

Financial Statements of

**FORSTRONG GLOBAL  
BALANCED ETF**

And Independent Auditor's Report thereon

Years ended December 31, 2025 and 2024

## MANAGER'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements have been prepared by Forstrong Global Asset Management Inc. ("Forstrong") as manager of the Fund. The Board of Directors of Forstrong is responsible for reviewing and approving these financial statements.

We are responsible for the information contained within the financial statements. We have maintained appropriate procedures to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in compliance with IFRS Accounting Standards and they include certain amounts that are based on estimates and judgments). The material accounting policy information, which we believe is appropriate for the Fund, is described in Note 3 to the financial statements.

KPMG LLP, Chartered Professional Accountants, Licensed Public Accountants, have performed an independent audit of the financial statements in accordance with Canadian generally accepted auditing standards. Their report is set out on the next page.

*Tyler Mordy*

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Tyler Mordy  
CEO & CIO  
Forstrong Global Asset Management Inc.  
March 20, 2026

*James Garcelon*

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James Garcelon  
President, CCO  
Forstrong Global Asset Management Inc.  
March 20, 2026



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## INDEPENDENT AUDITOR'S REPORT

To the Unitholders of Forstrong Global Balanced ETF

### *Opinion*

We have audited the financial statements of Forstrong Global Balanced ETF (the Fund), which comprise:

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

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2025 and December 31, 2024, and its financial performance and its cash flows for the years then ended in accordance with IFRS Accounting Standards.

### *Basis for Opinion*

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

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

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



### ***Other Information***

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

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

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

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

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

We have nothing to report in this regard.

### ***Responsibilities of Management for the Financial Statements***

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

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

### ***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.



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We also:

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- Provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Chartered Professional Accountants, Licensed Public Accountants

The engagement partner on the audit resulting in this auditor's report is Gurdev Singh Narula.

Toronto, Canada

March 20, 2026

# FORSTRONG GLOBAL BALANCED ETF

Statements of Financial Position

December 31, 2025 and 2024

	2025	2024
<b>Assets</b>		
Cash	\$ 2,284,044	\$ 2,020,646
Dividends receivable	231,492	119,132
Subscriptions receivable	9,033	37,600
Other receivables (note 7)	16,599	–
Investments, at fair value (cost - \$104,095,721 2024 - \$117,761,756) (note 11)	115,948,846	124,007,477
	<u>118,490,014</u>	<u>126,184,855</u>
<b>Liabilities</b>		
Accrued expenses	97,749	76,352
Accrued management fees (note 7)	25,225	4,577
Redemptions payable	94,665	52,275
Distributions payable	–	25,844
	<u>217,639</u>	<u>159,048</u>
<b>Net assets attributable to unitholders of redeemable units</b>	<b>\$ 118,272,375</b>	<b>\$ 126,025,807</b>
<b>Net assets attributable to unitholders of redeemable units per class:</b>		
Class A <sup>(1)</sup>	\$ 5,218	\$ –
Class C	1,686,782	1,016,529
Class F	40,770,793	40,715,580
Class O	75,809,582	84,293,698
	<u>\$ 118,272,375</u>	<u>\$ 126,025,807</u>

# FORSTRONG GLOBAL BALANCED ETF

Statements of Financial Position (continued)

December 31, 2025 and 2024

	2025	2024
Number of units outstanding (note 6):		
Class A <sup>(1)</sup>	252	—
Class C	75,000	50,000
Class F	3,465,244	3,881,897
Class O	6,304,163	7,872,499
Net assets attributable to unitholders of redeemable units per unit:		
Class A <sup>(1)</sup>	\$ 20.71	\$ —
Class C	22.49	20.33
Class F	11.77	10.49
Class O	12.03	10.71

<sup>(1)</sup>On August 29, 2025, the Fund first issued Class A units.

See accompanying notes to financial statements.

Approved on behalf of the Board of Directors of the Manager:

"Tyler Mordy"

Tyler Mordy

Director

"James Garcelon"

