2026

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

June 30, 2026

Offered by Educators Financial Group
Portfolio Adviser: 1832 Asset Management L.P.

Educators Dividend Fund

Educators
FINANCIAL GROUP

This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or the annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1.800.263.9541, by writing to us at Educators Financial Group, 2225 Sheppard Ave. East, Suite 1105, Toronto, Ontario, M2J 5C2, or by visiting our website at www.educatorsfinancialgroup.ca or SEDAR+ at www.sedarplus.com.

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

Caution Regarding Forward-looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar forward-looking expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future general economic, political and relevant market factors, such as interest rates, foreign exchange rates, equity and capital markets, and the general business environment, in each case assuming no changes to applicable tax or other laws or government regulation. Expectations and projections about future events are inherently subject to, among other things, risks, and uncertainties, some of which may be unforeseeable. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, including international conflicts, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, global trade restrictions and tariffs, unexpected judicial or regulatory proceedings, and catastrophic events.

It should be stressed that the above-mentioned list of factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements, whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance, unless required by applicable law.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Results of Operations
The Fund's net assets increased by 9.1% to $242.0 million at the end of June 2026, up from $221.8 million at the end of December 2025.

Investment Performance
For the year/period ending June 30, 2026 *(the period),* the Educators Dividend Fund – Class A Series provided a return of 12.61% versus the S&P/TSX Composite Index (the Benchmark) return of 11.17%.

The Fund overperformed its Benchmark over the period. Unlike the Benchmark, the Fund's return is net of fees and expenses paid by the Fund. Detailed performance is provided under the heading "Past Performance" in this report. Investors cannot invest in the Benchmark without incurring fees, expenses and commissions which are not reflected in Benchmark returns.

The Canadian equity market ended the six-month period in positive territory, with the S&P/TSX Composite Index returning 11.2%. The index rose to record highs in June, supported by strong earnings and resource-sector strength.

While volatility periodically increased—particularly around Middle East tensions, tariff uncertainty, and shifting interest-rate expectations—the broader market recovered quickly from pullbacks and maintained a constructive upward trend.

The macroeconomic picture was more mixed. Canada entered 2026 with signs of slowing growth and first-quarter GDP data pointed to a technical recession after two consecutive quarters of modest contraction. However, underlying conditions were not uniformly weak. Employment data improved in May, consumer activity remained selective rather than broadly distressed, and corporate earnings showed enough resilience to keep equity investors engaged.

Interest rates remained central to the market narrative. The Bank of Canada stayed cautious as inflation risks lingered, particularly with energy prices being volatile and wage growth still firm. Markets increasingly priced out expectations for aggressive rate cuts, favouring a 'higher for longer' policy environment.

Sector leadership was concentrated in energy and financials. Energy stocks benefited from elevated oil prices and geopolitical risk premiums, which improved cash-flow expectations for Canadian producers. Financials remained a stabilizing force, with major banks supported by resilient earnings and balance-sheet strength, although higher bond yields and slower domestic growth occasionally weighed on sentiment.

Eight of the 11 Global Industry Classification Standard *(the GICS)* sectors posted positive returns over the six-month period. The best-performing sectors were Energy, Financials, and Utilities. The worst-performing sectors were Technology, Communications, and Materials.

Over the period, the Canadian dollar weakened against the U.S. dollar, the euro, and the British pound—while remaining flat against Japanese yen.

During the six-month period ending June 30, 2026, the Fund outperformed its benchmark, the S&P/TSX Composite Index. Global geopolitical instability and AI remain the dominant themes in Canadian, U.S., and global markets. While trade negotiations have given way to wars in the headlines, the resolution of both will have significant implications for years to come. The AI revolution will create winners and losers, but for the time being, it remains unclear who will fall into each category. The North American and global economies are expected to continue growing, but the pace of that growth is uncertain.

In terms of positive contributors to the Fund's relative performance, security selection in the Industrials sector and an underweight allocation and security selection in the Materials contributed the most to relative returns. Individual contributors to relative returns included financial services companies, Toronto-Dominion Bank, Bank of Nova Scotia, and Royal Bank of Canada.

From a currency hedging standpoint, the Fund's hedging position on foreign currency was a slight detractor from performance during the period. However, the Portfolio Adviser's hedging strategy is intended to reduce foreign currency risk, not to generate alpha.

