
<b>Net Foreign Exchange Exposure</b>	<b>\$ 1,373,002</b>	<b>\$ —</b>	<b>\$ 1,373,002</b>	<b>\$ —</b>	<b>100.0 %</b>

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to the U.S. currency, holding all other variables constant, net assets would have decreased/increased, by \$8,124 (2024 - \$13,730), representing 1.0% of the Fund's net assets (2024 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

## ACTIVE U.S. SMALL CAP EQUITY FUND

### Other Price Risk

Management monitors the concentration of risk for equity investments based on industry and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 100,715	12.6 %	\$ 202,460	14.8 %
Consumer Staples	18,522	2.3	57,178	4.2
Financials	134,998	16.9	260,478	19.1
Health Care	96,189	12.0	169,482	12.4
Industrials	282,031	35.2	318,447	23.3
Information Technology	151,482	18.9	286,165	20.9
Materials	16,677	2.1	43,464	3.2
Real Estate	—	—	28,833	2.1
<b>Total</b>	<b>\$ 800,614</b>	<b>100.0 %</b>	<b>\$ 1,366,507</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$67,424 (2024 - \$120,816) or 8.3% (2024 - 8.8%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Argentina	\$ —	— %	\$ 34,240	2.5 %
Israel	54,200	6.8	48,296	3.5
United States	746,414	93.2	1,283,971	94.0
<b>Total</b>	<b>\$ 800,614</b>	<b>100.0 %</b>	<b>\$ 1,366,507</b>	<b>100.0 %</b>

## ACTIVE U.S. SMALL CAP EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 800,614	\$ —	\$ 800,614	\$ 1,366,507	\$ —	\$ 1,366,507
	800,614	—	800,614	1,366,507	—	1,366,507
<b>Investments in structured entities</b>						
BCI Money market funds	—	377	377	—	415	415
	—	377	377	—	415	415
<b>Total</b>	<b>\$ 800,614</b>	<b>\$ 377</b>	<b>\$ 800,991</b>	<b>\$ 1,366,507</b>	<b>\$ 415</b>	<b>\$ 1,366,922</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

## ACTIVE GLOBAL EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 235	\$ 368
Dividends receivable		780	831
Withholding tax reclaims receivable	6	4,944	4,113
Investments		2,272,825	3,457,780
<b>Total assets</b>		<b>2,278,784</b>	<b>3,463,092</b>
<b>Liabilities</b>			
BCI cost recoveries payable	4	371	614
Other accounts payable		119	64
Derivative liabilities:			
Options		1	—
		491	678
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 2,278,293</b>	<b>\$ 3,462,414</b>
Number of redeemable units outstanding	5	377.949	609.324
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 6,028</b>	<b>\$ 5,682</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

**ACTIVE GLOBAL EQUITY FUND****Statement of Comprehensive Income (Loss)**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Revenue</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Interest income		\$ 2,403	\$ 10,673
Dividend income		43,340	39,259
Securities lending income		576	335
Other income		211	241
Foreign exchange gain		1,907	578
Change in fair value of investments and derivatives:			
Net realized gain		436,123	173,533
Net change in unrealized gain (loss)		(258,623)	460,364
<b>Total revenue</b>		<b>225,937</b>	<b>684,983</b>
<b>Expenses</b>			
BCI cost recoveries	4	7,513	6,577
Administrative fees		556	38
Commissions and stock exchange fees		1,422	1,227
Withholding taxes	6	1,067	782
<b>Total operating expenses</b>		<b>10,558</b>	<b>8,624</b>
Increase in net assets attributable to holders of redeemable units before distributions		215,379	676,359
Distributions to holders of redeemable units		(472,067)	(217,980)
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		<b>\$ (256,688)</b>	<b>\$ 458,379</b>

**ACTIVE GLOBAL EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 3,462,414	\$ 1,985,467
Increase (decrease) in net assets attributable to holders of redeemable units	(256,688)	458,379
Redeemable unit transactions:		
Proceeds from units issued	643,910	1,035,964
Reinvestment of distributions	472,067	217,980
Amounts paid for units redeemed	(2,043,410)	(235,376)
Net increase (decrease) from redeemable unit transactions	(927,433)	1,018,568
<b>Balance, end of year</b>	<b>\$ 2,278,293</b>	<b>\$ 3,462,414</b>

## ACTIVE GLOBAL EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (256,688)	\$ 458,379
Adjustments for:		
Foreign exchange gain	(1,907)	(578)
Interest income	(2,403)	(10,673)
Dividend income	(43,340)	(39,259)
Withholding taxes	1,067	782
Net realized gain from investments and derivatives	(436,123)	(173,533)
Net change in unrealized (gain) loss of investments and derivatives	258,623	(460,364)
Amortization of premiums and discounts	(431)	(1,565)
Distributions to holders of redeemable units	472,067	217,980
BCI cost recoveries payable	(243)	212
Other accounts payable	55	(137)
Interest received	2,403	10,673
Dividends received	43,391	39,337
Withholding taxes paid	(1,898)	(294)
Net sale (purchase) of investments and derivatives	1,362,887	(842,365)
	1,397,460	(801,405)
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	643,910	1,035,964
Payments on redemption of redeemable units	(2,043,410)	(235,376)
	(1,399,500)	800,588
Net decrease in cash	(2,040)	(817)
Effect of exchange rate changes on cash	1,907	578
Cash, beginning of year	368	607
<b>Cash, end of year</b>	<b>\$ 235</b>	<b>\$ 368</b>

## ACTIVE GLOBAL EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 1,980,408	\$ 1,492,323	\$ 3,283,941	\$ 2,525,145
Exchange Traded Funds	260,663	250,898	91,999	89,613
Direct Private Equity	3,911	3,957	3,127	3,084
	2,244,982	1,747,178	3,379,067	2,617,842
<b>Money Market Investments</b>				
Units in BCI Pooled Investment Portfolio				
Canadian Money Market Fund ST2	2,702	2,703	3,168	3,163
Canadian Money Market Fund ST3	25,141	27,931	75,545	82,994
	27,843	30,634	78,713	86,157
<b>Total Investments</b>	<b>\$ 2,272,825</b>	<b>\$ 1,777,812</b>	<b>\$ 3,457,780</b>	<b>\$ 2,703,999</b>

**ACTIVE GLOBAL EQUITY FUND****Schedule of Derivative Assets and Liabilities**

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>OTC</b>						
Options - Written	11,207	—	(1)	—	—	—
<b>Total</b>	<b>\$ 11,207</b>	<b>\$ —</b>	<b>\$ (1)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	11,207	—
<b>Total</b>	<b>\$ 11,207</b>	<b>\$ —</b>

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## ACTIVE GLOBAL EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Active Global Equity Fund (the "Fund") provides clients with exposure to a portfolio of actively managed stocks from across the globe, a diversity of active management investment styles, exposure to a variety of market outlooks, and market exposure across geographic lines, industry sectors, and market capitalizations. The Fund's benchmark is the Morgan Stanley Capital International (MSCI) World ex-Canada Net Index (the "Index"). The investment objective of the Fund is to exceed the benchmark return on a risk-adjusted basis. As an actively managed portfolio, the focus is on selecting quality companies, sectors, and country allocations that will generate higher returns than the Index.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of companies whose country is classified as a developed or emerging market by MSCI;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- private placement securities that will become freely tradable on a recognized exchange within six months from the date of issuance, purchase, or acquisition, or with CIO approval;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- money market securities rated A-1 (low) or better, and units of BCI's Canadian and/or U.S. Dollar Money Market Funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- investments in emerging markets are limited to 10% of the market value of the Fund;
- investments in the frontier markets are prohibited;
- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- If any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## ACTIVE GLOBAL EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
A	11,207	—	(1)	—	—	—
<b>Total Derivatives</b>	<b>\$ 11,207</b>	<b>—</b>	<b>\$ (1)</b>	<b>\$ —</b>	<b>—</b>	<b>—</b>

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025				
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years	Total
Derivative assets	\$ —	\$ —	\$ —	\$ —	—
Derivative liabilities	(1)	(1)	—	—	—
	<b>\$ (1)</b>	<b>\$ (1)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>—</b>

	2024				
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years	Total
Derivative assets	\$ —	\$ —	\$ —	\$ —	—
Derivative liabilities	—	—	—	—	—
	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>—</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

## ACTIVE GLOBAL EQUITY FUND

### Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

2025					
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets	
British Pound Sterling	\$ 217,625	\$ —	\$ 217,625	9.6 %	
Danish Krone	36,724	—	36,724	1.6	
Euro	127,800	—	127,800	5.6	
Japanese Yen	74,033	—	74,033	3.2	
Taiwan Dollar	18,104	—	18,104	0.8	
United States Dollar	1,796,486	—	1,796,486	78.9	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 2,270,772</b>	<b>\$ —</b>	<b>\$ 2,270,772</b>	<b>99.7 %</b>	

2024					
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets	
British Pound Sterling	\$ 340,933	\$ —	\$ 340,933	9.8 %	
Danish Krone	65,503	—	65,503	1.9	
Euro	128,327	—	128,327	3.7	
Japanese Yen	77,298	—	77,298	2.2	
Swiss Franc	39,895	—	39,895	1.2	
United States Dollar	2,803,237	—	2,803,237	81.0	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 3,455,193</b>	<b>\$ —</b>	<b>\$ 3,455,193</b>	<b>99.8 %</b>	

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$22,708 (2024 - \$34,552), representing 1.0% of the Fund's net assets (2024 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

## ACTIVE GLOBAL EQUITY FUND

### Other Price Risk

Management monitors the concentration of risk for equity investments based on industry and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 278,257	14.0 %	\$ 434,902	13.2 %
Consumer Staples	63,799	3.2	149,074	4.5
Energy	41,035	2.1	136,761	4.2
Financials	368,820	18.6	634,467	19.3
Health Care	214,975	10.8	370,375	11.3
Industrials	168,733	8.5	362,731	11.0
Information Technology	587,722	29.6	767,570	23.4
Materials	—	—	57,148	1.7
Real Estate	—	—	43,461	1.3
Telecommunication Services	202,891	10.2	272,472	8.3
Utilities	54,176	2.7	54,980	1.7
Total Publicly Traded	1,980,408	99.7	3,283,941	99.9
Information Technology	—	—	3,127	0.1
Financials	3,911	0.3	—	—
Total Direct Private Equity	3,911	0.3	3,127	0.1
<b>Total</b>	<b>\$ 1,984,319</b>	<b>100.0 %</b>	<b>\$ 3,287,068</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$220,994 (2024 - \$339,317) or 9.7% (2024 - 9.8%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Argentina	\$ —	— %	\$ 18,503	0.6 %
Belgium	34,717	1.7	—	—
Denmark	36,724	1.9	65,503	2.0
France	53,979	2.7	59,840	1.8
Italy	—	—	35,950	1.1
Japan	74,033	3.7	77,298	2.3
Netherlands	60,794	3.1	99,576	3.0
Spain	11,902	0.6	—	—
Switzerland	—	—	39,895	1.2
Taiwan	18,055	0.9	—	—
United Kingdom	213,714	10.8	340,933	10.4
United States	1,476,490	74.4	2,546,443	77.5
Total Publicly Traded	1,980,408	99.8	3,283,941	99.9
Netherlands	—	—	3,127	0.1 %
United Kingdom	3,911	0.2 %	—	—
Total Direct Private Equity	3,911	0.2 %	3,127	0.1 %
<b>Total</b>	<b>\$ 1,984,319</b>	<b>100.0 %</b>	<b>\$ 3,287,068</b>	<b>100.0 %</b>

## ACTIVE GLOBAL EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025				2024			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
<b>Direct investments</b>								
Publicly traded	\$ 1,980,408	\$ —	\$ —	\$ 1,980,408	\$ 3,283,941	\$ —	\$ —	\$ 3,283,941
Private equity investment	—	—	3,911	3,911	—	—	3,127	3,127
	1,980,408	—	3,911	1,984,319	3,283,941	—	3,127	3,287,068
<b>Investments in structured entities</b>								
Exchange traded funds	260,663	—	—	260,663	91,999	—	—	91,999
BCI Money market funds	—	27,843	—	27,843	—	78,713	—	78,713
	260,663	27,843	—	288,506	91,999	78,713	—	170,712
Total investments	2,241,071	27,843	3,911	2,272,825	3,375,940	78,713	3,127	3,457,780
Options, net	—	(1)	—	(1)	—	—	—	—
<b>Total</b>	<b>\$ 2,241,071</b>	<b>\$ 27,842</b>	<b>\$ 3,911</b>	<b>\$ 2,272,824</b>	<b>\$ 3,375,940</b>	<b>\$ 78,713</b>	<b>\$ 3,127</b>	<b>\$ 3,457,780</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 0.6% (2024 - 1.9%) of the net assets of Investee money market funds administered by BCI
- —% (2024 - 0.3%) of the net assets of Investee fund administered by external manager

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy.

## ACTIVE GLOBAL EQUITY FUND

	2025	2024
Opening balance, beginning of year	\$ 3,127	\$ 2,476
Total gains (losses) recognized in profit or loss	(89)	66
Purchases	4,479	585
Sales	(3,606)	—
<b>Closing balance, end of year</b>	<b>\$ 3,911</b>	<b>\$ 3,127</b>
<b>Total unrealized gains (losses) for the period included in profit or loss related to level 3 investments held at the reporting date</b>	<b>\$ (46)</b>	<b>\$ 66</b>

### Significant Unobservable Inputs Used in Measuring Fair Value

The table below sets out information about significant unobservable inputs used at year-end in measuring the fair value of the private equity investment categorized as Level 3 in the fair value hierarchy as at December 31:

2025					
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Sensitivity to Change in Significant Unobservable Input
Private equity investment	\$ 3,911	Transaction Price	NA	NA	NA
2024					
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Sensitivity to Change in Significant Unobservable Input
Private equity investment	\$ 3,127	Market approach	Revenue Multiples	6.4x	The estimated fair value would increase (decrease) if the EV multiples was higher (lower).

Significant unobservable inputs are developed as follows:

#### Transaction Price:

When fair value is determined based on recent transaction information, this value is the most representative indication of fair value. Consequently, no sensitivity analysis has been performed.

#### Revenue multiples:

Revenue multiples are selected from comparable public companies based on geographic location, industry, size, target markets, and other factors that management considers to be reasonable. The traded multiples for the comparable companies are determined by dividing the enterprise value of the company by its revenue and further discounted for considerations such as the lack of marketability and other differences between the comparable peer group and the specific company.

### Effects of Unobservable Input on Fair Value Measurement

The private equity investment is valued based on information received from the management of the investee. Although the Fund believes that its estimates of fair value in Level 3 are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value and net assets attributable to holders of redeemable units. The following table shows how the net assets attributable to holders of redeemable units would change if the valuation of the private equity investment was calculated by adjusting the investment's fair market value by 10%.