James Garcelon

Director

# FORSTRONG GLOBAL BALANCED ETF

## Statements of Comprehensive Income

Years ended December 31, 2025 and 2024

	2025	2024
Income:		
Interest for distribution purposes	\$ 160	\$ –
Dividends	3,285,789	3,571,250
Securities lending income (note 12)	95,696	137,224
Net realized gain on sale of investments	7,600,433	7,286,929
Net realized gain (loss) foreign currency transactions	10,051	(34,504)
Net change in unrealized appreciation of investments	5,594,638	2,631,833
Net change in unrealized appreciation (depreciation) on foreign currencies	125	(181)
	<u>16,586,892</u>	<u>13,592,551</u>
Expenses:		
Management fees (note 7)	205,830	223,594
Audit fees	56,400	45,493
Independent review committee fees	18,600	10,893
Custodial and accounting fees	90,577	75,686
Regulatory and listing	16,144	2,790
Legal fees	23,201	30,615
Operating fees	6,500	1,023
Recordkeeping fees	46,960	70,070
Transaction fees	5,392	4,747
Brokerage commissions	35,181	48,471
Harmonized sales tax	26,716	32,229
Withholding taxes	377,865	345,995
	<u>909,366</u>	<u>891,606</u>
Expenses waived/absorbed by the Manager	(18,133)	(8,155)
	<u>891,233</u>	<u>883,451</u>
Increase in net assets attributable to unitholders of redeemable units (excluding distributions)		
	<u>\$ 15,695,659</u>	<u>\$ 12,709,100</u>
Increase in net assets attributable to unitholders of redeemable units per class (excluding distributions)		
Class A <sup>(1)</sup>	\$ 219	\$ –
Class C	147,960	43,644
Class F	5,128,001	4,378,466
Class I	–	2,682
Class O	10,419,479	8,284,308
	<u>\$ 15,695,659</u>	<u>\$ 12,709,100</u>

# FORSTRONG GLOBAL BALANCED ETF

Statements of Comprehensive Income (continued)

Years ended December 31, 2025 and 2024

	2025	2024
Average number of units outstanding per class:		
Class A <sup>(1)</sup>	250	—
Class C	64,110	50,000
Class F	3,582,514	4,362,111
Class I	—	5,818
Class O	6,792,551	7,995,904
Increase in net assets attributable to unitholders of redeemable units per unit (excluding distributions):		
Class A <sup>(1)</sup>	\$ 0.87	\$ —
Class C	2.30	0.87
Class F	1.43	1.01
Class I	—	0.46
Class O	1.54	1.03

<sup>(1)</sup>On August 29, 2025, the Fund first issued Class A units.

See accompanying notes to financial statements.

# FORSTRONG GLOBAL BALANCED ETF

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

Years ended December 31, 2025 and 2024

2025	Class A <sup>(1)</sup>	Class C	Class F	Class O	Total
Net assets attributable to unitholders of redeemable units, December 31, 2024	\$ –	\$ 1,016,529	\$ 40,715,580	\$ 84,293,698	\$ 126,025,807
Increase in net assets attributable to unitholders of redeemable units	219	147,960	5,128,001	10,419,479	15,695,659
Issuance of redeemable units	4,999	2,189,698	2,791,208	8,725,508	13,711,413
Cash paid on redemption of redeemable units	–	(1,644,268)	(7,861,131)	(27,628,361)	(37,133,760)
Distributions of income to unitholders:					
Investment income	(36)	(9,808)	(537,139)	(1,332,629)	(1,879,612)
Return of capital	–	(13,329)	–	–	(13,329)
Reinvested distributions	36	–	534,274	1,331,887	1,866,197
Net assets attributable to unitholders of redeemable units, December 31, 2025	\$ 5,218	\$ 1,686,782	\$ 40,770,793	\$ 75,809,582	\$ 118,272,375
Holdings of redeemable units:					
Redeemable units outstanding, beginning of year	–	50,000	3,881,897	7,872,499	11,804,396
Redeemable units issued	250	100,000	247,502	765,686	1,113,438
Redeemable units redeemed	–	(75,000)	(710,764)	(2,447,924)	(3,233,688)
Redeemable units outstanding before income distribution	250	75,000	3,418,635	6,190,261	9,684,146
Add redeemable units issued on reinvested income	2	–	46,609	113,902	160,513
Redeemable units outstanding, end of year	252	75,000	3,465,244	6,304,163	9,844,659

# FORSTRONG GLOBAL BALANCED ETF

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

Years ended December 31, 2025 and 2024

2024	Class C	Class F	Class I	Class O	Total
Net assets attributable to unitholders of redeemable units, December 31, 2023	\$ –	\$ 48,222,469	\$ 56,703	\$ 100,525,541	\$ 148,804,713
Increase in net assets attributable to unitholders of redeemable units	43,644	4,378,466	2,682	8,284,308	12,709,100
Issuance of redeemable units	1,000,000	3,848,528	–	30,252,323	35,100,851
Cash paid on redemption of redeemable units	–	(15,729,475)	(59,385)	(54,664,741)	(70,453,601)
Distributions of income to unitholders:					
Investment income	(27,115)	(850,164)	–	(1,955,296)	(2,832,575)
Return of capital	–	–	(84)	–	(84)
Reinvested distributions	–	845,756	84	1,851,563	2,697,403
Net assets attributable to unitholders of redeemable units, December 31, 2024	\$ 1,016,529	\$ 40,715,580	\$ –	\$ 84,293,698	\$ 126,025,807
Holdings of redeemable units:					
Redeemable units outstanding, beginning of year	–	4,969,488	5,814	10,166,926	15,142,228
Redeemable units issued	50,000	377,006	–	2,930,217	3,357,223
Redeemable units redeemed	–	(1,546,331)	(5,823)	(5,399,798)	(6,951,952)
Redeemable units outstanding before income distribution	50,000	3,800,163	(9)	7,697,345	11,547,499
Add redeemable units issued on reinvested income	–	81,734	9	175,154	256,897
Redeemable units outstanding, end of year	50,000	3,881,897	–	7,872,499	11,804,396

<sup>(1)</sup>On August 29, 2025, the Fund first issued Class A units.