The Fund's underweight allocation and security selection in the Energy sector was the largest detractor from relative performance. Individual detractors from performance included information management services company, Open Text Corporation, information technology services company, CGI Incorporated, and engineering services company WSP Global Incorporated.

The sector exposure within the Fund is diversified with Financials, Industrials, and Energy representing the top allocations. Over-the-period increases were made to holdings in the Industrials and Health Care, while holdings in the Financials, Information Technology, and Communication Services sectors were lowered.

Recent Developments
As we enter the second half of 2026, elevated valuations, trade uncertainty, geopolitical instability, and developments related to artificial intelligence continue to influence market sentiment and contribute to heightened volatility. While the North American and global economies appear resilient, the pace of growth remains uncertain, and the evolving backdrop warrants a disciplined, risk-aware approach. As a result, the Portfolio Adviser remains cautious in positioning—making tactical adjustments as valuations change

and focusing on high-quality companies where they believe they are being appropriately compensated for the risks being taken.

Markets can be emotional and volatile, but the Portfolio Adviser's process is not. The Portfolio Adviser remains patient and adheres to a disciplined, long-term approach of building a well-diversified portfolio of leading businesses with strong balance sheets that can grow over time and be owned through different economic cycles.

Related Party Transactions

In the first six months of 2026 Educators Financial Group did not refer any conflict of interest matters to the Fund's Independent Review Committee *(the IRC)* and accordingly did not rely upon any recommendation of the IRC in respect of any related party transactions.

Educators Financial Group is the Manager and Trustee of the Fund. Educators Financial Group is a wholly owned subsidiary of the Ontario Secondary School Teachers' Federation *(OSSTF).* OSSTF may from time to time invest in units of the Fund.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six-month period and for the past five years. Currently Class I units of the Fund are not being offered to purchase by retail investors.

Educators Dividend Fund – Class A Series – Net Assets per Unit (1)

	Six-months ended June 30	Year ended December 31				
	2026	**2025**	**2024**	**2023**	**2022**	**2021**
Net Assets, beginning of year/period	$40.08	$36.28	$33.76	$36.14	$40.35	$32.77
Increase (decrease) from operations:						
Total revenue	$0.61	$1.22	$1.27	$1.28	$1.01	$0.98
Total expenses, including transaction costs [excluding distributions]	($0.41)	($0.74)	($0.69)	($0.73)	($0.71)	($0.69)
Realized gains (losses) for the period	$2.01	$4.09	$3.17	$7.31	$0.09	$0.69
Unrealized gains (losses) for the period	$2.82	$1.59	$0.78	($4.91)	($4.43)	$6.71
Total increase (decrease) from operations (2)	$5.03	$6.16	$4.53	$2.95	($4.04)	$7.69
Distributions:						
From net investment income (excluding dividends)	$--	$--	$--	$--	$--	$--
From dividends	$0.22	$0.35	$0.49	$0.40	$0.16	$0.12
From capital gains	$--	$2.04	$1.50	$4.88	$--	$--
Return of capital	$--	$--	$--	$--	$--	$--
Total Annual Distributions (3)	$0.22	$2.39	$1.99	$5.28	$0.16	$0.12
Net Assets, end of year/period	$44.91	$40.08	$36.28	$33.76	$36.14	$40.35

Ratios and Supplemental Data (based on Net Asset Value)

	Six-months ended June 30	Year ended December 31				
	2026	**2025**	**2024**	**2023**	**2022**	**2021**
Total Net Asset Value (000's) (4)	$207,438	$191,080	$173,574	$167,086	$163,962	$183,480
Number of units outstanding (4)	4,618,605	4,768,000	4,784,568	4,948,537	4,537,010	4,547,148
Management expense ratio (5)	1.81%	1.82%	1.81%	1.82%	1.81%	1.81%
Management expense ratio before waivers or absorptions (6)	1.81%	1.82%	1.81%	1.82%	1.81%	1.81%
Trading expense ratio (7)	0.07%	0.08%	0.05%	0.09%	0.01%	0.01%
Portfolio turnover rate (8)	31.19%	52.64%	36.70%	64.05%	7.30%	4.11%
Net Asset Value per unit	$44.91	$40.08	$36.28	$33.76	$36.14	$40.35