	2025	2024
Favourable	\$ 391	\$ 313
Unfavourable	(391)	(313)

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ —	\$ 1,374
Interest receivable		61	—
Withholding tax reclaims receivable	6	698	709
Derivative assets:			
Swaps		13,190	24,271
Investments		3,237,874	2,280,658
<b>Total assets</b>		<b>3,251,823</b>	<b>2,307,012</b>
<b>Liabilities</b>			
BCI cost recoveries payable	4	379	381
Other accounts payable		57	17
Derivative liabilities:			
Swaps		11,473	24,371
		11,909	24,769
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 3,239,914</b>	<b>\$ 2,282,243</b>
Number of redeemable units outstanding	5	403.353	339.459
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 8,032</b>	<b>\$ 6,723</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Statement of Comprehensive Loss

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 79,872	\$ 74,750
Dividend income		5,249	18,266
Securities lending income		1,457	771
Other income		15	171
Foreign exchange gain (loss)		(733)	70
Change in fair value of investments and derivatives:			
Net realized gain		560,445	518,066
Net change in unrealized loss		(82,571)	(38,393)
<b>Total revenue</b>		<b>563,734</b>	<b>573,701</b>
<b>Expenses</b>			
BCI cost recoveries	4	5,954	4,388
Administrative fees		97	56
Withholding taxes	6	12	10
<b>Total operating expenses</b>		<b>6,063</b>	<b>4,454</b>
Increase in net assets attributable to holders of redeemable units before distributions		557,671	569,247
Distributions to holders of redeemable units		(640,242)	(604,833)
<b>Decrease in net assets attributable to holders of redeemable units</b>		<b>\$ (82,571)</b>	<b>\$ (35,586)</b>

**GLOBAL QUANTITATIVE ACTIVE EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 2,282,243	\$ 1,112,996
Decrease in net assets attributable to holders of redeemable units	(82,571)	(35,586)
Redeemable unit transactions:		
Proceeds from units issued	404,000	600,000
Reinvestment of distributions	640,242	604,833
Amounts paid for units redeemed	(4,000)	—
Net increase from redeemable unit transactions	1,040,242	1,204,833
<b>Balance, end of year</b>	<b>\$ 3,239,914</b>	<b>\$ 2,282,243</b>

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Decrease in net assets attributable to holders of redeemable units	\$ (82,571)	\$ (35,586)
Adjustments for:		
Foreign exchange (gain) loss	733	(70)
Interest income	(79,872)	(74,750)
Dividend income	(5,249)	(18,266)
Withholding taxes	12	10
Net realized gain from investments and derivatives	(560,445)	(518,066)
Net change in unrealized loss of investments and derivatives	82,571	38,393
Amortization of premiums and discounts	(5,751)	(21,086)
Distributions to holders of redeemable units	640,242	604,833
BCI cost recoveries payable	(2)	111
Other accounts payable	40	(11)
Interest received	79,811	74,750
Dividends received	5,249	18,266
Withholding taxes received (paid)	(1)	348
Net purchase of investments and derivatives	(475,408)	(668,510)
	(400,641)	(599,634)
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	404,000	600,000
Payments on redemption of redeemable units	(4,000)	—
	400,000	600,000
Net increase (decrease) in cash	(641)	366
Effect of exchange rate changes on cash	(733)	70
Cash, beginning of year	1,374	938
<b>Cash, end of year</b>	<b>\$ —</b>	<b>\$ 1,374</b>

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Money Market Investments</b>				
Units in BCI Pooled Investment Portfolio				
Canadian Money Market Fund ST1	\$ 103	\$ 103	\$ 100	\$ 100
<b>Floating Rate Funds</b>				
Units in BCI Pooled Investment Portfolio				
CORRA 1 Floating Rate Fund	55,384	55,394	—	—
CORRA 3 Floating Rate Fund	—	—	2,280,558	2,286,049
	55,384	55,394	2,280,558	2,286,049
<b>Public Equity Funds</b>				
Units in BCI Pooled Investment Portfolio				
Indexed Global Equity Fund 1	3,182,387	3,272,256	—	—
<b>Total Investments</b>	<b>\$ 3,237,874</b>	<b>\$ 3,327,753</b>	<b>\$ 2,280,658</b>	<b>\$ 2,286,149</b>

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>OTC</b>						
Swaps	\$ 50,165	\$ 13,190	\$ (11,473)	\$ 2,237,361	\$ 24,271	\$ (24,371)
<b>Total</b>	<b>\$ 50,165</b>	<b>\$ 13,190</b>	<b>\$ (11,473)</b>	<b>\$ 2,237,361</b>	<b>\$ 24,271</b>	<b>\$ (24,371)</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ 50,165	\$ 2,237,361
<b>Total</b>	<b>\$ 50,165</b>	<b>\$ 2,237,361</b>

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Global Quantitative Active Equity Fund (the "Fund") provides clients with exposure to equity markets from across the globe. The Fund differs from the Active Global Equity Fund in that it relies on financial modelling to identify and rank under- or over-valued securities relative to other securities in its benchmark. The benchmark used is the Morgan Stanley Capital International ("MSCI") World ex-Canada Net Index (the "Index"). The Fund's objective is to exceed the benchmark return on a risk-adjusted basis.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies;
- publicly traded income trust units;
- limited partnership interests, royalty trusts, and real estate investment trusts that trade on recognized exchanges;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- derivative instruments for the purposes of managing risk, enhancing returns and liquidity, lowering transaction costs, implementing synthetic indexing, and managing stock exposures;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- money market securities rated A-1(Low) or better and units in the BCI's Canadian and/or US Dollar Short Term (money market) Funds;
- units in BCI's Floating Rate Funds;
- the Fund may use the sale proceeds realized from shorting permitted securities to provide leveraged positions on other permitted securities; and
- the Fund may borrow money to satisfy cash flow needs, to finance the acquisition of securities, and/or to avoid the untimely sale of assets.

The following restrictions apply to the Fund:

- investments are limited to issuers whose country is classified as a developed or emerging market by MSCI;
- investments in issuers whose country is classified as an emerging market are limited to 5% of the market value of the Fund;
- the Fund may maintain short positions on common stock or common stock equivalents of benchmark member companies with a market value of up to 35% of the net asset value of the Fund;
- the value of short equity positions shall be approximately equal to the value of leveraged long positions and, once established, the difference between the two shall not at any time exceed 5% of the net asset value of the Fund;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
AAA/AA	\$ —	\$ —	\$ —	799,481	\$ 2,727	\$ (9,850)
A	50,165	13,190	(11,473)	1,437,880	21,544	(14,521)
<b>Total Derivatives</b>	<b>\$ 50,165</b>	<b>\$ 13,190</b>	<b>\$ (11,473)</b>	<b>\$ 2,237,361</b>	<b>\$ 24,271</b>	<b>\$ (24,371)</b>

The Fund's other financial assets are not exposed to significant credit risk.

### Collateral Pledged and Received

BCI is party to derivative contracts that involve pledging and holding collateral, as outlined in Note 8 (b). Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The following table illustrates the fair value of such collateral:

COLLATERAL	2025	2024
Collateral received	\$ 2,124	\$ 7,023

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025				
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years	Total
Derivative assets	\$ 13,190	\$ 13,190	\$ —	\$ —	13,190
Derivative liabilities	(11,473)	(11,473)	—	—	(11,473)
	<b>\$ 1,717</b>	<b>\$ 1,717</b>	<b>\$ —</b>	<b>\$ —</b>	<b>1,717</b>

  

	2024				
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years	Total
Derivative assets	\$ 24,271	\$ 24,271	\$ —	\$ —	24,271
Derivative liabilities	(24,371)	(24,371)	—	—	(24,371)
	<b>\$ (100)</b>	<b>\$ (100)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>(100)</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

### Currency Risk

The Fund is not exposed to significant currency risk since the majority of the Fund's assets and liabilities are denominated in Canadian dollars and amounts denominated in other currencies are considered nominal.

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Other Price Risk

Management monitors the concentration of risk for equity investments and equity derivative financial instruments based on industry and geographic location. The Fund uses derivative financial instruments as part of its investment strategy, including to manage exposures or allocations. The Fund's equity investments and equity derivative financial instruments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 331,317	10.3 %	\$ 243,913	10.9 %
Consumer Staples	171,641	5.3	105,078	4.7
Energy	94,075	2.9	77,444	3.4
Financials	527,126	16.3	372,809	16.6
Health Care	326,559	10.1	237,618	10.6
Industrials	359,739	11.1	206,380	9.2
Information Technology	890,949	27.6	626,630	27.9
Materials	90,463	2.8	91,766	4.1
Real Estate	60,022	1.9	66,221	2.9
Telecommunication Services	292,679	9.1	158,028	7.0
Utilities	83,191	2.6	60,326	2.7
<b>Total</b>	<b>\$ 3,227,761</b>	<b>100.0 %</b>	<b>\$ 2,246,213</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$327,231 (2024 - \$228,224) or 10.1% (2024 - 10.0%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments and equity derivative financial instruments are concentrated in the following geographic regions:

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Australia	\$ 57,972	1.8 %	\$ 35,351	1.6 %
Austria	2,273	0.1	5,261	0.2
Belgium	7,133	0.2	(3,596)	(0.2)
Brazil	1,172	0.0	15,322	0.7
Chile	688	0.0	(136)	0.0
China	4,719	0.1	(15,781)	(0.7)
Denmark	15,241	0.5	40,742	1.8
Finland	9,655	0.3	48,443	2.2
France	76,826	2.4	104,488	4.7
Germany	79,716	2.5	23,364	1.0
Hong Kong	15,846	0.5	33,123	1.5
Indonesia	439	0.0	—	—
Ireland	3,840	0.1	823	0.0
Israel	7,846	0.2	24,975	1.1
Italy	27,473	0.9	(2,203)	(0.1)
Japan	182,471	5.7	131,267	5.8
Korea	204	0.0	6	0.0
Mexico	392	0.0	—	—
Netherlands	38,133	1.2	11,564	0.5
New Zealand	1,936	0.1	14	0.0
Norway	4,488	0.1	25,253	1.1
Poland	121	0.0	112	0.0
Portugal	1,471	0.0	1,358	0.1
Singapore	14,304	0.4	28,444	1.3
South Africa	1,836	0.1	32	0.0
Spain	31,058	1.0	24,553	1.1
Sweden	26,989	0.8	(47,029)	(2.1)
Switzerland	42,590	1.3	(11,092)	(0.5)
United Kingdom	94,818	2.9	66,496	3.0
United States	2,476,111	76.8	1,705,059	75.9
<b>Total</b>	<b>\$ 3,227,761</b>	<b>100.0 %</b>	<b>\$ 2,246,213</b>	<b>100.0 %</b>

## GLOBAL QUANTITATIVE ACTIVE EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Investments in structured entities</b>						
BCI Money market funds	\$ —	\$ 103	\$ 103	\$ —	\$ 100	\$ 100
BCI Floating rate funds	—	55,384	55,384	—	2,280,558	2,280,558
BCI Public equity funds	—	3,182,387	3,182,387	—	—	—
Total investments	—	3,237,874	3,237,874	—	2,280,658	2,280,658
Swaps, net	—	1,717	1,717	—	(100)	(100)
<b>Total</b>	<b>\$ —</b>	<b>\$ 3,239,591</b>	<b>\$ 3,239,591</b>	<b>\$ —</b>	<b>\$ 2,280,558</b>	<b>\$ 2,280,558</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 0.5% (2024 - 32.1%) of the net assets of Investee floating rate funds administered by BCI
- 12.6% (2024 - —%) of the net assets of Investee public equity investments funds administered by BCI

## INDEXED GLOBAL EQUITY FUND 1

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 5,954	\$ 5,000
Receivable from sale of investments		115	—
Dividends receivable		7,361	8,329
Withholding tax reclaims receivable	6	2,521	2,424
Derivative assets:			
Swaps		198,192	141,320
Options		—	5,147
Forwards		—	3
Investments		25,170,965	17,199,014
<b>Total assets</b>		<b>25,385,108</b>	<b>17,361,237</b>
<b>Liabilities</b>			
Payable for purchase of investments		4,552	3,795
BCI cost recoveries payable	4	1,639	1,495
Other accounts payable		939	935
Derivative liabilities:			
Swaps		195,655	290,085
Options		—	4,596
Forwards		—	6
		202,785	300,912
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 25,182,323</b>	<b>\$ 17,060,325</b>
Number of redeemable units outstanding	5	3,599.464	2,810.444
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 6,996</b>	<b>\$ 6,070</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## INDEXED GLOBAL EQUITY FUND 1

### Statement of Comprehensive Income

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 259,860	\$ 212,580
Dividend income		163,496	181,231
Securities lending income		5,033	4,096
Other income		124	649
Foreign exchange gain (loss)		(7,298)	5,976
Change in fair value of investments and derivatives:			
Net realized gain		2,640,462	1,704,639
Net change in unrealized gain		210,635	1,714,159
<b>Total revenue</b>		<b>3,272,312</b>	<b>3,823,330</b>
<b>Expenses</b>			
BCI cost recoveries	4	31,738	27,922
Administrative fees		460	266
Commissions and stock exchange fees		234	223
Withholding taxes	6	275	75
<b>Total operating expenses</b>		<b>32,707</b>	<b>28,486</b>
Increase in net assets attributable to holders of redeemable units before distributions		3,239,605	3,794,844
Distributions to holders of redeemable units		(3,039,198)	(2,078,803)
<b>Increase in net assets attributable to holders of redeemable units</b>		<b>\$ 200,407</b>	<b>\$ 1,716,041</b>

**INDEXED GLOBAL EQUITY FUND 1****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 17,060,325	\$ 11,531,647
Increase in net assets attributable to holders of redeemable units	200,407	1,716,041
Redeemable unit transactions:		
Proceeds from units issued	12,741,751	9,093,181
Reinvestment of distributions	3,039,198	2,078,803
Amounts paid for units redeemed	(7,859,358)	(7,359,347)
Net increase from redeemable unit transactions	7,921,591	3,812,637
<b>Balance, end of year</b>	<b>\$ 25,182,323</b>	<b>\$ 17,060,325</b>

## INDEXED GLOBAL EQUITY FUND 1

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase in net assets attributable to holders of redeemable units	\$ 200,407	\$ 1,716,041
Adjustments for:		
Foreign exchange (gain) loss	7,298	(5,976)
Interest income	(259,860)	(212,580)
Dividend income	(163,496)	(181,231)
Withholding taxes	275	75
Net realized gain from investments and derivatives	(2,640,462)	(1,704,639)
Net change in unrealized gain of investments and derivatives	(210,635)	(1,714,159)
Amortization of premiums and discounts	12,245	(54,669)
Distributions to holders of redeemable units	3,039,198	2,078,803
BCI cost recoveries payable	144	580
Other accounts payable	4	(69)
Interest received	259,860	212,580
Dividends received	164,464	178,142
Withholding taxes received (paid)	(372)	1,530
Net purchase of investments and derivatives	(5,283,211)	(2,056,667)
	(4,874,141)	(1,742,239)
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	12,741,751	9,196,981
Payments on redemption of redeemable units	(7,859,358)	(7,459,647)
	4,882,393	1,737,334
Net increase (decrease) in cash	8,252	(4,905)
Effect of exchange rate changes on cash	(7,298)	5,976
Cash, beginning of year	5,000	3,929
<b>Cash, end of year</b>	<b>\$ 5,954</b>	<b>\$ 5,000</b>

**INDEXED GLOBAL EQUITY FUND 1****Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 14,517,236	\$ 11,320,903	\$ 14,210,390	\$ 11,068,431
<b>Money Market Investments</b>				
Corporate	50,000	50,000	50,000	50,000
<b>Floating Rate Funds</b>				
Units in BCI Pooled Investment Portfolio CORRA 1 Floating Rate Fund	10,589,431	10,589,723	2,933,318	2,938,159
<b>Public Equity Funds</b>				
Units in BCI Pooled Investment Portfolio Indexed Global Equity Fund 2	14,298	13,455	5,306	5,421
<b>Total Investments</b>	<b>\$ 25,170,965</b>	<b>\$ 21,974,081</b>	<b>\$ 17,199,014</b>	<b>\$ 14,062,011</b>

## INDEXED GLOBAL EQUITY FUND 1

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>OTC</b>						
Swaps	\$ 10,646,942	\$ 198,192	\$ (195,655)	\$ 5,560,155	\$ 141,320	\$ (290,085)
Options - Purchased	—	—	—	1,419,369	5,147	—
Options - Written	—	—	—	1,419,369	—	(4,596)
<b>Currency derivatives</b>						
<b>OTC</b>						
Forwards	—	—	—	3,813	3	(6)
<b>Total</b>	<b>\$ 10,646,942</b>	<b>\$ 198,192</b>	<b>\$ (195,655)</b>	<b>\$ 8,402,706</b>	<b>\$ 146,470</b>	<b>\$ (294,687)</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ 15,000,511	\$ 6,463,876
1 to 2 years	(707,406)	1,938,830
Over 2 years	(3,646,163)	—
<b>Total</b>	<b>\$ 10,646,942</b>	<b>\$ 8,402,706</b>

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## INDEXED GLOBAL EQUITY FUND 1

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Indexed Global Equity Fund 1 (the "Fund") provides clients with exposure to equity markets from across the globe at a low management fee. The Fund has the same strategy, goals, investment policies, and other features as another pooled investment portfolio, the Indexed Global Equity Fund 2. Clients that elect to participate in this Fund are allocated units that optimize the regulatory, tax, or administrative requirements applicable to each client. The Fund's benchmark is the Morgan Stanley Capital International ("MSCI") World ex-Canada Net Index (the "Index"). The Fund's performance objective is to replicate the returns of the Index. The Fund is managed internally by BCI. BCI portfolio managers hold company, sector, and country allocations roughly in proportion to their benchmark weights and have discretion to determine the appropriate timing of implementing Index changes.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of Index member companies;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- money market securities rated A-1(low) or better, units in the BCI's Canadian and/or U.S. Dollar Money Market Funds and other BCI short-term fixed income pooled funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## INDEXED GLOBAL EQUITY FUND 1

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
AAA/AA	\$ 1,717,204	\$ 37,218	\$ (47,346)	\$ 3,089,104	\$ 40,646	\$ (85,107)
A	8,929,738	160,974	(148,309)	5,313,602	105,824	(209,580)
<b>Total Derivatives</b>	<b>\$ 10,646,942</b>	<b>\$ 198,192</b>	<b>\$ (195,655)</b>	<b>\$ 8,402,706</b>	<b>\$ 146,470</b>	<b>\$ (294,687)</b>

The Fund's other financial assets are not exposed to significant credit risk.