See accompanying notes to financial statements.

# FORSTRONG GLOBAL BALANCED ETF

## Statements of Cash Flows

Years ended December 31, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Increase in net assets attributable to unitholders of redeemable units	\$ 15,695,659	\$ 12,709,100
Adjustments for:		
Purchases of investments <sup>(1)</sup>	(56,517,206)	(65,197,179)
Proceeds from sale of investments <sup>(2)</sup>	78,228,885	97,615,696
Net loss on foreign currency transactions	13	182
Net realized gain on sale of investments	(7,600,433)	(7,286,929)
Net change in unrealized appreciation on investments	(5,594,638)	(2,631,833)
Change in non-cash operating working capital:		
Change in dividends receivable	(128,959)	77,316
Change in accrued liabilities and other payables	42,045	14,560
Net cash provided by operating activities	24,125,366	35,300,913
Cash flows from financing activities:		
Distributions paid to unitholders	(52,588)	(109,412)
Proceeds from redeemable units issued <sup>(1)</sup>	11,752,500	35,100,313
Amount paid on redemptions of redeemable units <sup>(2)</sup>	(35,561,867)	(70,783,169)
Net cash used in financing activities	(23,861,955)	(35,792,268)
Net realized gain on foreign currency transactions	(13)	(182)
Increase (decrease) in cash	263,398	(491,537)
Cash, beginning of year	2,020,646	2,512,183
Cash, end of year	\$ 2,284,044	\$ 2,020,646
Supplemental cash flow information:		
Interest received	\$ 100	\$ —
Dividends received, net of withholding taxes	2,795,564	3,259,218

<sup>(1)</sup>Excludes in-kind subscription transactions of \$1,987,480 for the year ended December 31, 2025 (2024 - nil).

<sup>(2)</sup>Excludes in-kind redemption transactions of \$1,529,503 for the year ended December 31, 2025 (2024 - nil).

See accompanying notes to financial statements.

# FORSTRONG GLOBAL BALANCED ETF

Schedule of Investment Portfolio

December 31, 2025

Shares	Description	Cost	Fair value
<b>Exchange-traded funds (98.0%)</b>			
47,472	BMO Gold Bullion ETF	\$ 1,941,468	\$ 3,013,523
61,146	CI First Asset High Interest Savings ETF	3,063,134	3,059,746
31,934	Global X Copper Miners ETF	2,989,336	3,146,628
16,473	iShares Core S&P 500 ETF	14,253,432	15,486,504
46,830	iShares Core S&P/TSX Capped Composite Index ETF	1,470,582	2,367,257
197,166	iShares J.P. Morgan EM Local Currency Bond ETF	10,474,759	11,249,681
55,846	iShares MSCI Chile Capped ETF	1,869,524	3,096,718
49,709	iShares MSCI Europe Financials ETF	2,007,050	2,530,580
52,423	iShares MSCI Sweden ETF	3,288,296	3,542,255
215,119	iShares S&P 500 Index Fund	11,962,825	14,974,434
81,165	KraneShares Boserá MSCI China A 50 Connect Index ETF	2,796,745	3,442,353
86,097	KraneShares CSI China Internet ETF	3,573,653	4,023,772
299,792	SPDR Bloomberg Barclays Short Term International Treasury Bond ETF	10,891,386	11,278,653
124,064	VanEck Emerging Markets High Yield Bond ETF	3,415,548	3,386,950
32,318	Vanguard FTSE Europe ETF	2,452,164	3,708,778
32,733	Vanguard FTSE Pacific ETF	3,207,645	4,061,462
93,258	Vanguard Total Bond Market ETF	9,835,636	9,481,054
494,855	Vanguard U.S. Aggregate Bond Index ETF (CAD-Hedged)	11,683,612	10,703,714
52,951	WisdomTree Emerging Markets High Dividend Fund	2,918,926	3,394,784
		104,095,721	115,948,846
Transaction costs		(22,104)	—
Total investments (98.0%)		<u>\$ 104,073,617</u>	115,948,846
Other assets, less liabilities (2.0%)			2,323,529
Total net assets (100.0%)			<u>\$ 118,272,375</u>

See accompanying notes to financial statements.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements

Years ended December 31, 2025 and 2024

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## 1. The Fund:

The Forstrong Global Balanced ETF (the "Fund") (formerly Forstrong Global Balanced Fund) is an open-ended investment fund established under the laws of the Province of British Columbia pursuant to a Declaration of Trust dated August 4, 2020. Forstrong Global Asset Management Inc. is the manager of the Fund (the "Manager") and trustee (the "Trustee"). CIBC Mellon Trust Company is the custodian of the Fund (the "Custodian").

The head office of the Fund is located at 1180 Sunset Drive, Ste. 203, Kelowna, British Columbia, Canada V1Y 9W6.