Educators Dividend Fund – Class I Series – Net Assets per Unit (1)

	Six-months ended June 30	Year ended December 31				
	2026	2025	2024	2023	2022	2021
Net Assets, beginning of year/period	$14.01	$12.68	$11.81	$12.66	$14.15	$11.44
Increase (decrease) from operations:						
Total revenue	$0.21	$0.43	$0.45	$0.45	$0.36	$0.34
Total expenses, including transaction costs [excluding distributions]	($0.01)	($0.02)	($0.01)	($0.02)	($0.01)	($0.01)
Realized gains (losses) for the period	$0.71	$1.44	$1.11	$2.57	$0.03	$0.23
Unrealized gains (losses) for the period	$1.00	$0.54	$0.28	($1.73)	($1.56)	$2.36
Total increase (decrease) from operations (2)	$1.91	$2.39	$1.83	$1.27	($1.18)	$2.92
Distributions:						
From net investment income (excluding dividends)	$--	$--	$--	$--	$--	$--
From dividends	$0.21	$0.37	$0.41	$0.39	$0.30	$0.22
From capital gains	$--	$0.72	$0.53	$1.72	$--	$--
Return of capital	$--	$--	$--	$--	$--	$--
Total Annual Distributions (3)	$0.21	$1.09	$0.94	$2.11	$0.30	$0.22
Net Assets, end of year/period	$15.71	$14.01	$12.68	$11.81	$12.66	$14.15

Ratios and Supplemental Data (based on Net Asset Value)

	Six-months ended June 30	Year ended December 31				
	2026	2025	2024	2023	2022	2021
Total Net Asset Value (000's) (4)	$14,515	$13,015	$11,827	$11,301	$11,481	$13,244
Number of units outstanding (4)	924,102	929,089	932,629	956,917	906,899	935,810
Management expense ratio (5)	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
Management expense ratio before waivers or absorptions (6)	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
Trading expense ratio (7)	0.07%	0.08%	0.05%	0.09%	0.01%	0.01%
Portfolio turnover rate (8)	31.19%	52.64%	36.70%	64.05%	7.30%	4.11%
Net Asset Value per unit	$15.71	$14.01	$12.68	$11.81	$12.66	$14.15

Educators Dividend Fund – Class F Series – Net Assets per Unit (1)

	Six-months ended June 30	Year Ended December 31				
	2026	2025	2024	2023	2022	2021
Net Assets, beginning of year/period	$10.64	$9.63	$8.97	$9.62	$10.75	$10.00
Increase (decrease) from operations:						
Total revenue	$0.16	$0.32	$0.34	$0.34	$0.27	$0.13
Total expenses, including transaction costs [excluding distributions]	($0.05)	($0.09)	($0.09)	($0.09)	($0.09)	($0.04)
Realized gains (losses) for the period	$0.54	$1.09	$0.86	$2.06	$0.01	($0.01)
Unrealized gains (losses) for the period	$0.76	$0.41	$0.20	($1.42)	($1.21)	$0.88
Total increase (decrease) from operations (2)	$1.41	$1.73	$1.31	$0.89	($1.02)	$0.96
Distributions:						
From net investment income (excluding dividends)	$--	$--	$--	$--	$--	$--
From dividends	$0.12	$0.20	$0.23	$0.22	$0.15	$0.05
From capital gains	$--	$0.54	$0.40	$1.30	$--	$--
Return of capital	$--	$--	$--	$--	$--	$--
Total Annual Distributions (3)	$0.12	$0.74	$0.63	$1.52	$0.15	$0.05
Net Assets, end of year/period	$11.93	$10.64	$9.63	$8.97	$9.62	$10.75

Ratios and Supplemental Data (based on Net Asset Value)

	Six-months ended June 30	Year Ended December 31				
	2026	2025	2024	2023	2022	2021
Total Net Asset Value (000's) (4)	$20,040	$17,676	$14,970	$11,579	$9,683	$7,495
Number of units outstanding (4)	1,680,431	1,661,341	1,554,211	1,290,581	1,006,959	696,955
Management expense ratio (5)	0.80%	0.80%	0.80%	0.80%	0.80%	0.79%
Management expense ratio before waivers or absorptions (6)	0.80%	0.80%	0.80%	0.80%	0.80%	0.79%
Trading expense ratio (7)	0.07%	0.08%	0.05%	0.09%	0.01%	0.01%
Portfolio turnover rate (8)	31.19%	52.64%	36.70%	64.05%	7.30%	4.11%
Net Asset Value per unit	$11.93	$10.64	$9.63	$8.97	$9.62	$10.75