### Collateral Pledged and Received

BCI is party to derivative contracts that involve pledging and holding collateral, as outlined in Note 8 (b). Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The following table illustrates the fair value of such collateral:

COLLATERAL	2025	2024
Collateral received	\$ 71,785	\$ 10,133

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 198,192	\$ 151,408	\$ 12,103	\$ 34,681	\$	198,192
Derivative liabilities	(195,655)	(167,896)	(3,513)	(24,246)		(195,655)
	<b>\$ 2,537</b>	<b>\$ (16,488)</b>	<b>\$ 8,590</b>	<b>\$ 10,435</b>	<b>\$</b>	<b>2,537</b>

  

	2024					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 146,470	\$ 134,171	\$ 12,299	\$ —	\$	146,470
Derivative liabilities	(294,687)	(251,906)	(42,781)	—		(294,687)
	<b>\$ (148,217)</b>	<b>\$ (117,735)</b>	<b>\$ (30,482)</b>	<b>\$ —</b>	<b>\$</b>	<b>(148,217)</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing and the Fund's investments in BCI's floating rate funds provide a floating rate of return. Accordingly, the Fund is not subject to significant amounts of fair value risk due to fluctuations in the prevailing market interest rates.

## INDEXED GLOBAL EQUITY FUND 1

### Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

<b>2025</b>					
<b>CURRENCY</b>	<b>Net Investments, Derivatives and Investment- Related Receivables/ (Payables)</b>	<b>Net Foreign Currency Contracts Receivable/ (Payable)</b>	<b>Net Exposure</b>	<b>% of Total Net Assets</b>	
Australian Dollar	\$ 8,676	\$ —	\$ 8,676	0.0 %	
British Pound Sterling	18,655	—	18,655	0.1	
Danish Krone	2,578	—	2,578	0.0	
Euro	49,449	—	49,449	0.2	
Hong Kong Dollar	2,674	—	2,674	0.0	
Israeli New Shekel	952	—	952	0.0	
Japanese Yen	29,790	—	29,790	0.1	
New Zealand Dollar	268	—	268	0.0	
Norwegian Krone	871	—	871	0.0	
Singapore Dollar	2,030	—	2,030	0.0	
Swedish Krona	4,426	—	4,426	0.0	
Swiss Franc	12,962	—	12,962	0.1	
United States Dollar	14,391,775	—	14,391,775	57.2	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 14,525,106</b>	<b>\$ —</b>	<b>\$ 14,525,106</b>	<b>57.7 %</b>	

<b>2024</b>					
<b>CURRENCY</b>	<b>Net Investments, Derivatives and Investment- Related Receivables/ (Payables)</b>	<b>Net Foreign Currency Contracts Receivable/ (Payable)</b>	<b>Net Exposure</b>	<b>% of Total Net Assets</b>	
Australian Dollar	\$ 6,369	\$ 967	\$ 7,336	0.0 %	
British Pound Sterling	14,848	—	14,848	0.1	
Danish Krone	2,680	229	2,909	0.0	
Euro	32,931	16	32,947	0.2	
Hong Kong Dollar	1,585	143	1,728	0.0	
Israeli New Shekel	394	—	394	0.0	
Japanese Yen	19,706	2,341	22,047	0.1	
New Zealand Dollar	178	—	178	0.0	
Norwegian Krone	501	—	501	0.0	
Singapore Dollar	1,174	115	1,289	0.0	
Swedish Krona	2,794	—	2,794	0.0	
Swiss Franc	9,777	1	9,778	0.1	
United States Dollar	14,124,979	(2,570)	14,122,409	82.8	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 14,217,916</b>	<b>\$ 1,242</b>	<b>\$ 14,219,158</b>	<b>83.3 %</b>	

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$145,251 (2024 - \$142,192), representing 0.6% of the Fund's net assets (2024 - 0.8%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

In addition, the Fund is exposed to currency risk through its equity derivative contracts in which the underlying securities may be denominated in a foreign currency.

## INDEXED GLOBAL EQUITY FUND 1

### Other Price Risk

Management monitors the concentration of risk for equity investments and equity derivative financial instruments based on industry and geographic location. The Fund uses derivative financial instruments as part of its investment strategy, including to manage exposures or allocations. The Fund's equity investments and equity derivative financial instruments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 2,580,732	10.3 %	\$ 1,940,872	11.4 %
Consumer Staples	1,336,969	5.3	1,039,717	6.1
Energy	732,775	2.9	564,253	3.3
Financials	4,106,003	16.2	2,620,437	15.4
Health Care	2,543,666	10.1	1,819,214	10.7
Industrials	2,802,125	11.1	1,807,860	10.6
Information Technology	6,956,430	27.7	4,538,377	26.6
Materials	704,647	2.8	511,092	3.0
Real Estate	467,532	1.9	363,031	2.1
Telecommunication Services	2,279,768	9.1	1,419,764	8.3
Utilities	647,999	2.6	421,266	2.5
<b>Total</b>	<b>\$ 25,158,646</b>	<b>100.0 %</b>	<b>\$ 17,045,883</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$2,518,232 (2024 - \$1,706,033) or 10.0% (2024 - 10.0%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

## INDEXED GLOBAL EQUITY FUND 1

### Equity by Geographic Region

The Fund's equity investments and equity derivative financial instruments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Australia	\$ 451,552	1.8 %	\$ 299,138	1.8 %
Austria	17,708	0.1	9,523	0.1
Belgium	55,565	0.2	31,423	0.2
Brazil	8,790	0.0	(615)	0.0
Chile	5,354	0.0	1,932	0.0
China	36,747	0.1	19,221	0.1
Denmark	118,723	0.5	117,686	0.7
Finland	75,206	0.3	39,622	0.2
France	598,454	2.4	383,561	2.2
Germany	620,943	2.5	371,844	2.2
Hong Kong	123,435	0.5	77,650	0.5
Indonesia	3,417	0.0	—	—
Ireland	29,908	0.1	11,215	0.1
Israel	61,117	0.2	33,163	0.2
Italy	213,997	0.9	107,427	0.6
Japan	1,421,340	5.6	942,774	5.5
Korea	1,592	0.0	1,290	0.0
Mexico	3,052	0.0	—	—
Netherlands	296,865	1.2	169,541	1.0
New Zealand	15,078	0.1	12,243	0.1
Norway	34,961	0.1	22,374	0.1
Poland	946	0.0	946	0.0
Portugal	11,460	0.0	5,832	0.0
Singapore	111,418	0.4	69,603	0.4
South Africa	14,296	0.1	9,256	0.1
Spain	241,924	1.0	107,303	0.6
Sweden	210,241	0.8	127,206	0.7
Switzerland	331,600	1.3	254,361	1.5
United Kingdom	738,494	2.9	461,783	2.7
United States	19,304,463	76.9	13,358,581	78.4
<b>Total</b>	<b>\$ 25,158,646</b>	<b>100.0 %</b>	<b>\$ 17,045,883</b>	<b>100.0 %</b>

## INDEXED GLOBAL EQUITY FUND 1

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 14,517,236	\$ —	\$ 14,517,236	\$ 14,210,390	\$ —	\$ 14,210,390
Money market investments	—	50,000	50,000	—	50,000	50,000
	14,517,236	50,000	14,567,236	14,210,390	50,000	14,260,390
<b>Investments in structured entities</b>						
BCI Floating rate funds	—	10,589,431	10,589,431	—	2,933,318	2,933,318
BCI Public equity funds	—	14,298	14,298	—	5,306	5,306
	—	10,603,729	10,603,729	—	2,938,624	2,938,624
Total investments	14,517,236	10,653,729	25,170,965	14,210,390	2,988,624	17,199,014
Swaps, net	—	2,537	2,537	—	(148,765)	(148,765)
Options, net	—	—	—	—	551	551
Forwards, net	—	—	—	—	(3)	(3)
Total derivatives	—	2,537	2,537	—	(148,217)	(148,217)
<b>Total</b>	<b>\$ 14,517,236</b>	<b>\$ 10,656,266</b>	<b>\$ 25,173,502</b>	<b>\$ 14,210,390</b>	<b>\$ 2,840,407</b>	<b>\$ 17,050,797</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 91.7% (2024 - 70.0%) of the net assets of Investee floating rate funds administered by BCI
- 9.1% (2024 - 3.7%) of the net assets of Investee equity funds administered by BCI

## INDEXED GLOBAL EQUITY FUND 2

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 43	\$ 56
Receivable from sale of investments		1	—
Dividends receivable		77	79
Withholding tax reclaims receivable	6	157	131
Investments		156,728	141,422
<b>Total assets</b>		<b>157,006</b>	<b>141,688</b>
<b>Liabilities</b>			
Payable for purchase of investments		28	21
BCI cost recoveries payable	4	3	4
Other accounts payable		34	34
		65	59
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 156,941</b>	<b>\$ 141,629</b>
Number of redeemable units outstanding	5	87.654	91.021
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 1,790</b>	<b>\$ 1,556</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## INDEXED GLOBAL EQUITY FUND 2

### Statement of Comprehensive Income

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Revenue</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Dividend income		\$ 2,480	\$ 2,362
Securities lending income		13	15
Other income		1	2
Foreign exchange gain		2	20
Change in fair value of investments:			
Net realized gain		2,632	7,621
Net change in unrealized gain		16,102	24,769
<b>Total revenue</b>		<b>21,230</b>	<b>34,789</b>
<b>Expenses</b>			
BCI cost recoveries	4	43	46
Administrative fees		50	52
Commissions and stock exchange fees		3	6
Withholding taxes	6	322	292
<b>Total operating expenses</b>		<b>418</b>	<b>396</b>
Increase in net assets attributable to holders of redeemable units before distributions		20,812	34,393
Distributions to holders of redeemable units		(4,708)	(9,516)
<b>Increase in net assets attributable to holders of redeemable units</b>		<b>\$ 16,104</b>	<b>\$ 24,877</b>

**INDEXED GLOBAL EQUITY FUND 2****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 141,629	\$ 127,850
Increase in net assets attributable to holders of redeemable units	16,104	24,877
Redeemable unit transactions:		
Proceeds from units issued	20,516	21,040
Reinvestment of distributions	4,708	9,516
Amounts paid for units redeemed	(26,016)	(41,654)
Net decrease from redeemable unit transactions	(792)	(11,098)
<b>Balance, end of year</b>	<b>\$ 156,941</b>	<b>\$ 141,629</b>

## INDEXED GLOBAL EQUITY FUND 2

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase in net assets attributable to holders of redeemable units	\$ 16,104	\$ 24,877
Adjustments for:		
Foreign exchange gain	(2)	(20)
Dividend income	(2,480)	(2,362)
Withholding taxes	322	292
Net realized gain from investments	(2,632)	(7,621)
Net change in unrealized gain of investments	(16,102)	(24,769)
Distributions to holders of redeemable units	4,708	9,516
BCI cost recoveries payable	(1)	—
Other accounts payable	—	(11)
Dividends received	2,482	2,384
Withholding taxes paid	(348)	(329)
Net sale of investments	3,434	18,502
	5,485	20,459
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	20,516	24,540
Payments on redemption of redeemable units	(26,016)	(45,154)
	(5,500)	(20,614)
Net decrease in cash	(15)	(155)
Effect of exchange rate changes on cash	2	20
Cash, beginning of year	56	191
<b>Cash, end of year</b>	<b>\$ 43</b>	<b>\$ 56</b>

**INDEXED GLOBAL EQUITY FUND 2****Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 156,728	\$ 77,986	\$ 141,422	\$ 78,782
<b>Total Investments</b>	<b>\$ 156,728</b>	<b>\$ 77,986</b>	<b>\$ 141,422</b>	<b>\$ 78,782</b>

## INDEXED GLOBAL EQUITY FUND 2

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Indexed Global Equity Fund 2 (the "Fund") provides clients with exposure to equity markets from across the globe at a low management fee. The Fund has the same strategy, goals, investment policies, and other features as another pooled investment portfolio, the Indexed Global Equity Fund 1. Clients that elect to participate in this Fund are allocated units that optimize the regulatory, tax, or administrative requirements applicable to each client. The Fund's benchmark is the Morgan Stanley Capital International ("MSCI") World ex-Canada Net Index (the "Index"). The Fund's performance objective is to replicate the returns of the Index. The Fund is managed internally by BCI. BCI portfolio managers hold company, sector, and country allocations roughly in proportion to their benchmark weights and have discretion to determine the appropriate timing of implementing Index changes.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of Index member companies;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- money market securities rated A-1 (low) or better, and units of BCI's Canadian and/or U.S. Dollar Money Market Funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## INDEXED GLOBAL EQUITY FUND 2

### Credit Risk

The majority of the Fund's financial assets and liabilities are held in securities that are not subject to credit risk.

### Liquidity Risk

The Fund's liabilities are due within three months of the year-end of the Fund.

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

### Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

2025						
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)		Net Foreign Currency Contracts Receivable/ (Payable)		Net Exposure	% of Total Net Assets
Australian Dollar	\$	2,546	\$	—	\$ 2,546	1.6 %
British Pound Sterling		5,436		—	5,436	3.5
Danish Krone		777		—	777	0.5
Euro		14,787		—	14,787	9.4
Hong Kong Dollar		762		—	762	0.5
Israeli New Shekel		266		—	266	0.2
Japanese Yen		8,862		—	8,862	5.6
New Zealand Dollar		70		—	70	—
Norwegian Krone		232		—	232	0.1
Singapore Dollar		565		—	565	0.4
Swedish Krona		1,297		—	1,297	0.8
Swiss Franc		3,839		—	3,839	2.4
United States Dollar		117,382		—	117,382	74.8
<b>Net Foreign Exchange Exposure</b>	<b>\$</b>	<b>156,821</b>	<b>\$</b>	<b>—</b>	<b>\$ 156,821</b>	<b>99.8 %</b>

## INDEXED GLOBAL EQUITY FUND 2

2024

CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 2,461	\$ —	\$ 2,461	1.7 %
British Pound Sterling	4,485	—	4,485	3.2
Danish Krone	975	—	975	0.7
Euro	11,572	—	11,572	8.2
Hong Kong Dollar	652	—	652	0.5
Israeli New Shekel	153	—	153	0.1
Japanese Yen	7,845	—	7,845	5.5
New Zealand Dollar	72	—	72	0.1
Norwegian Krone	196	—	196	0.1
Singapore Dollar	461	—	461	0.3
Swedish Krona	1,048	—	1,048	0.7
Swiss Franc	3,205	—	3,205	2.3
United States Dollar	108,412	—	108,412	76.5
<b>Net Foreign Exchange Exposure</b>	<b>\$ 141,537</b>	<b>\$ —</b>	<b>\$ 141,537</b>	<b>99.9 %</b>

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$1,568 (2024 - \$1,415), representing 1.0% of the Fund's net assets (2024 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

## Other Price Risk

Management monitors the concentration of risk for equity investments based on industry and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 16,060	10.2 %	\$ 16,080	11.4 %
Consumer Staples	8,321	5.3	8,622	6.1
Energy	4,576	2.9	4,690	3.3
Financials	25,607	16.3	21,738	15.4
Health Care	15,845	10.1	15,080	10.7
Industrials	17,475	11.1	15,017	10.6
Information Technology	43,318	27.7	37,650	26.6
Materials	4,387	2.8	4,239	3.0
Real Estate	2,905	1.9	3,029	2.1
Telecommunication Services	14,205	9.1	11,768	8.3
Utilities	4,029	2.6	3,509	2.5
<b>Total</b>	<b>\$ 156,728</b>	<b>100.0 %</b>	<b>\$ 141,422</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$15,694 (2024 - \$14,163) or 10.0% (2024 - 10.0%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

## INDEXED GLOBAL EQUITY FUND 2

### Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Australia	\$ 2,543	1.6 %	\$ 2,458	1.7 %
Austria	109	0.1	68	0.1
Belgium	452	0.3	340	0.2
Denmark	777	0.5	975	0.7
Finland	468	0.3	330	0.2
France	4,271	2.7	3,717	2.6
Germany	3,884	2.5	3,107	2.2
Hong Kong	819	0.5	685	0.5
Ireland	196	0.1	94	0.1
Israel	433	0.3	322	0.2
Italy	1,317	0.8	939	0.7
Japan	8,852	5.6	7,854	5.6
Netherlands	2,550	1.6	2,063	1.5
New Zealand	70	0.0	70	—
Norway	230	0.1	196	0.1
Qatar	79	0.1	55	—
Singapore	683	0.4	563	0.4
Spain	1,580	1.0	925	0.7
Sweden	1,473	0.9	1,190	0.8
Switzerland	3,839	2.4	3,204	2.3
United Kingdom	5,422	3.5	4,480	3.2
United States	116,681	74.7	107,787	76.2
<b>Total</b>	<b>\$ 156,728</b>	<b>100.0 %</b>	<b>\$ 141,422</b>	<b>100.0 %</b>