The Fund's investment objective is to seek capital growth with long-term income and international diversification by primarily investing in, directly or indirectly, a diversified mix of Canadian and global securities. The Fund will invest primarily in exchange-traded funds ("ETFs") that are listed on North American stock exchanges.

The Fund had been offered on a private placement basis to investors by way of offering memorandum since its inception on August 20, 2020. On July 29, 2024, Forstrong filed a simplified prospectus with respect to Class F and Class O units of the Fund. Concurrently, the name of the Fund was changed from Forstrong Global Balanced Fund to Forstrong Global Balanced ETF. A new ETF class was also created, "Class C" units, which were listed on the TSX on September 10, 2024.

The Fund is authorized to issue an unlimited number of units issuable in an unlimited number of classes. Four classes are currently active. ETF units (Class C) are available for all investors. Mutual Fund units (Class O and Class F) are for investors who are participants in a fee-for-service or wrap account program sponsored by certain registered dealers. Mutual fund units (Class A) are for investors who purchase the Fund through advisors and are typically subject to an advisor compensation structure embedded within the management fee.

Mutual fund units (Class I) are intended for institutional or other eligible investors and are issued pursuant to a separate agreement with the Manager. No management fees are charged to the Fund in respect of Class I units, as such fees are negotiated and paid directly by the investor.

These financial statements for the year ended December 31, 2025, were authorized for issue by the Manager on March 20, 2026.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 2. Basis of presentation:

These financial statements have been prepared in compliance with IFRS Accounting Standards.

### (a) Basis of measurement:

The financial statements have been prepared under the historical cost convention, except for financial assets and liabilities which are presented at fair value through profit or loss ("FVTPL").

In applying IFRS Accounting Standards, management may make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses during the reporting years. Actual results may differ from such estimates.

### (b) Functional and presentation currency:

The functional currency in which the Fund operates is the Canadian dollar. Amounts received by the Fund on an offering of its units and amounts payable on redemption are received or paid in the functional currency, and the Fund's performance is evaluated and its liquidity managed in the functional currency. Therefore, the functional currency is considered as the currency that most accurately represents the economic effects of the underlying transactions, events and conditions. The Fund's presentation currency is also the Canadian dollar.

## 3. Material accounting policy information:

### (a) Financial instruments:

#### (i) Classification and measurement of financial instruments:

The Fund classifies its investments as financial assets or financial liabilities at FVTPL. The Fund classifies its investments at FVTPL based on the Fund's business model for managing those financial assets in accordance with the Fund's documented investment strategy. The Fund is primarily focused on fair value information and uses that information to assess the asset's performance and to make decisions.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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### 3. Material accounting policy information (continued):

Financial assets and financial liabilities are initially measured at fair value, with transaction costs recognized in the statement of comprehensive income.

All other financial assets and liabilities are recognized on the date which they are originated and are classified and measured at amortized cost. Redeemable units are measured at the present value of the redemption amount and are considered a residual.

(ii) Recognition and derecognition:

Financial assets and financial liabilities are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. The Fund's investments are subsequently measured at fair value.

The Fund derecognizes a financial asset when the contractual rights to the cash flows on the financial asset in the transaction in which substantially all the risks and the rewards of ownership of the financial asset are transferred. The Fund derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

(iii) Fair value measurement:

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 measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Fund.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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### 3. Material accounting policy information (continued):

Investments held that are traded in an active market through recognized public stock exchanges, over-the-counter markets or through recognized investment dealers are valued at their last traded market price where the last traded market price falls within the day's bid-ask spread. In circumstances where the last traded price is not within that day's bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on specific facts and circumstances. Investments held may include equities, investment funds, bonds and other debt instruments. Any investments that are not valued using the last traded price on the securities exchange can be valued based on other observable market data at the discretion of the Manager.

Investments held that are not traded in an active market, if any, are valued based on the results of valuation techniques using observable market inputs where possible, on such basis and in such manner established by the Manager. See note 11 for more information about the Fund's fair value measurements.

#### (iv) Other financial assets and liabilities:

Cash, dividends receivable, receivable for investment sold, other receivables, accrued expenses, distributions payable, and payable for investments purchased are recorded at amortized cost which in all cases is a reasonable approximation of fair value due to the short-term nature of these items.

#### (v) Offsetting of financial instruments:

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position if there is a currently legally enforceable right to offset recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses. As at December 31, 2025, there were no amounts subject to offsetting.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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### 3. Material accounting policy information (continued):

#### (b) Investment transactions and income recognition:

Investment transactions are recorded on the trade date. Interest income, if any, for distribution purposes from investments in bonds and short-term investments shown on the statement of comprehensive income represents the coupon interest received accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities. Dividend income and distributions from funds are recognized on the ex-dividend or ex-distribution date when the Fund's right to receive the payment is established. Realized gains and losses from investment transactions are calculated on a weighted average cost basis.