(1) *This information is derived from the Fund's interim financial report and audited annual financial statements. For financial years beginning after January 1, 2014, the financial highlights were derived from the Fund's financial statements prepared in accordance with International Financial Reporting Standards (IFRS). All references to "Net Assets" or "Net Assets per Unit" in these financial highlights are references to net assets attributable to holders of redeemable units determined in accordance with IFRS as presented in the financial statements of the Fund.*

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

(3) *Distributions were either paid in cash or reinvested in additional units of the Fund.*

(4) *This information is provided as at June 30 or December 31 of the year shown.*

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

(6) *The management expense ratio before waivers or absorptions shows what the management expense ratio of the Fund would have been if Educators Financial Group had not charged a lesser amount for its management fee.*

(7) *The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.*

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

Management Fees
Educators Financial Group is the Manager-Trustee, promoter, and principal distributor of the Fund, and is responsible for the day-to-day management and administration of the Fund.

The Manager-Trustee monitors and evaluates the performance of the Fund and pays for the investment management services of the portfolio adviser, as well as all administrative services required by the Fund. As compensation for these services, Educators Financial Group is entitled to receive a fee, payable monthly and calculated daily, based on the Net Asset Value of the Fund, at the annual rate of 1.60% for the Class A Series and 0.70% for the Class F Series. The Class I Series is identical in all respect to the Class A Series, except that there is no management fee payable by the Fund in respect of the Class I units.

The Fund is responsible for paying any applicable tax owing on its management fee.

Approximately 17.5% of the total management fees collected from all Series (excluding Class I Series approximately 16.4% of the total management fees collected), were used to pay for portfolio management services, with the remainder of the fees being allocated to custodial services, marketing, technology, and Manager-Trustee operating expenses.

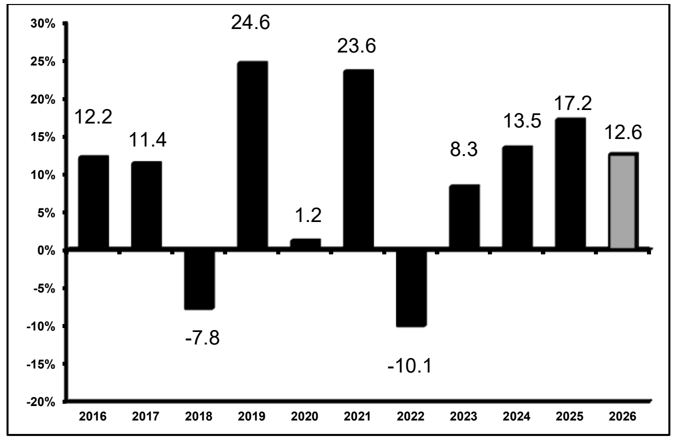
PAST PERFORMANCE

General
The Fund's performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund.

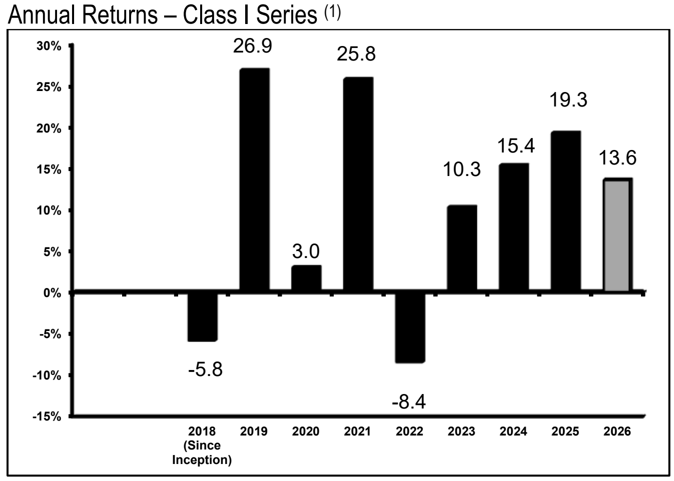
The performance information does not take into account sales, redemption, distribution, or other optional charges that would have reduced returns or performance. The performance of different fund series may vary for a number of reasons, including differences in management fees and expenses. Please remember that how the Fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-by-Year Returns
The bar chart shows the Fund's annual performance for each of the years shown and for the six-month period and illustrates how the Fund's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial period would have grown or decreased by the last day of each financial period.