## INDEXED GLOBAL EQUITY FUND 2

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 156,728	\$ —	\$ 156,728	\$ 141,422	\$ —	\$ 141,422
<b>Total</b>	<b>\$ 156,728</b>	<b>\$ —</b>	<b>\$ 156,728</b>	<b>\$ 141,422</b>	<b>\$ —</b>	<b>\$ 141,422</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

## ACTIVE EMERGING MARKETS EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 72,987	\$ 274,942
Receivable from sale of investments		1,943	11,685
Dividends receivable		10,919	16,626
Withholding tax reclaims receivable	6	832	647
Derivative assets:			
Forwards		1	15
Investments		3,920,959	5,499,361
<b>Total assets</b>		<b>4,007,641</b>	<b>5,803,276</b>
<b>Liabilities</b>			
Payable for purchase of investments		—	14,644
BCI cost recoveries payable	4	760	1,151
External management fees payable		2,186	4,899
Other accounts payable		837	1,969
Derivative liabilities:			
Forwards		—	9
		3,783	22,672
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 4,003,858</b>	<b>\$ 5,780,604</b>
Number of redeemable units outstanding	5	1,200.505	2,280.409
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 3,335</b>	<b>\$ 2,535</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

**ACTIVE EMERGING MARKETS EQUITY FUND****Statement of Comprehensive Income**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Revenue</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Interest income		\$ 120	\$ 594
Dividend income		110,256	178,354
Securities lending income		581	1,569
Other income		7,267	4,886
Foreign exchange gain (loss)		(15,296)	1,637
Change in fair value of investments and derivatives:			
Net realized gain		866,676	376,637
Net change in unrealized gain		128,509	304,774
<b>Total revenue</b>		<b>1,098,113</b>	<b>868,451</b>
<b>Expenses</b>			
BCI cost recoveries	4	9,167	14,708
External management fees		10,104	20,123
Administrative fees		1,934	3,524
Commissions and stock exchange fees		11,189	11,155
Other expenses		20,681	—
Withholding taxes	6	11,064	32,723
<b>Total operating expenses</b>		<b>64,139</b>	<b>82,233</b>
Increase in net assets attributable to holders of redeemable units before distributions		1,033,974	786,218
Distributions to holders of redeemable units		(883,417)	(465,198)
<b>Increase in net assets attributable to holders of redeemable units</b>		<b>\$ 150,557</b>	<b>\$ 321,020</b>

**ACTIVE EMERGING MARKETS EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 5,780,604	\$ 4,782,610
Increase in net assets attributable to holders of redeemable units	150,557	321,020
Redeemable unit transactions:		
Proceeds from units issued	72,682	375,369
Reinvestment of distributions	883,417	465,198
Amounts paid for units redeemed	(2,883,402)	(163,593)
Net increase (decrease) from redeemable unit transactions	(1,927,303)	676,974
<b>Balance, end of year</b>	<b>\$ 4,003,858</b>	<b>\$ 5,780,604</b>

## ACTIVE EMERGING MARKETS EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase in net assets attributable to holders of redeemable units	\$ 150,557	\$ 321,020
Adjustments for:		
Foreign exchange (gain) loss	15,296	(1,637)
Interest income	(120)	(594)
Dividend income	(110,256)	(178,354)
Withholding taxes	11,064	32,723
Net realized gain from investments and derivatives	(866,676)	(376,637)
Net change in unrealized gain of investments and derivatives	(128,509)	(304,774)
Amortization of premiums and discounts	(23)	(168)
Distributions to holders of redeemable units	883,417	465,198
BCI cost recoveries payable	(391)	(101)
Other accounts payable	(1,132)	(669)
Interest received	120	594
Dividends received	115,963	179,748
Withholding taxes paid	(11,249)	(32,567)
External management fees payable	(2,713)	505
Net sale (purchase) of investments and derivatives	2,568,713	(92,806)
	2,624,061	11,481
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	72,682	382,369
Payments on redemption of redeemable units	(2,883,402)	(170,593)
	(2,810,720)	211,776
Net increase (decrease) in cash	(186,659)	223,257
Effect of exchange rate changes on cash	(15,296)	1,637
Cash, beginning of year	274,942	50,048
<b>Cash, end of year</b>	<b>\$ 72,987</b>	<b>\$ 274,942</b>

**ACTIVE EMERGING MARKETS EQUITY FUND****Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 3,916,089	\$ 3,048,869	\$ 5,498,840	\$ 4,760,155
<b>Money Market Investments</b>				
Units in BCI Pooled Investment Portfolio				
Canadian Money Market Fund ST1	104	104	500	501
Canadian Money Market Fund ST3	4,766	4,790	21	23
	4,870	4,894	521	524
<b>Total Investments</b>	<b>\$ 3,920,959</b>	<b>\$ 3,053,763</b>	<b>\$ 5,499,361</b>	<b>\$ 4,760,679</b>

## ACTIVE EMERGING MARKETS EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Currency derivatives</b>						
<b>OTC</b>						
Forwards	\$ 1,265	\$ 1	\$ —	\$ 25,153	\$ 15	\$ (9)
<b>Total</b>	<b>\$ 1,265</b>	<b>\$ 1</b>	<b>\$ —</b>	<b>\$ 25,153</b>	<b>\$ 15</b>	<b>\$ (9)</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ 1,265	\$ 25,153
<b>Total</b>	<b>\$ 1,265</b>	<b>\$ 25,153</b>

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## ACTIVE EMERGING MARKETS EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objective of the Active Emerging Markets Equity Fund (the "Fund") is to provide participating clients with exposure to a portfolio of actively managed emerging market equity investments, with the potential of earning a higher rate of return than the Fund's benchmark. The Fund's benchmark is the Morgan Stanley Capital International ("MSCI") Emerging Markets Net Index (the "Index"). The objective of the Fund is to exceed the benchmark return on a risk-adjusted basis.

The Fund is comprised of portfolios managed by a team of external investment managers (the "Managers") under contract to BCI. BCI selects the Managers on the basis of their approach, process, historical track record and the strength of their investment team. The Managers operate independently of each other and are given specific value-added targets, consistent with their expected risk profile. In addition to the potential for higher returns, the Fund provides clients with: a diversity of active management investment styles; exposure to a variety of market outlooks; and exposure to the various segments of emerging equity markets.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of issuers whose country is classified as an emerging, developed, or frontier market by MSCI or listed on an emerging market exchange;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- units in the Managers' pooled funds provided such holdings are permissible investments for the Fund;
- private placement securities that will become freely tradable on a recognized exchange within six months from the date of issuance, purchase, or acquisition, or with CIO approval;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- money market securities rated A-1(low) or better, units in the BCI's Canadian and/or U.S. Dollar Money Market Funds and other BCI's Short-term Fixed Income Funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- investments in companies whose country is classified as a frontier market by MSCI are limited to 10% of the market value of the Fund;
- investments in companies whose country is classified as a developed market by MSCI are limited to 15% of the market value of the Fund;
- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## ACTIVE EMERGING MARKETS EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025					2024				
	Notional Value	Fair Value			Notional Value	Fair Value				
		Derivative Assets	Derivative Liabilities			Derivative Assets	Derivative Liabilities			
AAA/AA	\$ 1,265	\$ 1	\$ —	\$ —	13,505	\$ 15	\$ —	\$ —	(3)	
A	—	—	—	—	11,648	—	—	—	(6)	
<b>Total Derivatives</b>	<b>\$ 1,265</b>	<b>\$ 1</b>	<b>\$ —</b>	<b>\$ —</b>	<b>25,153</b>	<b>\$ 15</b>	<b>\$ —</b>	<b>\$ —</b>	<b>(9)</b>	

The Fund's other financial assets are not exposed to significant credit risk.

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

2025					
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years	Total
Derivative assets	\$ 1	\$ 1	\$ —	\$ —	1
Derivative liabilities	—	—	—	—	—
	<b>\$ 1</b>	<b>\$ 1</b>	<b>\$ —</b>	<b>\$ —</b>	<b>1</b>

  

2024					
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years	Total
Derivative assets	\$ 15	\$ 15	\$ —	\$ —	15
Derivative liabilities	(9)	(9)	—	—	(9)
	<b>\$ 6</b>	<b>\$ 6</b>	<b>\$ —</b>	<b>\$ —</b>	<b>6</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

## ACTIVE EMERGING MARKETS EQUITY FUND

### Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

2025					
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets	
Brazilian Real	\$ 288,358	\$ —	\$ 288,358	7.2 %	
Chilean Peso	10	—	10	0.0	
Chinese Yuan Renminbi	358,945	—	358,945	9.0	
Euro	608	—	608	0.0	
Hong Kong Dollar	737,062	(896)	736,166	18.4	
Hungarian Forint	19,228	—	19,228	0.5	
Indian Rupee	383,599	—	383,599	9.6	
Indonesian Rupiah	103,401	—	103,401	2.6	
Malaysian Ringgit	434	—	434	0.0	
Mexican Peso	18,716	—	18,716	0.5	
Poland Zloty	57,429	—	57,429	1.4	
Saudi Riyal	41,069	—	41,069	1.0	
South African Rand	180,637	—	180,637	4.5	
South Korean Won	626,952	(228)	626,724	15.7	
Taiwan Dollar	653,527	(140)	653,387	16.3	
Thai Baht	62,799	—	62,799	1.6	
Turkish Lira	21,499	—	21,499	0.5	
United Arab Emirates Dirham	49,397	—	49,397	1.2	
United States Dollar	383,303	1,265	384,568	9.6	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 3,986,973</b>	<b>\$ 1</b>	<b>\$ 3,986,974</b>	<b>99.6 %</b>	

## ACTIVE EMERGING MARKETS EQUITY FUND

2024

CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	\$ 312,762	\$(1,703)	\$ 311,059	5.4 %
Chilean Peso	9	—	9	—
Chinese Yuan Renminbi	423,215	—	423,215	7.3
Euro	54,698	—	54,698	0.9
Hong Kong Dollar	1,058,912	13,791	1,072,703	18.6
Hungarian Forint	41,327	—	41,327	0.7
Indian Rupee	1,099,640	—	1,099,640	19.0
Indonesian Rupiah	125,302	—	125,302	2.2
Malaysian Ringgit	15,798	—	15,798	0.3
Mexican Peso	48,348	—	48,348	0.8
Philippine Peso	28,441	—	28,441	0.5
Poland Zloty	6	(5)	1	—
Saudi Riyal	95,465	—	95,465	1.7
Singapore Dollar	37,375	—	37,375	0.6
South African Rand	195,729	—	195,729	3.4
South Korean Won	426,567	(9,102)	417,465	7.2
Taiwan Dollar	666,997	(540)	666,457	11.5
Thai Baht	109,302	—	109,302	1.9
Turkish Lira	50,333	—	50,333	0.9
United Arab Emirates Dirham	97,903	—	97,903	1.7
United States Dollar	896,449	(2,436)	894,013	15.5
<b>Net Foreign Exchange Exposure</b>	<b>\$ 5,784,578</b>	<b>\$ 5</b>	<b>\$ 5,784,583</b>	<b>100.1 %</b>

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$39,870 (2024 - \$57,846), representing 1.0% of the Fund's net assets (2024 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

## Other Price Risk

Management monitors the concentration of risk for equity investments based on industry and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 598,874	15.3 %	\$ 790,657	14.4 %
Consumer Staples	82,738	2.1	454,076	8.3
Energy	144,227	3.7	327,628	6.0
Financials	1,012,031	25.8	1,395,063	25.4
Health Care	71,419	1.8	94,535	1.7
Industrials	133,215	3.4	334,857	6.1
Information Technology	1,104,087	28.2	1,156,497	21.0
Materials	328,836	8.4	219,437	4.0
Real Estate	144,203	3.7	138,386	2.5
Telecommunication Services	286,385	7.3	420,421	7.6
Utilities	10,074	0.3	167,283	3.0
<b>Total</b>	<b>\$ 3,916,089</b>	<b>100.0 %</b>	<b>\$ 5,498,840</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$424,409 (2024 - \$566,499) or 10.6% (2024 - 9.8%) of net assets.

## ACTIVE EMERGING MARKETS EQUITY FUND

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Argentina	\$ 16,709	0.4 %	\$ 19,274	0.4 %
Brazil	414,297	10.6	432,623	7.9
Canada	16,881	0.4	—	—
China	1,041,549	26.7	1,439,914	26.0
France	—	—	37,268	0.7
Greece	—	—	16,871	0.3
Hong Kong	97,248	2.5	148,059	2.7
Hungary	19,228	0.5	41,327	0.8
India	404,259	10.3	1,117,810	20.3
Indonesia	102,341	2.6	125,302	2.3
Korea	625,354	16.0	416,488	7.6
Malaysia	—	—	15,521	0.3
Mexico	18,716	0.5	48,348	0.9
Peru	28,148	0.7	32,075	0.6
Philippines	—	—	28,369	0.5
Poland	57,427	1.5	—	—
Saudi Arabia	41,069	1.0	95,465	1.7
Singapore	17,277	0.4	37,375	0.7
South Africa	180,130	4.6	195,097	3.5
Taiwan	666,645	17.0	702,117	12.8
Thailand	62,799	1.6	109,302	2.0
Turkey	21,499	0.5	50,333	0.9
United Arab Emirates	49,397	1.3	97,903	1.8
United Kingdom	—	—	15,218	0.3
United States	35,116	0.9	269,137	4.9
Kazakhstan	—	—	7,644	0.1
<b>Total</b>	<b>\$ 3,916,089</b>	<b>100.0 %</b>	<b>\$ 5,498,840</b>	<b>100.0 %</b>

## ACTIVE EMERGING MARKETS EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 3,916,089	\$ —	\$ 3,916,089	\$ 5,498,840	\$ —	\$ 5,498,840
	3,916,089	—	3,916,089	5,498,840	—	5,498,840
<b>Investments in structured entities</b>						
BCI Money market funds	—	4,870	4,870	—	521	521
	—	4,870	4,870	—	521	521
Total investments	3,916,089	4,870	3,920,959	5,498,840	521	5,499,361
Forwards, net	—	1	1	—	6	6
<b>Total</b>	<b>\$ 3,916,089</b>	<b>\$ 4,871</b>	<b>\$ 3,920,960</b>	<b>\$ 5,498,840</b>	<b>\$ 527</b>	<b>\$ 5,499,367</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 0.1% (2024 - —%) of the net assets of Investee money market funds administered by BCI

## INDEXED EMERGING MARKETS EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 6,989	\$ 3,416
Receivable from sale of investments		81	—
Dividends receivable		9,390	5,820
Withholding tax reclaims receivable	6	563	293
Derivative assets:			
Swaps		34,450	40,904
Investments		5,039,383	4,634,287
<b>Total assets</b>		<b>5,090,856</b>	<b>4,684,720</b>
<b>Liabilities</b>			
BCI cost recoveries payable	4	710	668
Other accounts payable		856	1,032
Derivative liabilities:			
Swaps		17,129	45,370
		18,695	47,070
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 5,072,161</b>	<b>\$ 4,637,650</b>
Number of redeemable units outstanding	5	1,934.641	2,258.516
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 2,622</b>	<b>\$ 2,053</b>

#### **[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## INDEXED EMERGING MARKETS EQUITY FUND

### Statement of Comprehensive Income

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 54,547	\$ 120,462
Dividend income		113,365	117,141
Securities lending income		3,641	3,730
Other income		465	563
Foreign exchange loss		(582)	(783)
Change in fair value of investments and derivatives:			
Net realized gain		212,420	325,644
Net change in unrealized gain		1,006,863	486,218
<b>Total revenue</b>		<b>1,390,719</b>	<b>1,052,975</b>
<b>Expenses</b>			
BCI cost recoveries	4	11,154	15,367
Administrative fees		1,913	1,455
Commissions and stock exchange fees		466	414
Withholding taxes	6	13,797	9,148
<b>Total operating expenses</b>		<b>27,330</b>	<b>26,384</b>
Increase in net assets attributable to holders of redeemable units before distributions		1,363,389	1,026,591
Distributions to holders of redeemable units		(140,910)	(216,902)
<b>Increase in net assets attributable to holders of redeemable units</b>		<b>\$ 1,222,479</b>	<b>\$ 809,689</b>