#### (c) Foreign currencies:

Any currency other than the Canadian dollar represents foreign currency to the Fund.

Transactions during the year, including purchases and sales of securities, income and expenses, are translated into Canadian dollars at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at the reporting date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Realized and unrealized gains and losses on foreign currency translation are included in the statement of comprehensive income as net realized loss on foreign currency and the net change in unrealized appreciation of investments, respectively.

#### (d) Cash:

Cash consists of deposits with financial institutions and short-term investments with terms to maturity of less than three months from the date of purchase.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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### 3. Material accounting policy information (continued):

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

Increase in net assets attributable to holders of redeemable units per unit is based on the increase in net assets attributable to holders of redeemable units attributed to each class of units, divided by the weighted average number of units outstanding of that class during the year

- (f) Unitholder transactions and net asset value attributable to holders of redeemable units per unit:

Amounts received on the issuance of units and amounts paid on the redemption of units are included in the statement of changes in net assets attributable to holders of redeemable units.

A separate net asset value ("NAV") is calculated for each series of units of the Fund by taking the series' proportionate share of the Fund's common assets less that series' proportionate share of the Fund's common liabilities and deducting from this amount all liabilities that relate solely to a specific series. The NAV per unit for each series is determined by dividing the NAV of each series by the number of units of that series outstanding on the valuation date.

- (g) Distributions:

Income earned by the Fund is distributed to holders of redeemable units at least once a year, and these distributions are generally reinvested by holders of redeemable units of the Fund. Net realized capital gains (reduced by loss carryforwards, if any) are distributed in December of each year to holders of redeemable units.

- (h) Transaction costs and other expenses:

Transaction costs and other expenses are expensed and are included in the statement of comprehensive income. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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### 3. Material accounting policy information (continued):

(i) Redeemable participating units:

The units of the Fund are classified as financial liabilities as the Fund has multiple classes of units with different features.

(j) Income taxes:

The Fund qualifies as a Mutual Fund Trust under the Income Tax Act (Canada). Accordingly, the Fund is not taxed on that portion of its taxable income, which is paid or payable to unitholders at the end of that taxation year. No provision for income taxes has been recorded in the accompanying financial statements as all income and capital gains of the Fund for the year are distributed to the unitholders to the extent necessary to reduce taxes payable under Part I of the Income Tax Act (Canada) to nil. As a result, the Fund does not record income taxes.

The Fund is subject to withholding taxes on foreign income at the prescribed rate on investment income and capital gains. Income that is subject to the withholding taxes is recorded gross of withholding taxes, and the related withholding taxes are shown as a separate expense in the statement of comprehensive income.

### 4. Involvement with unconsolidated structured entities:

The Fund invests in units of other investment funds as part of its investment strategy. The nature and purpose of the investee funds generally is to manage assets on behalf of third-party investors and generate fees for the Manager and are financed through the issue of units to investors.

The Fund has concluded that open-ended investment funds and ETFs which it invests, meet the definition of structured entities because:

- The voting rights in the funds are not dominant rights in deciding who controls them as they relate to administrative tasks only;
- Each of the fund's activities are restricted by its prospectus; and
- The funds have narrow and well-defined objectives to provide investment opportunities to investors.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## **4. Involvement with unconsolidated structured entities (continued):**

The Fund does not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support.

Refer to note 13 for the Fund's investment in unconsolidated structured entities at December 31, 2025.

Unconsolidated structured entities are entities that an entity has an interest in but does not control.

## **5. Critical accounting estimates and judgments:**

In preparing these financial statements, the Manager has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

## **6. Redeemable units issued and outstanding:**

The Fund may issue multiple classes of units issuable in an unlimited number of series and an unlimited number of units of each series. Capital movements are shown on the statement of changes in net assets attributable to holders of redeemable units. In accordance with its investment strategies and risk management policies, the Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

The Manager, on behalf of the ETF, has entered into a designated broker agreement with one or more designated brokers pursuant to which the designated broker has agreed to perform certain duties relating to the ETF including, without limitation: (i) to subscribe for a sufficient number of units to satisfy the Exchange's original listing requirements; (ii) to subscribe for units on an ongoing basis in connection with any rebalancing event, as applicable, and when cash redemptions of units occur; and (iii) to post a liquid two-way market for the trading of units on the Exchange. In accordance with the designated broker agreement, the Manager may from time to time require the designated broker to subscribe for units of the ETF for cash.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 6. Redeemable units issued and outstanding (continued):

The number of units issued/redeemed for subscription/redemption orders (the "Prescribed Number of Units") is determined by the Manager. On any trading day, a designated broker may place a subscription or redemption order for any multiple of the Prescribed Number of Units of the ETF based on the NAV per unit determined on the applicable trading day. A trading day is each day on which the Exchange is opened for business.

Generally, all orders to purchase units directly from an ETF must be placed by a designated broker or a dealer. The ETF reserves the absolute right to reject any subscription order placed by a designated broker or a dealer. No fees will be payable by the ETF to a designated broker or a dealer in connection with the issuance of units. On the issuance of units, an amount may be charged to a designated broker or a dealer to offset the expenses incurred in issuing the units.