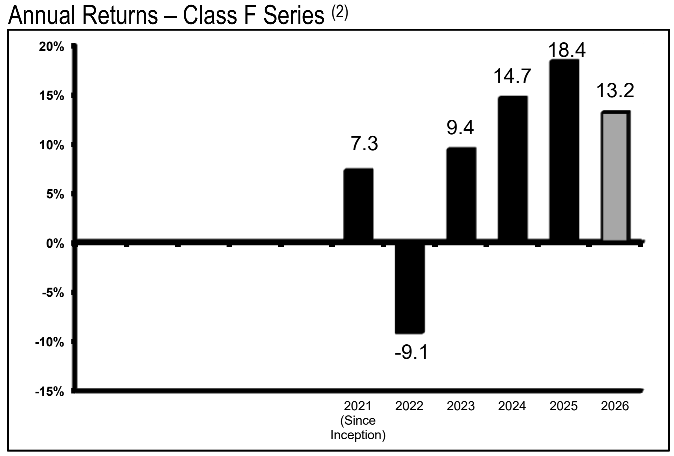
Annual Returns – Class A Series



Annual Returns – Class I Series (1)



Annual Returns – Class F Series (2)



% Increase/decrease   *For the six-month period ended June 30, 2026*

(1) *The Class I Series commenced operations January 4, 2018*
(2) *The Class F Series commenced operation May 14, 2021*

SUMMARY OF INVESTMENT PORTFOLIO
(Based on Net Asset Value)
As at June 30, 2026

Sector Mix	Percentage of Net Asset Value
Financials	34.15 %
Industrials	18.17 %
Energy	11.31 %
Materials	7.95 %
Information Technology	4.85 %
Health Care	4.32 %
Consumer Staples	4.14 %
Real Estate	3.92 %
Utilities	3.79 %
Communication Services	2.64 %
Cash and Cash Equivalents	2.58 %
Consumer Discretionary	2.24 %
Net Other Assets (Liabilities)	(0.06) %

Top 25 Holdings

Security Name	Percentage of Net Asset Value
Bank of Nova Scotia	5.23 %
Royal Bank of Canada	4.96 %
Onex Corp.	4.92 %
Toronto-Dominion Bank	4.32 %
Power Corp. of Canada	4.08 %
Enbridge Inc.	3.75 %
Canadian National Railway Co.	3.21 %
Canadian Pacific Kansas City Ltd.	3.17 %
Franco-Nevada Corp.	2.93 %
Manulife Financial Corp.	2.83 %
Intact Financial Corp.	2.66 %
TC Energy Corp.	2.60 %
Brookfield Asset Management Ltd.	2.59 %
Bank of Montreal	2.55 %
Alimentation Couche-Tard Inc.	2.50 %
Restaurant Brands International Inc.	2.24 %
Microsoft Corp.	2.21 %
Waste Connections Inc.	2.17 %
Taiwan Semiconductor Manufacturing Co., Ltd.	2.13 %
West Fraser Timber Co., Ltd.	2.07 %
Exchange Income Corp.	2.00 %
PrairieSky Royalty Ltd.	1.99 %
Boardwalk Real Estate Investment Trust	1.99 %
Primaris Real Estate Investment Trust	1.93 %
Northland Power Inc.	1.90 %
Total Net Assets (000's)	**$241,994**

The top 25 holdings represent approximately 72.93% of the total net assets of the Fund.

The summary of investment portfolio of the Fund is as at June 30, 2026 and may change due to the Fund's ongoing portfolio transactions. Updates are available quarterly.

EDUCATORS FINANCIAL GROUP

2225 Sheppard Ave. East
Suite 1105
Toronto, Ontario M2J 5C2

Telephone: 416.752.6843
1.800.263.9541

Fax: 416.752.6649
1.888.662.2209

E-Mail: info@educatorsfinancialgroup.ca

Web: www.educatorsfinancialgroup.ca

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