**INDEXED EMERGING MARKETS EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 4,637,650	\$ 7,158,943
Increase in net assets attributable to holders of redeemable units	1,222,479	809,689
Redeemable unit transactions:		
Proceeds from units issued	2,617,285	902,206
Reinvestment of distributions	140,910	216,902
Amounts paid for units redeemed	(3,546,163)	(4,450,090)
Net decrease from redeemable unit transactions	(787,968)	(3,330,982)
<b>Balance, end of year</b>	<b>\$ 5,072,161</b>	<b>\$ 4,637,650</b>

## INDEXED EMERGING MARKETS EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase in net assets attributable to holders of redeemable units	\$ 1,222,479	\$ 809,689
Adjustments for:		
Foreign exchange loss	582	783
Interest income	(54,547)	(120,462)
Dividend income	(113,365)	(117,141)
Withholding taxes	13,797	9,148
Net realized gain from investments and derivatives	(212,420)	(325,644)
Net change in unrealized gain of investments and derivatives	(1,006,863)	(486,218)
Amortization of premiums and discounts	(1,130)	(32,431)
Distributions to holders of redeemable units	140,910	216,902
BCI cost recoveries payable	42	(944)
Other accounts payable	(176)	(1,769)
Interest received	54,547	120,462
Dividends received	109,795	118,814
Withholding taxes paid	(14,067)	(9,212)
Net sale of investments and derivatives	793,449	3,370,106
	933,033	3,552,083
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	2,617,285	942,356
Payments on redemption of redeemable units	(3,546,163)	(4,490,240)
	(928,878)	(3,547,884)
Net increase in cash	4,155	4,199
Effect of exchange rate changes on cash	(582)	(783)
Cash, beginning of year	3,416	—
<b>Cash, end of year</b>	<b>\$ 6,989</b>	<b>\$ 3,416</b>

## INDEXED EMERGING MARKETS EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 4,748,695	\$ 2,929,880	\$ 3,715,036	\$ 2,879,811
Exchange Traded Funds	2,625	2,231	1,865	1,901
	4,751,320	2,932,111	3,716,901	2,881,712
<b>Floating Rate Funds</b>				
Units in BCI Pooled Investment Portfolio				
CORRA 1 Floating Rate Fund	288,063	288,066	917,386	918,445
<b>Total Investments</b>	<b>\$ 5,039,383</b>	<b>\$ 3,220,177</b>	<b>\$ 4,634,287</b>	<b>\$ 3,800,157</b>

## INDEXED EMERGING MARKETS EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>Listed</b>						
Futures <sup>(c)</sup>	\$ 9	\$ —	\$ —	\$ 7	\$ —	\$ —
<b>OTC</b>						
Swaps	287,523	34,450	(17,129)	917,159	40,904	(45,370)
<b>Total</b>	<b>\$ 287,532</b>	<b>\$ 34,450</b>	<b>\$ (17,129)</b>	<b>\$ 917,166</b>	<b>\$ 40,904</b>	<b>\$ (45,370)</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ 774,446	\$ 815,695
1 to 2 years	(486,914)	101,471
<b>Total</b>	<b>\$ 287,532</b>	<b>\$ 917,166</b>

- (a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.
- (b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.
- (c) As futures derivative contracts are fair valued through profit and loss and settled daily, the gain or loss recognized on December 31 is recorded in other receivables or other accounts payable on the Statement of Financial Position and in realized gains and losses on the Statement of Comprehensive Income.

## INDEXED EMERGING MARKETS EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objective of the Indexed Emerging Markets Equity Fund (the "Fund") is to provide clients with exposure to a portfolio of emerging market equity investments at a low fee. The objective of the Fund is to replicate the returns of the Fund's benchmark, the Morgan Stanley Capital International ("MSCI") Emerging Markets Net Index (the "Index"). Investments in individual companies will be held in approximately the same proportion as their weighting in the Index, but BCI shall have discretion in determining the appropriate timing of implementing Index changes.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of Index member companies;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- money market securities rated A-1(low) or better, units in the BCI's Canadian and/or U.S. Dollar Money Market Funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## INDEXED EMERGING MARKETS EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
AAA/AA	\$ (732,637)	\$ 16,336	\$ (4,500)	\$ (439,636)	\$ 19,154	\$ (13,662)
A	1,020,160	18,114	(12,629)	1,356,795	21,750	(31,708)
<b>Total Derivatives</b>	<b>\$ 287,523</b>	<b>\$ 34,450</b>	<b>\$ (17,129)</b>	<b>\$ 917,159</b>	<b>\$ 40,904</b>	<b>\$ (45,370)</b>

The Fund's other financial assets are not exposed to significant credit risk.

### Collateral Pledged and Received

BCI is party to derivative contracts that involve pledging and holding collateral, as outlined in Note 8 (b). Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The following table illustrates the fair value of such collateral:

COLLATERAL	2025	2024
Collateral received	\$ 19,064	\$ 19,879

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 34,450	\$ 28,288	\$ 6,162	\$ —	\$ —	34,450
Derivative liabilities	(17,129)	(17,129)	—	—	—	(17,129)
	<b>\$ 17,321</b>	<b>\$ 11,159</b>	<b>\$ 6,162</b>	<b>\$ —</b>	<b>\$ —</b>	<b>17,321</b>

  

	2024					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 40,904	\$ 40,904	\$ —	\$ —	\$ —	40,904
Derivative liabilities	(45,370)	(42,000)	(3,370)	—	—	(45,370)
	<b>\$ (4,466)</b>	<b>\$ (1,096)</b>	<b>\$ (3,370)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>(4,466)</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing and the Fund's investments in BCI's floating rate funds provide a floating rate of return. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

## INDEXED EMERGING MARKETS EQUITY FUND

## Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

2025					
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets	
Brazilian Real	\$ 200,809	\$ —	\$ 200,809	4.0 %	
Chilean Peso	31,123	—	31,123	0.6	
Colombian Peso	7,887	—	7,887	0.2	
Czech Koruna	8,060	—	8,060	0.2	
Egyptian Pound	4,241	—	4,241	0.1	
Euro	30,205	—	30,205	0.6	
Hong Kong Dollar	1,224,528	—	1,224,528	24.1	
Hungarian Forint	16,940	—	16,940	0.3	
Indian Rupee	828,327	—	828,327	16.3	
Indonesian Rupiah	23,109	—	23,109	0.5	
Malaysian Ringgit	59,119	—	59,119	1.2	
Mexican Peso	105,192	—	105,192	2.1	
Pakistani Rupee	3	—	3	0.0	
Philippine Peso	20,225	—	20,225	0.4	
Poland Zloty	60,700	—	60,700	1.2	
Qatari Rial	35,527	—	35,527	0.7	
Russian Ruble	1	—	1	0.0	
Saudi Riyal	5,855	—	5,855	0.1	
South African Rand	24,091	—	24,091	0.5	
South Korean Won	710,178	—	710,178	14.0	
Taiwan Dollar	1,107,855	—	1,107,855	21.8	
Thai Baht	54,684	—	54,684	1.1	
Turkish Lira	4	—	4	0.0	
United Arab Emirates Dirham	78,267	—	78,267	1.5	
United States Dollar	129,988	—	129,988	2.6	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 4,766,918</b>	<b>\$ —</b>	<b>\$ 4,766,918</b>	<b>94.1 %</b>	

## INDEXED EMERGING MARKETS EQUITY FUND

2024

CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	\$ 156,625	\$ —	156,625	3.4 %
Chilean Peso	17,855	—	17,855	0.4
Colombian Peso	4,295	—	4,295	0.1
Czech Koruna	5,816	—	5,816	0.1
Egyptian Pound	3,035	—	3,035	0.1
Euro	20,117	—	20,117	0.4
Hong Kong Dollar	935,730	—	935,730	20.2
Hungarian Forint	10,512	—	10,512	0.2
Indian Rupee	834,969	—	834,969	18.0
Indonesian Rupiah	20,579	—	20,579	0.4
Malaysian Ringgit	64,300	—	64,300	1.4
Mexican Peso	75,812	—	75,812	1.6
Pakistani Rupee	4	—	4	0.0
Philippine Peso	22,863	—	22,863	0.5
Poland Zloty	35,349	—	35,349	0.8
Qatari Rial	36,274	—	36,274	0.8
Russian Ruble	1	—	1	0.0
Saudi Riyal	5	—	5	0.0
South African Rand	14,870	—	14,870	0.3
South Korean Won	383,395	—	383,395	8.3
Taiwan Dollar	841,482	—	841,482	18.1
Thai Baht	62,386	—	62,386	1.3
Turkish Lira	5,598	—	5,598	0.1
United Arab Emirates Dirham	58,964	—	58,964	1.3
United States Dollar	114,825	—	114,825	2.5
<b>Net Foreign Exchange Exposure</b>	<b>\$ 3,725,661</b>	<b>\$ —</b>	<b>3,725,661</b>	<b>80.3 %</b>

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$47,669 (2024 - \$37,257), representing 0.9% of the Fund's net assets (2024 - 0.8%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

In addition, the Fund is exposed to currency risk through its equity derivative contracts in which the underlying securities may be denominated in a foreign currency.

## INDEXED EMERGING MARKETS EQUITY FUND

### Other Price Risk

Management monitors the concentration of risk for equity investments and equity derivative financial instruments based on industry and geographic location. The Fund uses derivative financial instruments as part of its investment strategy, including to manage exposures or allocations. The Fund's equity investments and equity derivative financial instruments are concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 591,128	11.7 %	\$ 606,964	13.1 %
Consumer Staples	188,218	3.7	221,970	4.8
Energy	195,905	3.9	211,230	4.6
Financials	1,125,686	22.3	1,098,734	23.7
Health Care	156,655	3.1	159,565	3.4
Industrials	354,428	7.0	305,322	6.6
Information Technology	1,429,524	28.3	1,122,303	24.3
Materials	356,402	7.1	262,739	5.7
Real Estate	67,647	1.3	76,525	1.7
Telecommunication Services	471,825	9.3	435,787	9.4
Utilities	115,662	2.3	125,823	2.7
<b>Total</b>	<b>\$ 5,053,080</b>	<b>100.0 %</b>	<b>\$ 4,626,962</b>	<b>100.0 %</b>

As at December 31, 2025, had the benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$507,216 (2024 - \$463,765) or 10.0% (2024 - 10.0%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

## INDEXED EMERGING MARKETS EQUITY FUND

### Equity by Geographic Region

The Fund's equity investments and equity derivative financial instruments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Australia	\$ 18,881	0.4 %	\$ —	— %
Brazil	\$ 218,602	4.3 %	\$ 187,976	4.1 %
Chile	28,809	0.6	19,142	0.4
China	1,397,885	27.6	1,287,426	27.9
Colombia	7,246	0.1	4,515	0.1
Czech Republic	7,478	0.1	6,233	0.1
Egypt	3,892	0.1	3,161	0.1
Greece	28,124	0.6	21,623	0.5
Hong Kong	—	—	261	—
Hungary	15,766	0.3	11,291	0.2
India	770,947	15.3	897,461	19.4
Indonesia	58,842	1.2	68,897	1.5
Korea	672,827	13.3	417,408	9.0
Kuwait	34,806	0.7	34,636	0.7
Malaysia	61,289	1.2	71,239	1.5
Mexico	97,419	1.9	81,801	1.8
Peru	18,693	0.4	13,058	0.3
Philippines	18,757	0.4	24,489	0.5
Poland	56,476	1.1	37,985	0.8
Qatar	33,077	0.7	38,986	0.8
Romania	2,311	0.0	2,378	0.1
Saudi Arabia	144,201	2.9	192,619	4.2
South Africa	171,676	3.4	126,985	2.7
Taiwan	1,049,330	20.8	918,103	19.8
Thailand	41,702	0.8	59,166	1.3
Turkey	21,215	0.4	30,447	0.7
United Arab Emirates	72,829	1.4	63,372	1.4
United Kingdom	—	—	6,011	0.1
United States	—	—	293	—
<b>Total</b>	<b>\$ 5,053,080</b>	<b>100.0 %</b>	<b>\$ 4,626,962</b>	<b>100.0 %</b>

## INDEXED EMERGING MARKETS EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 4,748,695	\$ —	\$ 4,748,695	\$ 3,715,036	\$ —	\$ 3,715,036
	4,748,695	—	4,748,695	3,715,036	—	3,715,036
<b>Investments in structured entities</b>						
Exchange traded funds	2,625	—	2,625	1,865	—	1,865
BCI Floating rate funds	—	288,063	288,063	—	917,386	917,386
	2,625	288,063	290,688	1,865	917,386	919,251
Total investments	4,751,320	288,063	5,039,383	3,716,901	917,386	4,634,287
Swaps, net	—	17,321	17,321	—	(4,466)	(4,466)
<b>Total</b>	<b>\$ 4,751,320</b>	<b>\$ 305,384</b>	<b>\$ 5,056,704</b>	<b>\$ 3,716,901</b>	<b>\$ 912,920</b>	<b>\$ 4,629,821</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 2.5% (2024 - 21.9%) of the net assets of Investee floating rate funds administered by BCI

## THEMATIC PUBLIC EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 444	\$ 557
Receivable from sale of investments		—	3,389
Dividends receivable		730	1,253
Withholding tax reclaims receivable	6	3,713	3,233
Derivative assets:			
Swaps		6,406	—
Options		1,006	—
Investments		2,052,446	2,785,785
<b>Total assets</b>		<b>2,064,745</b>	<b>2,794,217</b>
<b>Liabilities</b>			
Payable for purchase of investments		—	5,578
BCI cost recoveries payable	4	337	537
Other accounts payable		100	252
Derivative liabilities:			
Options		887	—
		1,324	6,367
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 2,063,421</b>	<b>\$ 2,787,850</b>
Number of redeemable units outstanding	5	406.866	620.214
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 5,072</b>	<b>\$ 4,495</b>

**[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## THEMATIC PUBLIC EQUITY FUND

### Statement of Comprehensive Loss

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 5,230	\$ 4,535
Dividend income		26,665	48,779
Securities lending income		533	235
Other income		102	210
Foreign exchange loss		(122)	(6,626)
Change in fair value of investments and derivatives:			
Net realized gain		274,368	1,305,842
Net change in unrealized loss		(22,880)	(170,772)
<b>Total revenue</b>		<b>283,896</b>	<b>1,182,203</b>
<b>Expenses</b>			
BCI cost recoveries	4	5,826	9,827
Administrative fees		29	343
Commissions and stock exchange fees		1,506	5,121
Withholding taxes	6	1,005	3,460
<b>Total operating expenses</b>		<b>8,366</b>	<b>18,751</b>
Increase in net assets attributable to holders of redeemable units before distributions		275,530	1,163,452
Distributions to holders of redeemable units		(289,197)	(1,352,845)
<b>Decrease in net assets attributable to holders of redeemable units</b>		<b>\$ (13,667)</b>	<b>\$ (189,393)</b>

**THEMATIC PUBLIC EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 2,787,850	\$ 5,546,270
Decrease in net assets attributable to holders of redeemable units	(13,667)	(189,393)
Redeemable unit transactions:		
Proceeds from units issued	275,042	47,467
Reinvestment of distributions	289,197	1,352,845
Amounts paid for units redeemed	(1,275,001)	(3,969,339)
Net decrease from redeemable unit transactions	(710,762)	(2,569,027)
<b>Balance, end of year</b>	<b>\$ 2,063,421</b>	<b>\$ 2,787,850</b>

## THEMATIC PUBLIC EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Decrease in net assets attributable to holders of redeemable units	\$ (13,667)	\$ (189,393)
Adjustments for:		
Foreign exchange loss	122	6,626
Interest income	(5,230)	(4,535)
Dividend income	(26,665)	(48,779)
Withholding taxes	1,005	3,460
Net realized gain from investments and derivatives	(274,368)	(1,305,842)
Net change in unrealized loss of investments and derivatives	22,880	170,772
Amortization of premiums and discounts	168	(637)
Distributions to holders of redeemable units	289,197	1,352,845
BCI cost recoveries payable	(200)	(667)
Other accounts payable	(152)	(166)
Interest received	5,230	4,535
Dividends received	27,188	49,973
Withholding taxes paid	(1,485)	(4,216)
Net sale of investments and derivatives	975,945	3,895,010
	999,968	3,928,986
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	275,042	47,467
Payments on redemption of redeemable units	(1,275,001)	(3,969,339)
	(999,959)	(3,921,872)
Net increase in cash	9	7,114
Effect of exchange rate changes on cash	(122)	(6,626)
Cash, beginning of year	557	69
<b>Cash, end of year</b>	<b>\$ 444</b>	<b>\$ 557</b>

## THEMATIC PUBLIC EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Equity Investments</b>				
Publicly Traded	\$ 1,421,634	\$ 1,020,129	\$ 2,538,837	\$ 2,096,221
Exchange Traded Funds	409,557	393,531	214,828	207,208
	1,831,191	1,413,660	2,753,665	2,303,429
<b>Money Market Investments</b>				
Units in BCI Pooled Investment Portfolio				
Canadian Money Market Fund ST2	6	6	141	141
Canadian Money Market Fund ST3	23,508	24,802	31,979	35,908
	23,514	24,808	32,120	36,049
<b>Floating Rate Funds</b>				
Units in BCI Pooled Investment Portfolio				
CORRA 1 Floating Rate Fund	197,741	197,477	—	—
<b>Total Investments</b>	<b>\$ 2,052,446</b>	<b>\$ 1,635,945</b>	<b>\$ 2,785,785</b>	<b>\$ 2,339,478</b>

## THEMATIC PUBLIC EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>OTC</b>						
Swaps	196,663	6,406	—	—	—	—
Options - Purchased	44,532	1,006	—	—	—	—
Options - Written	89,649	—	(887)	—	—	—
<b>Total</b>	<b>\$ 330,844</b>	<b>\$ 7,412</b>	<b>\$ (887)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025	2024
Less than 1 year	\$ 330,844	\$ —
<b>Total</b>	<b>\$ 330,844</b>	<b>\$ —</b>

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## THEMATIC PUBLIC EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Thematic Public Equity Fund (the "Fund") provides clients with exposure to a concentrated portfolio based on long-term economic, social, and environmental themes, exposure to a variety of developed and emerging markets, and market exposure globally across geographical lines, industry sectors, and market capitalizations. The benchmark used is the Morgan Stanley Capital International ("MSCI") World ex-Canada Net Index (the "Index"). The Fund's objective is to exceed the benchmark return on a risk-adjusted basis.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of companies whose country is included in the Morgan Stanley International All Country World Constituent Index;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- money market securities rated A-1(low) or better, units in the BCI's Canadian and/or U.S. Dollar Money Market Funds; and
- units in BCI's floating rate funds.