For each Prescribed Number of Units issued, a dealer must deliver payment consisting of: (i) a basket of securities and cash equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order; (ii) cash in an amount equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order; or (iii) a combination of securities and cash, as determined by the Manager, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

## 6. Redeemable units issued and outstanding (continued):

For the years ended December 31, 2025 and 2024, the number of units issued by subscription and/or distribution reinvestment, the number of units redeemed, the total units outstanding was as follows:

	2025	2024
<b>Class A</b>		
Redeemable units outstanding, beginning of year	–	–
Units issued	250	–
Units issued on reinvestments	2	–
<b>Redeemable units outstanding, end of year</b>	<b>252</b>	<b>–</b>
<b>Class C</b>		
Redeemable units outstanding, beginning of year	50,000	–
Units issued	100,000	50,000
Units redeemed	(75,000)	–
Units issued on reinvestments	–	–
<b>Redeemable units outstanding, end of year</b>	<b>75,000</b>	<b>50,000</b>
<b>Class F</b>		
Redeemable units outstanding, beginning of year	3,881,897	4,969,488
Units issued	247,502	377,006
Units redeemed	(710,764)	(1,546,331)
Units issued on reinvestments	46,609	81,734
<b>Redeemable units outstanding, end of year</b>	<b>3,465,244</b>	<b>3,881,897</b>
<b>Class I</b>		
Redeemable units outstanding, beginning of year	–	5,814
Units redeemed	–	(5,823)
Units issued on reinvestments	–	9
<b>Redeemable units outstanding, end of year</b>	<b>–</b>	<b>–</b>
<b>Class O</b>		
Redeemable units outstanding, beginning of year	7,872,499	10,166,926
Units issued	765,686	2,930,217
Units redeemed	(2,447,924)	(5,399,798)
Units issued on reinvestments	113,902	175,154
<b>Redeemable units outstanding, end of year</b>	<b>6,304,163</b>	<b>7,872,499</b>

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 7. Related party transactions:

The Manager redeemed the seed capital in Class I shares on June 24, 2024 and held seed capital in Class A in 2025. The amount retained as at December 31, 2025 was nil (2024 - nil) units in Class I shares; 252 (2024 - nil) units in Class A.

As at December 31, 2025, 6,570 Class O (2024 -nil) redeemable units were held by employees of the Manager.

The Fund shall pay the Manager a management fee (the "Management Fee") based upon the Class Net Asset Value ("Class NAV") of each Class of Units. The Manager will receive a monthly fee equal to: (i) 1/12 of 0.50% of the aggregate Class NAV of the ETF Units (Class C); (ii) 1/12 of 0.50% (max. 0.50%) of the aggregate Class NAV of the Class F Units and Class O Units, plus applicable taxes; (iii) 1/12 of 1.50% of the aggregate Class NAV of the Class A Units, plus applicable taxes. This is based on a 0.50% management fee and 1.00% trailing commission.

No Management Fees are charged to the Fund with respect to the Class I Units, but the Management Fee payable to the Manager in respect of the Class I Units of the Fund shall be negotiated between the Manager and the investor.

The Fund incurred management fees of \$205,830 (2024 - \$223,594) for the year ended December 31, 2025. As at December 31, 2025, the Fund had management fees payable of \$25,225 (2024 - \$4,577).

At its sole discretion, the Manager may waive management fees or absorb expenses of the Fund. The Manager may cease doing so at any time without notice to unitholders. The management expense ratio before waivers or absorptions includes the fees attributable to Fund, where applicable.

As at December 31, 2025, the Manager had not owed the Fund a balance (2024 - nil) due to the absorbed expenses.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 8. Tax loss carryforwards:

Capital losses for income tax purposes may be carried forward indefinitely and applied against capital gains realized in future years. Non-capital loss carryforwards may be applied against future years' taxable income. Non-capital losses that are realized may be carried forward for 20 years. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the statement of financial position as a deferred income tax asset.

The Fund had net capital loss carryforwards of approximately \$5,660,437 (2024 - \$7,380,938) and no non-capital loss carryforwards (2024 - nil) as at December 31, 2025.

## 9. Brokerage commissions on securities transactions:

Brokerage commissions paid on securities transactions may include amounts paid to related parties of the Manager for brokerage services provided to the Fund.

Research and system usage related services received in return for commissions generated with specific dealers are generally referred to as soft dollars.

Brokerage commissions and other transaction costs for portfolio transactions for the year ended December 31, 2025 were as follows:

	Brokerage commissions paid	Soft dollar transactions	Amount paid to related parties
2025	\$ 35,181	\$ 4,012	\$ –
2024	\$ 47,471	\$ 6,132	\$ –

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 10. Financial instruments risk:

The Fund's activities expose it to various types of risks that are associated with its investment strategies, financial instruments held and markets in which it invests. The most significant risks to potentially affect the Fund include credit risk, liquidity risk, and market risk (which includes currency risk, interest rate risk and other price risk). In order to create and protect shareholder value, the Fund seeks to manage risk through a process of identifying, measuring and monitoring its activities, subject to risk limits and other controls. The Fund has investment guidelines that set out its overall business strategies and general risk management philosophy. These risks and related risk management practices employed by the Fund are discussed below.

Where the Fund invests in other investment fund(s) or ETFs, the Fund may be indirectly exposed to the financial instrument risks of the fund(s) or ETFs, depending on the investment objectives and the type of securities held by the fund(s) or ETFs.

### (a) Concentration risk:

Some funds concentrate their investment holdings in specialized industries, market sectors, geographical regions, asset classes or in a limited number of issuers. Investments in these funds involve greater risk and volatility than broadly based investment portfolios since the performance of one particular industry, market, geographical region, asset class or issuer could significantly and adversely affect the overall performance of the entire fund.

### (b) Credit risk:

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The carrying amount of the Fund's financial assets, except for equities, represents the maximum credit risk exposure.

All transactions executed by the Fund in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The majority of the cash and investments of the Fund are held by the Custodian. Bankruptcy or insolvency of the Custodian may cause the Fund's rights with respect to cash held by the Custodian to be delayed or limited.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 10. Financial instruments risk (continued):

The Fund monitors its risk by placing its cash and investments in custody of Schedule I financial institutions.

As at December 31, 2025, the Fund may have been indirectly exposed to credit risk, to the extent that its underlying investments have invested in debt instruments, preferred securities and derivatives.

### (c) Liquidity risk:

Liquidity risk is the possibility that investments of the Fund cannot be readily converted into cash when required. The Fund may be subject to liquidity constraints because of insufficient volume in the markets for the securities of the Fund or the securities may be subject to legal or contractual restrictions on their resale. In addition, the Fund is exposed to cash redemptions of redeemable units. The units of the Fund are redeemed on demand at the current NAV per unit at the option of the unitholder. Liquidity risk is managed by investing the majority of the Fund's assets in investments that are traded in an active market and can be readily disposed of. The Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity; therefore, the liquidity risk for the Fund is considered minimal.

With the exception of derivative contracts, where applicable, all of the Fund's financial liabilities are short-term liabilities maturing within 90 days after the year end.

### (d) Market risk:

The Fund's investments are subject to market risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in currency, interest rate or other market prices. The following include sensitivity analyses that show how the net assets attributable to holders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice, the actual results may differ and the differences may be material.

### (i) Currency risk:

The Fund holds assets and liabilities that are denominated in currencies other than its functional currency. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates. Losses may arise due to a change in the value of the foreign currency or if the counterparty fails to perform under the contract.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

## 10. Financial instruments risk (continued):

If the Canadian dollar had strengthened or weakened by 10% in relation to all foreign currencies, with all other factors remaining constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$8,191,000 (2024 - \$9,078,344). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The table below summarizes the exposure of the Fund to currency risk as at December 31:

2025	Currency risk exposed holdings	Net exposure	As a % of net assets
United States dollar	\$ 81,910,003	\$ 81,910,003	69.3

2024	Currency risk exposed holdings	Net exposure	As a % of net assets
United States dollar	\$ 90,783,438	\$ 90,783,438	72.0

### (ii) Interest rate risk:

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when the Fund invests in interest-bearing financial assets or financial liabilities. The Fund would be exposed to the risk that the value of such financial assets or financial liabilities will fluctuate due to changes in the prevailing levels of market interest rates. In addition, as interest rates fall and fixed-income security issuers prepay principal, the Fund may have to reinvest this money in securities with lower interest rates. The Fund's exposure to interest rate risk would be concentrated in its investment in money market instruments and fixed income securities. Other assets and liabilities are short-term in nature and/or non-interest bearing.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 10. Financial instruments risk (continued):

As at December 31, 2025, the Fund may have been indirectly exposed to interest rate risk, to the extent that its underlying investments have interest-bearing financial assets.

### (iii) Other price risk:

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk). The Manager aims to moderate this risk through a careful selection and diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

The impact on net assets attributable to holders of redeemable units of the Fund due to a 5% change in market prices on the Toronto Stock Exchange, as at December 31, 2025, is \$5,797,442 (2024 - \$6,200,374), with all other variables held constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

## 11. Fair value measurement:

The Fund classifies fair value measurements within a hierarchy that gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are as follows:

- Level 1 - Fair value based on unadjusted quoted prices in active markets for identical assets or liabilities that the Manager has the ability to access at the measurement date;
- Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active; and
- Level 3 - Inputs based on at least one significant non-observable input that is not supported by market data. There is little if any market activity. Inputs into the determination of fair value require significant management judgment or estimation.