The following restrictions apply to the Fund:

- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- If any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## THEMATIC PUBLIC EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025				2024			
	Notional Value	Fair Value		Notional Value	Fair Value			
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities		
AAA/AA	\$ 316,176	\$ 7,412	\$ (882)	\$ —	\$ —	\$ —	\$ —	
A	14,668	—	(5)	—	—	—	—	
<b>Total Derivatives</b>	<b>\$ 330,844</b>	<b>\$ 7,412</b>	<b>\$ (887)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	

The Fund's other financial assets are not exposed to significant credit risk.

### Collateral Pledged and Received

BCI is party to derivative contracts that involve pledging and holding collateral, as outlined in Note 8 (b). Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The following table illustrates the fair value of such collateral:

COLLATERAL	2025	2024
Collateral received	\$ 6,533	\$ —

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 7,412	\$ 7,412	\$ —	\$ —	\$ —	7,412
Derivative liabilities	(887)	(887)	—	—	—	(887)
	<b>\$ 6,525</b>	<b>\$ 6,525</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>6,525</b>

  

	2024					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ —	\$ —	\$ —	\$ —	\$ —	—
Derivative liabilities	—	—	—	—	—	—
	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>—</b>

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

## THEMATIC PUBLIC EQUITY FUND

### Currency Risk

At December 31, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows. The table includes foreign currency contracts.

2025					
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets	
British Pound Sterling	\$ 76,261	\$ —	\$ 76,261	3.7 %	
Euro	203,440	—	203,440	9.9	
Japanese Yen	13,185	—	13,185	0.6	
South Korean Won	18,218	—	18,218	0.9	
Swiss Franc	32,619	—	32,619	1.6	
Taiwan Dollar	16,058	—	16,058	0.8	
United States Dollar	1,495,590	—	1,495,590	72.5	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 1,855,371</b>	<b>\$ —</b>	<b>\$ 1,855,371</b>	<b>90.0 %</b>	

2024					
CURRENCY	Net Investments, Derivatives and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets	
British Pound Sterling	\$ 63,734	\$ —	\$ 63,734	2.3 %	
Euro	426,879	—	426,879	15.3	
Indonesian Rupiah	6,203	—	6,203	0.2	
Japanese Yen	43,792	—	43,792	1.6	
South Korean Won	31,214	—	31,214	1.1	
Swiss Franc	46,400	—	46,400	1.7	
Taiwan Dollar	49,447	—	49,447	1.8	
United States Dollar	2,116,769	—	2,116,769	75.9	
<b>Net Foreign Exchange Exposure</b>	<b>\$ 2,784,438</b>	<b>\$ —</b>	<b>\$ 2,784,438</b>	<b>99.9 %</b>	

As at December 31, 2025, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$18,554 (2024 - \$27,844), representing 0.9% of the Fund's net assets (2024 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Other Price Risk

Management monitors the concentration of risk for equity investments and equity derivative financial instruments based on industry and geographic location. The Fund uses derivative financial instruments as part of its investment strategy, including to manage exposures or allocations. The Fund's equity investments and equity derivative financial instruments are concentrated in the following industries:

## THEMATIC PUBLIC EQUITY FUND

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 161,463	9.9 %	\$ 302,988	12.0 %
Consumer Staples	67,662	4.2	90,708	3.6
Financials	226,037	13.9	132,716	5.2
Health Care	155,261	9.6	310,642	12.2
Industrials	187,413	11.5	403,164	15.9
Information Technology	537,505	33.1	908,776	35.8
Materials	20,874	1.3	110,200	4.3
Real Estate	21,825	1.3	—	—
Telecommunication Services	210,521	12.9	212,640	8.4
Utilities	37,188	2.3	67,003	2.6
<b>Total</b>	<b>\$ 1,625,749</b>	<b>100.0 %</b>	<b>\$ 2,538,837</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$212,532 (2024 - \$289,936) or 10.3% (2024 - 10.4%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

### Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Australia	\$ 8,509	0.5 %	\$ —	— %
Austria	674	—	—	—
Belgium	819	0.1	—	—
Canada	—	—	68,356	2.7
China	293	0.0	—	—
Denmark	661	0.0	—	—
Finland	1,376	0.1	—	—
France	90,135	5.5	148,723	5.9
Germany	80,866	5.0	153,606	6.1
Hong Kong	3,666	0.2	—	—
Indonesia	—	0.0	6,203	0.2
Ireland	648	0.0	58,454	2.3
Israel	1,476	0.1	2,699	0.1
Italy	5,535	0.3	—	—
Japan	25,216	1.6	43,408	1.7
Korea	18,172	1.1	31,035	1.2
Netherlands	26,954	1.7	41,618	1.6
New Zealand	93	0.0	—	—
Norway	480	0.0	—	—
Portugal	124	0.0	—	—
Singapore	2,982	0.2	19,609	0.8
Spain	25,871	1.6	24,470	1.0
Sweden	2,880	0.2	—	—
Switzerland	38,226	2.4	46,360	1.8
Taiwan	16,014	1.0	49,291	1.9
United Kingdom	87,954	5.4	63,734	2.5
United States	1,186,125	73.0	1,781,271	70.2
<b>Total</b>	<b>\$ 1,625,749</b>	<b>100.0 %</b>	<b>\$ 2,538,837</b>	<b>100.0 %</b>

## THEMATIC PUBLIC EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Direct investments</b>						
Publicly traded	\$ 1,421,634	\$ —	\$ 1,421,634	\$ 2,538,837	\$ —	\$ 2,538,837
	1,421,634	—	1,421,634	2,538,837	—	2,538,837
<b>Investments in structured entities</b>						
Exchange traded funds	409,557	—	409,557	214,828	—	214,828
BCI Money market funds	—	23,514	23,514	—	32,120	32,120
BCI Floating rate funds	—	197,741	197,741	—	—	—
	409,557	221,255	630,812	214,828	32,120	246,948
Total investments	1,831,191	221,255	2,052,446	2,753,665	32,120	2,785,785
Swaps, net	—	6,406	6,406	—	—	—
Options, net	—	119	119	—	—	—
Total derivatives	—	6,525	6,525	—	—	—
<b>Total</b>	<b>\$ 1,831,191</b>	<b>\$ 227,780</b>	<b>\$ 2,058,971</b>	<b>\$ 2,753,665</b>	<b>\$ 32,120</b>	<b>\$ 2,785,785</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 0.5% (2024 - 0.8%) of the net assets of Investee money market funds administered by BCI
- 1.7% (2024 - —%) of the net assets of Investee floating rate funds administered by BCI
- —% (2024 - 0.1%) of the net assets of Investee fund administered by external manager

## INDEXED EAFE EQUITY FUND

### Statement of Financial Position

(Expressed in thousands of dollars, except number of units)

As at December 31, 2025, with comparative information for 2024

<b>Assets</b>	<b>NOTES</b>	<b>2025</b>	<b>2024</b>
Cash		\$ 1	\$ 2
Derivative assets:			
Swaps		728	1,993
Investments		414,786	336,483
<b>Total assets</b>		<b>415,515</b>	<b>338,478</b>
<b>Liabilities</b>			
BCI cost recoveries payable	4	29	24
Other accounts payable		23	18
Derivative liabilities:			
Swaps		—	7,271
		52	7,313
<b>Net assets attributable to holders of redeemable units</b>		<b>\$ 415,463</b>	<b>\$ 331,165</b>
Number of redeemable units outstanding	5	237.269	237.269
<b>Net assets attributable to holders of redeemable units per unit</b>		<b>\$ 1,751</b>	<b>\$ 1,396</b>

#### **[S] Gordon J. Fyfe**

Gordon J. Fyfe  
Chief Executive Officer  
Chief Investment Officer

## INDEXED EAFE EQUITY FUND

### Statement of Comprehensive Income (Loss)

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

Revenue	NOTES	2025	2024
Interest income		\$ 11,788	\$ 19,623
Dividend income		83	3,532
Securities lending income		190	332
Other income		—	118
Foreign exchange gain		20	35
Change in fair value of investments and derivatives:			
Net realized gain		65,982	75,752
Net change in unrealized gain (loss)		6,633	(20,565)
<b>Total revenue</b>		<b>84,696</b>	<b>78,827</b>
<b>Expenses</b>			
BCI cost recoveries	4	372	784
Administrative fees		27	30
<b>Total operating expenses</b>		<b>399</b>	<b>814</b>
Increase in net assets attributable to holders of redeemable units before distributions		84,297	78,013
Distributions to holders of redeemable units		(77,664)	(98,281)
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		<b>\$ 6,633</b>	<b>\$ (20,268)</b>

**INDEXED EAFE EQUITY FUND****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	\$ 331,165	\$ 719,394
Increase (decrease) in net assets attributable to holders of redeemable units	6,633	(20,268)
Redeemable unit transactions:		
Proceeds from units issued	63,500	8,880
Reinvestment of distributions	77,664	98,281
Amounts paid for units redeemed	(63,499)	(475,122)
Net increase (decrease) from redeemable unit transactions	77,665	(367,961)
<b>Balance, end of year</b>	<b>\$ 415,463</b>	<b>\$ 331,165</b>

## INDEXED EAFE EQUITY FUND

### Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2025, with comparative information for 2024

<b>Operating activities</b>	<b>2025</b>	<b>2024</b>
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 6,633	\$ (20,268)
Adjustments for:		
Foreign exchange gain	(20)	(35)
Interest income	(11,788)	(19,623)
Dividend income	(83)	(3,532)
Net realized gain from investments and derivatives	(65,982)	(75,752)
Net change in unrealized (gain) loss of investments and derivatives	(6,633)	20,565
Amortization of premiums and discounts	235	(4,563)
Distributions to holders of redeemable units	77,664	98,281
BCI cost recoveries payable	5	(88)
Other accounts payable	5	(4)
Interest received	11,788	19,623
Dividends received	83	3,532
Net sale (purchase) of investments and derivatives	(11,929)	448,071
	(22)	466,207
<b>Financing activities</b>		
Proceeds from issuance of redeemable units	63,500	8,880
Payments on redemption of redeemable units	(63,499)	(475,122)
	1	(466,242)
Net decrease in cash	(21)	(35)
Effect of exchange rate changes on cash	20	35
Cash, beginning of year	2	2
<b>Cash, end of year</b>	<b>\$ 1</b>	<b>\$ 2</b>

## INDEXED EAFE EQUITY FUND

### Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
<b>Floating Rate Funds</b>				
Units in BCI Pooled Investment Portfolio				
CORRA 1 Floating Rate Fund	414,786	414,801	336,483	337,125
<b>Total Investments</b>	<b>\$ 414,786</b>	<b>\$ 414,801</b>	<b>\$ 336,483</b>	<b>\$ 337,125</b>

## INDEXED EAFE EQUITY FUND

### Schedule of Derivative Assets and Liabilities

(Expressed in thousands of dollars)

As at December 31, 2025, with comparative information for 2024

	2025			2024		
	Notional Value <sup>(a)</sup>	Fair Value		Notional Value <sup>(a)</sup>	Fair Value	
Derivative Assets <sup>(b)</sup>		Derivative Liabilities	Derivative Assets <sup>(b)</sup>		Derivative Liabilities	
<b>Equity derivatives</b>						
<b>OTC</b>						
Swaps	\$ 414,246	\$ 728	\$ —	\$ 333,963	\$ 1,993	\$ (7,271)
<b>Total</b>	<b>\$ 414,246</b>	<b>\$ 728</b>	<b>\$ —</b>	<b>\$ 333,963</b>	<b>\$ 1,993</b>	<b>\$ (7,271)</b>

The terms of maturity based on notional value for the derivatives were as follows at December 31:

	2025		2024	
Less than 1 year	\$ 414,246	\$ 333,963		
<b>Total</b>	<b>\$ 414,246</b>	<b>\$ 333,963</b>		

(a) Notional value represents the net absolute value of the contractual amount to which a rate or price is applied in order to calculate the exchange of cash flows and is therefore not recorded in the financial statements. Notional amounts do not necessarily indicate the amounts of future cash flows or the current fair value of the derivative contracts and, therefore do not necessarily indicate the Fund's exposure to credit or market risk.

(b) The fair value of derivative contracts recorded as an asset represents the credit risk or the loss to which the Fund is potentially exposed should counterparties fail to perform under the derivative contract.

## INDEXED EAFE EQUITY FUND

### Financial Risk Management Discussion

(Expressed in thousands of dollars)

The Indexed EAFE Equity Fund (the "Fund") provides clients with broad exposure to developed equity markets (excluding the US and Canada) included within the Fund's benchmark, the Morgan Stanley Capital International ("MSCI") Europe, Australasia, Far East ("EAFE") Net Total Return CAD Index (the "Index"), unhedged. The Fund's performance objective is to replicate the returns of the Index. The Fund is managed internally by BCI. BCI portfolio managers hold company, sector, and country allocations roughly in proportion to their benchmark weights and have discretion to determine the appropriate timing of implementing Index changes.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies;
- exchange traded funds based on or correlated to the Index or a subset of the Index;
- private placement securities that will become freely tradable on a recognized exchange within four months from the date of issuance, purchase, or acquisition, or with CIO approval;
- derivative instruments for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management;
- money market securities rated A-1(low) or better, units in the BCI's Canadian and/or U.S. Dollar Money Market Funds and other BCI short-term fixed income pooled funds; and
- units in BCI's Floating Rate Funds.

The following restrictions apply to the Fund:

- investments in individual companies will be held approximately in the same proportion as their weighting in the Index;
- the Fund may not sell a security which it does not own (i.e. a short sale), borrow securities, or purchase securities using a margin account;
- the Fund may not borrow money or use derivatives to create leverage;
- at inception, counterparties to all over-the-counter derivative contracts are restricted to financial institutions that are rated A- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency;
- notwithstanding the restrictions above, new over-the-counter derivative contracts with a downgraded counterparty are permitted if such contracts would fully or partially offset an existing exposure with the counterparty, leading to a reduction in net exposure; and
- if any security or counterparty is downgraded below the approved credit standard, BCI has the discretion to determine the appropriate timing of the sale of any affected security or the termination of any affected derivative transaction to maximize sale proceeds.

Note 8 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

## INDEXED EAFE EQUITY FUND

### Credit Risk

The Fund invests in derivative contracts, which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. The credit risk exposure of derivative instruments, by credit rating category, without taking account of any collateral held at December 31 is as follows:

DERIVATIVES BY CREDIT RATING	2025			2024		
	Notional Value	Fair Value		Notional Value	Fair Value	
		Derivative Assets	Derivative Liabilities		Derivative Assets	Derivative Liabilities
AAA/AA	\$ 414,246	\$ 728	\$ —	\$ 459,901	\$ —	\$ (7,271)
A	—	—	—	(125,938)	1,993	—
<b>Total Derivatives</b>	<b>\$ 414,246</b>	<b>\$ 728</b>	<b>\$ —</b>	<b>\$ 333,963</b>	<b>\$ 1,993</b>	<b>\$ (7,271)</b>

The Fund's other financial assets are not exposed to significant credit risk.

### Collateral Pledged and Received

BCI is party to derivative contracts that involve pledging and holding collateral, as outlined in Note 8 (b). Collateral management is centralized by BCI and collateral is held and pledged on a net basis with the counterparty generally at a value equal to the underlying derivative financial instrument. The following table illustrates the fair value of such collateral:

COLLATERAL	2025	2024
Collateral received	\$ 728	\$ 1,993

### Liquidity Risk

The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

The following were the contractual maturities of derivative financial instruments at December 31:

	2025					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 years		
Derivative assets	\$ 728	\$ 728	\$ —	\$ —	\$ 728	
Derivative liabilities	—	—	—	—	—	
	<b>\$ 728</b>	<b>\$ 728</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 728</b>	
	2024					Total
	Carrying value	Less than 1 year	1 to 2 years	Over 2 year		
Derivative assets	\$ 1,993	\$ 1,993	\$ —	\$ —	\$ 1,993	
Derivative liabilities	(7,271)	(7,271)	—	—	(7,271)	
	<b>\$ (5,278)</b>	<b>\$ (5,278)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ (5,278)</b>	

### Interest Rate Risk

The majority of the Fund's financial assets and liabilities are non-interest bearing and the Fund's investments in BCI's floating rate funds provide a floating rate of return. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

## INDEXED EAFE EQUITY FUND

### Currency Risk

The Fund is not exposed to significant currency risk since the Fund's assets and liabilities are denominated in Canadian dollars.

In addition, the Fund is exposed to currency risk through its equity derivative contracts in which the underlying securities may be denominated in a foreign currency.

### Other Price Risk

Management monitors the concentration of risk for equity investments and equity derivative financial instruments based on industry and geographic location. As at December 31, the Fund held no equity investments and uses derivative financial instruments as part of its investment strategy, including to manage exposures or allocations. As at December 31, the Fund's exposure through equity derivative financial instruments is concentrated in the following industries:

INDUSTRY SECTOR	2025		2024	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 40,821	9.8 %	\$ 37,114	11.3 %
Consumer Staples	30,692	7.4	27,446	8.3
Energy	12,974	3.1	11,494	3.5
Financials	105,145	25.3	71,958	21.9
Health Care	47,233	11.4	40,910	12.4
Industrials	79,773	19.2	58,464	17.8
Information Technology	34,870	8.3	28,809	8.7
Materials	23,089	5.6	19,988	6.1
Real Estate	7,574	1.8	6,575	2.0
Telecommunication Services	18,081	4.4	15,802	4.8
Utilities	15,212	3.7	10,618	3.2
<b>Total</b>	<b>\$ 415,464</b>	<b>100.0 %</b>	<b>\$ 329,178</b>	<b>100.0 %</b>

As at December 31, 2025, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased, respectively by approximately \$41,962 (2024 - \$33,117) or 10.1% (2024 - 10.0%) of net assets.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2025 and 2024, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

## INDEXED EAFE EQUITY FUND

### Equity by Geographic Region

As at December 31, the Fund's exposure through equity derivative financial instruments is concentrated in the following geographic regions:

GEOGRAPHIC REGION	2025		2024	
	Total	% of Total	Total	% of Total
Australia	\$ 29,224	7.0 %	\$ 24,241	7.4 %
Austria	1,144	0.3	777	0.2
Belgium	3,567	0.9	2,535	0.8
Brazil	138	0.0	90	0.0
Chile	353	0.1	160	0.1
China	2,424	0.6	1,693	0.5
Denmark	7,663	1.8	9,535	2.9
Finland	4,855	1.2	3,220	1.0
France	38,531	9.3	30,898	9.4
Germany	40,100	9.7	30,122	9.2
Hong Kong	7,961	1.9	6,301	1.9
Indonesia	225	0.1	—	—
Ireland	1,930	0.5	1,310	0.4
Israel	3,939	0.9	2,690	0.8
Italy	13,828	3.3	8,688	2.6
Japan	91,809	22.1	76,488	23.2
Korea	105	0.0	107	0.0
Mexico	201	0.0	—	—
Netherlands	18,781	4.5	13,714	4.2
New Zealand	977	0.2	1,002	0.3
Norway	2,253	0.5	1,817	0.6
Poland	62	0.0	79	0.0
Portugal	737	0.2	473	0.2
Singapore	7,197	1.7	5,653	1.7
South Africa	943	0.2	769	0.2
Spain	15,613	3.8	8,694	2.6
Sweden	13,540	3.3	10,303	3.1
Switzerland	20,699	5.0	20,396	6.2
United Kingdom	47,324	11.4	37,212	11.3
United States	39,341	9.5	30,211	9.2
<b>Total</b>	<b>\$ 415,464</b>	<b>100.0 %</b>	<b>\$ 329,178</b>	<b>100.0 %</b>

## INDEXED EAFE EQUITY FUND

### Fair Value Measurement Discussion

(Expressed in thousands of dollars)

As described in note 9 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The table below analyzes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2025			2024		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
<b>Investments in structured entities</b>						
BCI Floating rate funds	\$ —	\$ 414,786	\$ 414,786	\$ —	\$ 336,483	\$ 336,483
Total investments	—	414,786	414,786	—	336,483	336,483
Swaps, net	—	728	728	—	(5,278)	(5,278)
<b>Total</b>	<b>\$ —</b>	<b>\$ 415,514</b>	<b>\$ 415,514</b>	<b>\$ —</b>	<b>\$ 331,205</b>	<b>\$ 331,205</b>

The carrying amount of the Fund's net assets attributable to holders of redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

During 2025 and 2024, there were no significant transfers between the three levels in the hierarchy.

As described in note 7 of the financial statements, the Fund holds interests in structured entities. As at December 31, the Fund's holdings include:

- 3.6% (2024 - 8.0%) of the net assets of Investee floating rate funds administered by BCI

## 1. THE PORTFOLIOS

British Columbia Investment Management Corporation ("BCI") was established under the *Public Sector Pension Plans Act* (the "Act") as a trust company authorized to carry on trust business and investment management services. The address of BCI's registered office is at 750 Pandora Avenue, Victoria, British Columbia, Canada. These financial statements have been prepared by BCI and are the responsibility of BCI management.

Under the Act and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99 (the "Regulations"), BCI may establish and operate Funds "... in which money from trust funds, special funds or other funds, other public money and the money of government bodies and designated institutions may be combined in common for the purpose of investment by means of investment units of participation in a pooled investment portfolio." In addition, Funds previously established under the *Financial Administration Act* and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 84/86, were continued under the Regulations, to be held in trust by BCI and invested by the Chief Investment Officer ("CIO") of BCI.

The pooled investment portfolios (the "Funds") were established on the following dates:

Pooled Investment Portfolios	Dates Established
Active Canadian Equity Fund	July 26, 1990
Indexed Canadian Equity Fund	December 12, 1989
Active U.S. Small Cap Equity Fund	March 13, 2008
Active Global Equity Fund	June 19, 2009
Global Quantitative Active Equity Fund	August 23, 2011
Indexed Global Equity Fund 1	December 7, 2011
Indexed Global Equity Fund 2	April 12, 2021
Active Emerging Markets Equity Fund	March 31, 2008
Indexed Emerging Markets Equity Fund	July 31, 2013
Thematic Public Equity Fund	December 31, 2012
Indexed EAFE Equity Fund	August 10, 2022

## 2. BASIS OF PRESENTATION

### (a) Statement of compliance

These financial statements have been prepared in compliance with IFRS Accounting Standards. These financial statements were authorized for issue by the Chief Executive Officer / Chief Investment Officer on April 13, 2026.

### (b) Accounting for investments

The Funds qualify as investment entities as they meet the following definition of an investment entity outlined in IFRS 10, *Consolidated Financial Statements (IFRS 10)*:

- Obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services.
- Commits to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both.
- Measures and evaluates the performance of substantially all of its investments on a fair value basis.

### (c) Basis of measurement

These financial statements have been prepared on a historical cost basis except for investments, derivative financial instruments, and redeemable units which are measured at fair value.

**(d) Functional and presentation currency**

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

**(e) Use of estimates and judgment**

The preparation of financial statements in conformity with IFRS Accounting Standards requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue, and expenses. Financial results as determined by actual events could differ from those estimates and assumptions, and the difference could be material. Given the current economic climate, the financial markets are a source of uncertainty, notably due to geopolitical tensions, ongoing tariff negotiations, and the volatility of stock markets and interest rates. These factors continue to disrupt global economic activity.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

**3. MATERIAL ACCOUNTING POLICY INFORMATION**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

**(a) Financial instruments**

**(i) Recognition and measurement**

Financial instruments are required to be classified into one of the following categories: amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL"). All financial instruments are measured at fair value on initial recognition. Measurement in subsequent periods depends on the classification of the financial instrument. Transaction costs are included in the initial carrying amount of financial instruments except for financial instruments classified as FVTPL in which case transaction costs are expensed as incurred.

Financial assets and financial liabilities are recognized initially on the trade date, which is the date on which the Funds become a party to the contractual provisions of the instrument. The Funds derecognize a financial liability when its contractual obligations are discharged, cancelled or expired.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position only when the Funds have a legal right to offset the amounts and intend either to settle on a net basis or to realize the asset and settle the liability simultaneously.

A financial asset is measured at amortized cost if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at FVOCI if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows and sell financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. On initial recognition the Funds may irrevocably elect to measure financial assets that otherwise meet the requirements to be measured at amortized cost or at FVOCI as at FVTPL when doing so results in more relevant information.

Financial assets are not reclassified subsequent to their initial recognition, unless the Funds change their business models for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

The Funds have not classified any of its financial assets as FVOCI.

A financial liability is generally measured at amortized cost, with exceptions that may allow for classification as FVTPL. These exceptions include financial liabilities that are mandatorily measured at fair value through profit or loss, such as derivative financial liabilities. On initial recognition the Funds irrevocably designate a financial liability as measured at FVTPL when doing so results in more relevant information.

**(ii) Fair value through profit or loss**

Financial instruments classified as FVTPL are subsequently measured at fair value at each reporting period with changes in fair value recognized in the Statement of Comprehensive Income in the period in which they occur.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities 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' 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 fair value of financial assets and liabilities that are not traded in an active market, including non-publicly traded derivative financial instruments, is determined using valuation techniques. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and others commonly used by market participants and which make the maximum use of observable inputs. Should the value of the financial asset or liability, in the opinion of BCI, be inaccurate, unreliable or not readily available, the fair value is estimated on the basis of the most recently reported information of a similar financial asset or liability.

**(iii) Amortized cost**

Financial assets and liabilities classified as amortized cost are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement is at amortized cost using the effective interest method, less any impairment losses.

The effective interest method is a method of calculating the amortized cost of a financial asset or liability and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that discounts estimated future cash payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

**(iv) Classification of financial assets and liabilities**

The following table summarizes the classification of the Funds' financial assets and liabilities:

FINANCIAL ASSET OR LIABILITY	CLASSIFICATION
Investments	FVTPL
Derivative financial instruments	FVTPL
Redeemable units	FVTPL
Cash	Amortized cost
Receivable from sale of investments	Amortized cost
Interest receivable	Amortized cost
Dividends receivable	Amortized cost
Withholding tax reclaims receivable	Amortized cost
Other receivables	Amortized cost
Payable for purchase of investments	Amortized cost
BCI cost recoveries payable	Amortized cost
External management fees payable	Amortized cost
Other accounts payable	Amortized cost

**(b) Redeemable Units**

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. In accordance with the Regulations, each Fund is required to distribute, to unitholders of the respective Fund's redeemable units, the taxable income and taxable capital gains of the Fund at least annually. Accordingly, such units are classified as financial liabilities at FVTPL and measured at redemption amount. Distributions to holders of redeemable units are recognized in the Statement of Comprehensive Income when they are authorized and no longer at the discretion of BCI.

**(c) Issues and redemption of units**

Participation in each Fund is expressed in units. The initial value of a unit on inception is \$1 million. For each subsequent unit issuance and redemption, the unit value is determined by dividing the fair value of the net assets of the portfolio by the total number of units outstanding. Where one Fund invests in another Fund, the unit issuances and redemptions are transacted on the same basis as client transactions. All unit transactions are recorded on a trade date basis. All of the Funds were open-ended Funds throughout the year where the number of units available for issue was unlimited and the proportion of units issued or redeemed by each client on a particular valuation date depended on changes to their desired asset allocation.

**(d) Foreign exchange**

Foreign denominated investments and other foreign denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, and 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 are recognized in the Statement of Comprehensive Income.

**(e) Revenue recognition**

Interest income is recognized on an accrual basis using the effective interest method. Dividend income is recognized on the date that the right to receive payment is established, which for quoted equity securities is usually the ex-dividend date. Portfolio transactions are recorded on the trade date. Realized gains and losses arising from the sale of investments are determined using the average cost basis of the respective investments.

**(f) Fees and commission expense**

Commissions, stock exchange fees and other identifiable transaction costs that are directly attributable to the acquisition or disposal of an investment are expensed as incurred. Pursuit costs are charged to net income of the respective Funds in the period incurred.

**(g) Securities lending**

Securities lending contracts are entered into for the temporary delivery of securities to a borrower in exchange for different securities having a higher market value (collateral), with an obligation for the borrower to redeliver the same quantity of the original securities lent at a future date. The lender receives a fee from the borrower, and retains the rights to receive equivalent interest payments or dividends from the loaned securities. The Funds continue to recognize the securities in their entirety in the Statement of Financial Position as the Funds retain all of the risks and rewards of ownership. Securities lending income is recognized over the term of the arrangement. The credit risk related to securities lending transactions is limited by the fact that the value of securities held as collateral by the Funds is at least 105% of the market value of the securities loaned.

**(h) Income taxes**

The Funds are immune from income taxation in Canada under the Constitution Act. All of a Fund's net income for tax purposes and net capital gains realized in any period are required to be distributed to unitholders pursuant to the Regulations. Income taxes associated with any of the Funds' underlying investments are accounted for in determining the fair value of the respective investments.

**(i) New standards and interpretations not yet adopted**

A number of new standards, amendments to standards and interpretations as listed below are not yet effective for the year ended December 31, 2025, and have not been applied in preparing these financial statements.

None of the following standards are expected to have a significant effect on the financial statements of the Funds:

Effective on January 1, 2026:

- Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures

The following new standards are expected to impact the financial statement disclosures of the Funds. The extent of disclosure impact to the Funds is being assessed and has not yet been determined:

Effective on January 1, 2027 :

- IFRS 18 Presentation and Disclosure in Financial Statements

## **4. RELATED PARTY TRANSACTIONS**

The Funds' related parties include BCI, QuadReal Property Group Limited Partnership and affiliates ("QuadReal"), the Province of British Columbia and related entities, investments where a Fund has a controlling interest or significant influence, entities with common ownership, and other related entities for which a Fund provides investment management services. QuadReal is an independently operated company, owned by BCI, which manages the Real Estate Debt and Real Estate Programs pursuant to an Asset Management Agreement as agreed between BCI and QuadReal. The Funds had the following transactions with related parties during the year.

### **BCI cost recoveries**

Third party costs that are attributable to a specific Fund are charged to that Fund. Other costs initially borne by BCI are recovered from the various Funds on a cost recovery basis. BCI cost recoveries and corresponding

payable are disclosed in each Fund's Statement of Comprehensive Income and Statement of Financial Position, respectively.

### Investments

The Funds enter into investment transactions with related parties in the normal course of business. The terms of the respective purchases and sales are equivalent to those prevailing in an arm's length transaction, with each Fund's interests represented by different BCI personnel.

Where one Fund invests in another Fund, the unit issuances and redemptions are transacted on a basis equivalent to those in an arm's length transaction.

### Capital market debt financing

During the years ended December 31, 2025 and December 31, 2024, BCI issued senior unsecured medium term debt in respect of all assets under management that are held within pooled investment portfolios as defined under the Regulations, excluding real estate and real estate debt funds managed by QuadReal (collectively referred to as the "Combined Funds"). The capital raised from the capital market debt financing is used for general investment purposes. The Funding Program, a Fund within BCI's Fixed Income program, is the holder of the medium term debts and the associated proceeds, in respect of the Combined Funds. Recourse under the senior unsecured medium term debts, including upon the occurrence of an event of default, is limited to the assets of the Combined Funds.