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

## 11. Fair value measurement (continued):

If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. The following fair value hierarchy table presents information about the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31:

2025	Level 1	Level 2	Level 3	Total
Funds of ETFs	\$ 115,948,846	\$ –	\$ –	\$ 115,948,846

2024	Level 1	Level 2	Level 3	Total
Funds of ETFs	\$ 124,007,477	\$ –	\$ –	\$ 124,007,477

All fair value measurements above are recurring. Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of the instrument's fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

For the year ended December 31, 2025, no investments (2024 - nil) were transferred between the levels.

## 12. Securities lending:

The Fund has entered into a securities lending program with the Custodian and lends portfolio securities from time to time in order to earn additional income.

As at December 31, 2025, the Fund's investments included loaned securities with a fair value of \$5,107,020 (2024 - \$25,719,384). The fair value of collateral in respect of these loans was \$5,559,172 (2024 - \$28,054,087). The Fund earned securities lending income of \$95,696 (2024 - \$137,224).

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

## 13. Investment in unconsolidated structured entities:

Underlying fund as at December 31, 2025	Ownership in the underlying fund	Fund's shares in the underlying fund
BMO Gold Bullion ETF	0.23%	47,472
CI First Asset High Interest Savings ETF	0.06%	61,146
Global X Copper Miners ETF	0.05%	31,934
iShares Core S&P 500 ETF	0.00%	16,473
iShares Core S&P/TSX Capped Composite Index ETF	0.01%	46,830
iShares J.P. Morgan EM Local Currency Bond ETF	1.26%	197,166
iShares MSCI Chile Capped ETF	0.22%	55,846
iShares MSCI Europe Financials ETF	0.04%	49,709
iShares MSCI Sweden ETF	0.85%	52,423
iShares S&P 500 Index Fund	0.11%	215,119
KraneShares Boserá MSCI China A 50 Connect Index ETF	1.12%	81,165
KraneShares CSI China Internet ETF	0.04%	86,097
SPDR Bloomberg Short Term International Treasury Bond ETF	0.29%	299,792
VanEck Emerging Markets High Yield Bond ETF	0.57%	124,064
Vanguard FTSE Europe ETF	0.01%	32,318
Vanguard FTSE Pacific ETF	0.03%	32,733
Vanguard Total Bond Market ETF	0.00%	93,258
Vanguard U.S. Aggregate Bond Index ETF (CAD-Hedged)	0.66%	494,855
WisdomTree Emerging Markets High Dividend Fund	0.08%	52,951

Underlying fund as at December 31, 2024	Ownership in the underlying fund	Fund's shares in the underlying fund
BMO Equal Weight US Banks Index ETF	0.67%	144,076
BMO Gold Bullion ETF	0.52%	120,573
CI First Asset High Interest Savings ETF	0.04%	50,178
Franklin FTSE Brazil ETF	1.45%	145,393
iShares 1-5 Year Investment Grade Corporate Bond ETF	0.03%	118,178
iShares Core S&P 500 ETF	0.00%	6,959
iShares Core S&P Mid-Cap ETF	0.01%	91,458
iShares Core S&P/TSX Capped Composite Index ETF	0.02%	66,036
iShares J.P. Morgan EM Local Currency Bond ETF	2.47%	227,624
iShares Mortgage Real Estate ETF	0.56%	148,892
iShares MSCI Chile Capped ETF	0.46%	87,665
iShares S&P 500 Index Fund	0.07%	129,031
KraneShares CSI China Internet ETF	0.06%	112,652
SPDR Bloomberg Short Term International Treasury Bond ETF	5.82%	308,537
SPDR S&P Biotech ETF	0.05%	36,113
VanEck Emerging Markets High Yield Bond ETF	0.85%	171,263
Vanguard FTSE Europe ETF	0.03%	78,021
Vanguard FTSE Pacific ETF	0.05%	45,973
Vanguard U.S. Aggregate Bond Index ETF (CAD-Hedged)	0.87%	468,013
WisdomTree Emerging Markets High Dividend Fund	0.13%	84,968
WisdomTree Japan SmallCap Dividend Fund	0.93%	29,853

# FORSTRONG GLOBAL BALANCED ETF

Notes to Financial Statements (continued)

Years ended December 31, 2025 and 2024

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## 14. Accounting standards issued but not yet effective:

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

IFRS 18 will replace International Accounting Standard 1, Presentation of Financial Statements, and applies for annual reporting periods beginning on or after January 1, 2027. The new accounting standard introduces the following key new requirements.

- Entities are required to classify all income and expenses into five categories in the statement of profit or loss, namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to present a newly-defined operating profit subtotal. Entities' net profit will not change as a result of applying IFRS 18.
- Management-defined performance measures ("MPMs") are disclosed in a single note in the financial statements.
- Enhanced guidance is provided on how to group information in the financial statements.

In addition, all entities are required to use the operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method.

The Fund is still in the process of assessing the impact of the new accounting standard, particularly with respect to the structure of the Fund's statements of comprehensive income, the statements of cash flows and the additional disclosures required for MPMs. The Fund is also assessing the impact on how information is grouped in the financial statements, including for items currently labelled as 'other'.