	December 31, 2025		December 31, 2024	
	Capital amounts payable at maturity	Fair value	Capital amounts payable at maturity	Fair value
Senior unsecured medium-term Canadian dollar note Series 1, bearing interest at 4.9% per annum and maturing on June 2, 2033	\$ 2,250,000	\$ 2,441,058	\$ 2,250,000	\$ 2,435,398
Senior unsecured medium-term Canadian dollar note Series 2, bearing interest at 3.4% per annum and maturing on June 2, 2030.	3,000,000	3,031,884	1,500,000	1,504,046
Senior unsecured medium-term Canadian dollar note Series 3, bearing interest at 4.0% per annum and maturing on June 2, 2035.	3,000,000	3,027,697	—	—
<b>Total</b>	<b>\$ 8,250,000</b>	<b>\$ 8,500,639</b>	<b>\$ 3,750,000</b>	<b>\$ 3,939,444</b>

On January 6, 2026, BCI issued an additional \$2,000,000 in Series 4 medium-term notes, bearing interest at 3.25% per annum and maturing on June 2, 2031.

## 5. REDEEMABLE UNITS

The Funds are authorized to issue an unlimited number of units. Units issued and outstanding represent the capital of each Fund. The Funds are not subject to any internally or externally imposed restrictions on their capital. BCI manages the capital of each Fund in accordance with the respective Fund's investment objectives, including managing the redeemable units to ensure a stable base to maximize returns to all investors, and managing liquidity in order to meet redemptions. The following is a summary of the changes in redeemable units outstanding during the period ended December 31:

	ACTIVE CANADIAN EQUITY FUND		INDEXED CANADIAN EQUITY FUND		ACTIVE U.S. SMALL CAP EQUITY FUND	
	2025	2024	2025	2024	2025	2024
Outstanding, beginning of period	1,832,509.037	190.980	99.361	187.155	183.417	282.781
Issued for cash	53,386.701	7.685	75.740	17.251	34.487	4.254
Issued on reinvestment of distributions	314,759.468	66.953	12.890	21.350	23.702	35.605
Split (Consolidation) of units	(314,759.468)	1,832,258.833	(12.890)	(21.350)	(23.702)	(35.605)
Redeemed	(199,838.466)	(15.414)	(59.657)	(105.045)	(91.744)	(103.618)
<b>Outstanding, end of period</b>	<b>1,686,057.272</b>	<b>1,832,509.037</b>	<b>115.444</b>	<b>99.361</b>	<b>126.160</b>	<b>183.417</b>

	INDEXED EAFE EQUITY FUND		ACTIVE GLOBAL EQUITY FUND		GLOBAL QUANTITATIVE ACTIVE EQUITY FUND	
	2025	2024	2025	2024	2025	2024
Outstanding, beginning of period	237.269	584.850	609.324	441.557	339.459	226.782
Issued for cash	42.809	6.906	112.095	216.528	64.533	112.677
Issued on reinvestment of distributions	48.000	73.000	80.624	42.831	86.782	104.006
Split (Consolidation) of units	(48.000)	(73.000)	(80.624)	(42.831)	(86.782)	(104.006)
Redeemed	(42.809)	(354.487)	(343.470)	(48.761)	(0.639)	—
<b>Outstanding, end of period</b>	<b>237.269</b>	<b>237.269</b>	<b>377.949</b>	<b>609.324</b>	<b>403.353</b>	<b>339.459</b>

	INDEXED GLOBAL EQUITY FUND 1		INDEXED GLOBAL EQUITY FUND 2		ACTIVE EMERGING MARKETS EQUITY FUND	
	2025	2024	2025	2024	2025	2024
Outstanding, beginning of period	2,810.444	2,467.091	91.021	106.645	2,280.409	2,187.031
Issued for cash	2,012.174	1,730.813	13.011	14.490	25.950	158.760
Issued on reinvestment of distributions	465.195	386.963	1.200	44.997	300.999	197.042
Split (Consolidation) of units	(465.195)	(386.963)	(1.200)	(44.997)	(300.999)	(197.042)
Redeemed	(1,223.154)	(1,387.460)	(16.378)	(30.114)	(1,105.854)	(65.382)
<b>Outstanding, end of period</b>	<b>3,599.464</b>	<b>2,810.444</b>	<b>87.654</b>	<b>91.021</b>	<b>1,200.505</b>	<b>2,280.409</b>

	INDEXED EMERGING MARKETS EQUITY FUND		THEMATIC PUBLIC EQUITY FUND		ACTIVE EUROPEAN EQUITY FUND	
	2025	2024	2025	2024	2025	2024
Outstanding, beginning of period	2,258.516	4,094.808	620.214	1,588.777	39,527.367	39,527.367
Issued for cash	1,225.850	509.044	61.902	12.382	—	—
Issued on reinvestment of distributions	60.277	114.120	60.457	338.808	4,556.161	1,991.809
Split (Consolidation) of units	(60.277)	(114.120)	(60.457)	(338.808)	(4,556.161)	(1,991.809)
Redeemed	(1,549.725)	(2,345.336)	(275.250)	(980.945)	—	—
<b>Outstanding, end of period</b>	<b>1,934.641</b>	<b>2,258.516</b>	<b>406.866</b>	<b>620.214</b>	<b>39,527.367</b>	<b>39,527.367</b>

## 6. WITHHOLDING TAX EXPENSE

Certain dividend income received by the Funds is subject to withholding tax imposed in the country of origin. During the period, the weighted average withholding tax rate for each of the Funds that paid withholding tax was as follows:

Pooled Investment Portfolios	2025	2024
Active Global Equity Fund	2.5 %	2.0 %
Global Quantitative Active Equity Fund	0.2 %	0.1 %
Indexed Global Equity Fund 1	0.2 %	0.0 %
Indexed Global Equity Fund 2	12.9 %	12.3 %
Active Emerging Markets Equity Fund	10.0 %	18.3 %
Indexed Emerging Markets Equity Fund	12.2 %	7.8 %
Thematic Public Equity Fund	3.8 %	7.1 %

## 7. INVESTMENTS IN STRUCTURED ENTITIES

A structured entity is an entity that has been designed so that voting or other similar rights are not the dominant factor in determining who controls the entity. The Funds hold interests in structured entities. These structured entities are comprised of investee funds organized as unit trusts. These investee funds have been constituted to manage assets on behalf of third party investors and are financed through the issue of units to these investors. Accordingly, the Funds' interests in these entities is reflected through the holdings of units issued by the investee funds. The carrying amount of the investments held in these underlying funds represents the Funds' maximum exposure to loss.

During 2025 and 2024, the Funds did not provide additional financial or other support to these structured entities, other than through its investment in units of these entities. Furthermore, these structured units are not subject to restrictions over operations or redemptions, other than certain investment related restrictions in accordance with maintaining their investment objectives.

## 8. FINANCIAL RISK MANAGEMENT

### (a) Risk management framework

Each Fund has its own investment objectives. The Funds' overall risk management program seeks to minimize the potentially adverse effect of risk on the Funds' financial performance in a manner consistent with the Funds' investment objectives. In the normal course of business, each Fund is exposed to financial risks including credit risk, liquidity risk, and market risk (including interest rate risk, currency risk and other price risk). The level of risk varies depending on the investment objective of the Fund and the type of investments it holds.

See additional discussion in the Financial Risk Management Discussion in the notes specific to each Fund.

### (b) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds, resulting in a financial loss to the Funds. It arises principally from debt securities held, and also from derivative financial assets, which include foreign currency contracts, and other receivables. The carrying value of these financial instruments as recorded in the Statement of Financial Position reflects the Funds' maximum exposure to credit risk.

BCI management monitors credit risk through a risk management program detailing the credit rating of all credit-sensitive financial securities held in public equity funds. BCI monitors credit risk by evaluating the credit quality of each issuer and counterparty that transacts with the Funds. To perform this evaluation, BCI management relies on ratings from recognized credit rating agencies. BCI also monitors potential financial losses based on probability of default, correlations, and recovery assumptions.

To mitigate credit risk, the Funds maintain specific investment criteria, including minimum credit ratings for counterparties and investees. Counterparty risk represents the credit risk from current and potential future exposure related to transactions involving derivative contracts and securities lending. For certain investments and derivative contracts, counterparties must provide adequate collateral and meet minimum credit ratings. BCI management monitors the credit rating of its counterparties as determined by recognized credit rating agencies. With respect to derivative contracts, BCI can terminate all trades with

counterparties whose credit rating is downgraded below its requirements, which may be below the credit rating required for entering into new transactions.

For OTC derivatives, BCI's policy also requires the use of the International Swaps and Derivative Association (ISDA) Master Agreement with all counterparties to derivative contracts. The ISDA Master Agreement provides the contractual framework within which dealing activities across a full range of OTC products are conducted. In the case of OTC-cleared derivatives, trading activities are regulated between parties under terms that are customary to such transactions.

As a credit mitigation technique, the ISDA Master Agreement contractually binds counterparties to close-out netting provisions in the case of default by one of the counterparties. Additionally, the Credit Support Annex (CSA) to the ISDA Master Agreement enables BCI to realize any collateral placed with it in the case of default of the counterparty. The CSA also requires BCI to contribute further collateral when requested. All collateral transactions under the CSA are high-quality debt instruments or securities. The CSA also regulates the exchange of collateral when the credit exposure to a counterparty exceeds a predetermined threshold. BCI and its counterparties are generally not authorized to sell, repledge or otherwise use collateral held with respect to derivative contracts.

The Funds' activities may also give rise to settlement risk. Settlement risk is the risk of loss due to failure of an entity to honour its obligations to deliver cash, securities, or other assets prior to the settlement of the transaction as contractually agreed. All investment transactions are settled or paid upon delivery with approved brokers. The risk of default is mitigated since the delivery of securities sold is made simultaneously with the broker receiving payment. Payment is made on a purchase once the securities have been received by the broker. The trade fails if either party fails to meet its obligations.

See additional discussion of credit risk in the Financial Risk Management Discussion in the notes specific to each Fund.

#### **(c) Liquidity risk**

Liquidity risk is the risk that the Funds will encounter difficulty in meeting the obligations associated with their financial liabilities that are settled by delivering cash or another financial asset. BCI's approach to managing liquidity risk is to ensure, as far as possible, that each Fund has sufficient liquidity to meet its liabilities when due. Each Fund is exposed to the liquidity risk associated with the requirement to redeem units. Units of a Fund may only be acquired by eligible clients or client groups in accordance with the respective Fund's purchasing limits that may be established by the CIO. In order to protect the interest of all clients, the CIO may also establish redemption limits for each Fund. The purchase and redemption limits may vary depending on market circumstances, client demand, and the liquidity of the underlying investments.

The Funds' cash position is monitored on a daily basis. In general, investments in cash and BCI Money Market Funds are expected to be highly liquid. BCI management utilizes appropriate measures and controls to monitor liquidity risk in order to ensure that there is sufficient liquidity to meet financial obligations as they come due. The Funds' liquidity position is monitored daily by taking into consideration future forecasted cash flows. This helps to ensure that sufficient cash reserves are available to meet forecasted cash outflows.

See additional discussion of liquidity risk in the Financial Risk Management Discussion in the notes specific to each Fund.

#### **(d) Market risk**

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and equity prices will affect the Funds' income or the fair value of its holdings of financial instruments. Each Fund's strategy for the management of market risk is driven by the Fund's investment objective. Investment objectives for the Funds are outlined in the notes specific to each Fund.

#### **(i) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate as a result of changes in market interest rates.

Money market investments is subject to interest rate risk. The Fund has established duration bands based on its relevant benchmark to avoid undue active interest rate risk. Money market funds invest in short-term investments and have low interest rate risk.

See additional discussion of interest rate risk in the Financial Risk Management Discussion in the notes specific to each Fund.

**(ii) Currency risk**

Currency risk is the risk that the value of financial instruments denominated in currencies other than the functional currency of the Funds will fluctuate due to changes in foreign exchange rates.

Some Funds are exposed to currency risk through holding of investments, investment receivables and investment liabilities in various currencies. The Funds may use foreign currency contracts to hedge some foreign currency exposure on investment-related receivables and liabilities and engage in the buying and selling of currencies through the spot market, forward contracts, futures contracts, and/or options in order to achieve the desired currency exposure.

See additional discussion of currency risk in the Financial Risk Management Discussion in the notes specific to each Fund.

**(iii) Other price risk**

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

All financial instruments are subject to other price risk and a potential loss of capital. The maximum risk is determined by the market value of the financial instruments. There are established investment criteria for each Fund related to diversification of investments and investment mandates for external managers to avoid undue market risk. BCI management monitors active price risk on a monthly basis. Tracking error and beta statistics for all equity Funds are compiled to review that the level of risk is consistent with each Fund's objective.

See additional discussion of other price risk in the Financial Risk Management Discussion in the notes specific to each Fund.

## **9. FAIR VALUE OF FINANCIAL INSTRUMENTS**

**(a) Fair value hierarchy**

The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Funds determine fair values using other valuation techniques.

For financial instruments that trade infrequently and have little price transparency, fair value requires varying degrees of judgment depending on liquidity, concentration, market uncertainty, pricing assumptions and other instrument-specific risks.

The Funds measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1 inputs that are quoted market prices (unadjusted) in active markets for identical instruments.
- Level 2 observable inputs other than Level 1 price, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

- Level 3 inputs that are unobservable.

See additional discussion on the three-tier hierarchy in the Fair Value Measurement Discussion in the notes specific to each Fund.

**(b) Valuation models**

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

The Funds use widely recognized valuation methods for determining the fair value of common and more simple financial instruments such as foreign currency contracts and money market instruments that use only observable market data which requires little management judgment and estimation. Valuation techniques include net present value and discounted cash flow models, comparison with similar instruments for which observable market prices exists and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark interest rates, credit spreads and other factors used in estimating discount rates, money market prices, and foreign currency exchange rates.

Observable prices and model inputs are usually available in the market for listed debt and equity securities, exchange-traded derivatives and simple OTC derivatives, which reduces the need for management judgment and estimation and the uncertainty associated with the determination of fair values. The availability of observable market prices and inputs varies depending on the products and markets and is prone to changes based on events and general conditions in the financial markets.

**(c) Valuation framework**

When third party information, such as broker quotes or pricing services, is used to measure fair value, management assesses and documents the evidence obtained from third parties to support the conclusion that such valuations meet the requirements of IFRS Accounting Standards. This includes:

- verifying that the broker or pricing service is approved by the Funds for use in pricing the relevant type of financial instrument;
- understanding how the fair value was determined and the extent it represents actual market transactions;
- when prices for similar instruments are used to measure fair value, how these prices have been adjusted to reflect the characteristics of the instrument subject to measurement; and
- if multiple of quotes for the same financial instrument have been obtained, how fair value was determined using those quotes.

**(d) Financial instruments not measured at fair value**

The carrying value of cash, receivable from sale of investments, dividends receivable, interest receivable, withholding tax reclaims receivable, other receivables, payable for purchase of investments, BCI cost recoveries payable, external management fees payable, and other accounts payable 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.

**10. TAXES**

Net cumulative capital losses and non-capital losses for the Funds with tax losses are as follows as at December 31, 2025:

Pooled Investment Portfolios	Net Capital Losses	Non Capital Losses
Indexed Emerging Markets Equity Fund	211,736	—

Net capital losses are available to be carried forward indefinitely and applied against future net realized capital gains. Non-capital losses may be carried forward up to 20 years to reduce future taxable income.

## 11. SECURITIES SUBJECT TO LENDING ARRANGEMENTS

The fair value of securities on loan at December 31 and percentage of securities on loan for the Funds was as follows:

Pooled Investment Portfolios	Fair Value of Securities on Loan		Percentage of securities on loan	
	2025	2024	2025	2024
Active Canadian Equity Fund	\$ 74,456	\$ 172,179	1.5 %	4.0 %
Indexed Canadian Equity Fund	117,498	145,612	4.9	9.3
Active U.S. Small Cap Equity Fund	383,953	536,750	48.0	39.3
Active Global Equity Fund	193,235	315,393	8.6	9.3
Indexed Global Equity Fund 1	656,690	818,782	4.5	5.7
Indexed Global Equity Fund 2	8,844	5,412	5.6	3.8
Active Emerging Markets Equity Fund	222,158	286,397	5.7	5.2
Indexed Emerging Markets Equity Fund	476,511	253,533	10.0	6.8
Thematic Public Equity Fund	246,663	154,249	13.5	5.6



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