2026

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

June 30, 2026

Offered by Educators Financial Group
Portfolio Adviser: Fiera Capital Inc., Toronto, Ontario

Educators Monthly Income Fund

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 2.4% to $106.4 million at the end of June 2026, up from $103.9 million at the end of December 2025.

Investment Performance

For the year/period ending June 30, 2026 *(the period)*, the Educators Monthly Income Fund – Class A Series provided a return of 4.93%, versus a Benchmark return of 8.44%. The Benchmark comprises 70% S&P/TSX Composite Total Return Index, 27% FTSE Canada Bond Universe Index and 3% FTSE Canada 91 Day Treasury Bill Index (the Benchmark).

The Fund underperformed its blended 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 first few months of 2026 saw a continuation of the commodity-driven rally that characterized much of the previous year, with the Materials and Energy sectors contributing the majority of the S&P/TSX Composite Index's gains in January and February. At the same time, the market's increasingly selective approach toward perceived artificial intelligence winners and losers broadened beyond the technology sector, resulting in weakness across many technology and business services companies. On February 28, 2026, the outbreak of conflict in Iran marked a significant inflection point for global markets, driving energy prices and related equities higher, while weighing on most other sectors. Notably, gold's traditional reputation as a safe-haven asset during periods of geopolitical uncertainty was challenged, as both the commodity and gold producers declined during the month.

The shift in market leadership that began following the outbreak of the conflict in Iran continued through the second quarter. While the broader Canadian market continued its steady advance, sector performance changed meaningfully. Resource-oriented sectors, which had been among the strongest contributors to market performance over the previous eighteen months, significantly underperformed. The second quarter marked the first period in a year and a half in which either the Materials or Energy sectors generated negative quarterly returns. Instead, strong performance from Industrials and Financials drove market gains, with Canadian banks reaching historically elevated valuation levels, despite rising loan delinquencies and moderating economic growth.

From a broader perspective, persistent geopolitical tensions and economic uncertainty did little to derail the longer-term strength of Canadian equities. The S&P/TSX Composite Index achieved a four-year annualized return of 20%, a milestone not seen in nearly two decades.

The Canadian fixed income market was relatively resilient during the first half of 2026, despite elevated geopolitical uncertainty and mixed economic data. The Bank of Canada maintained its overnight interest rate at 2.25% throughout the period, as policymakers balanced moderating economic growth against inflationary pressures stemming from higher energy prices. Corporate credit spreads ended the period near historically tight levels following a significant widening at the end of the first quarter. Government bond yields were volatile, but ultimately moved modestly lower as market expectations for additional interest rate increases diminished.

The Fund recorded positive performance of 4.93% during the period, underperforming its Benchmark, which is comprised of 70% S&P/TSX Composite Total Return Index, 27% FTSE Canada Universe Bond Index, and 3% FTSE 91 Day T-bill Index, which returned 8.49%. The underperformance was primarily attributable to asset allocation and equity security selection. The Fund maintained a lower weighting in equities and a higher allocation to cash and equivalents relative to the Benchmark during a period of strong equity market returns, which detracted from relative performance.

The relative underperformance of the equity portfolio was primarily driven by the Energy, Financials, and Information Technology sectors.

The Energy sector detracted as the Fund is not exposed to the sector. Following the closure of the Strait of Hormuz, Energy was among the strongest-performing sectors in the Canadian market and the Fund did not participate in these gains.

Financials detracted from relative performance, both due to the Fund's lower weight in this sector as compared to the Benchmark and its lower exposure to Canadian banks, which were among the strongest-performing securities in the market during the period. The Fund maintained larger exposure to diversified financial and information services companies, including Mastercard, FactSet, and TMX Group, which underperformed the Canadian banking sector over the timeframe.

Within Information Technology, software, technology, and business services companies faced heightened investor scrutiny as concerns grew regarding the potential disruptive impact of artificial intelligence on traditional software and service providers. Holdings including CGI Inc., Constellation Software, Accenture, and Microsoft underperformed during the period as investor sentiment toward the sector weakened. Despite these near-term challenges, the Portfolio Adviser continues to have conviction in these businesses, which benefit from strong competitive positions, resilient demand for their products and services, and proven management teams capable of adapting to evolving technological landscapes.

These factors were partially offset by the Fund's underweight position in the Materials sector, which contributed positively to relative performance. Following significant outperformance throughout 2025 and the early months of 2026, the sector experienced a notable reversal and generated negative returns within the Benchmark during the period. The Fund maintained no exposure to the sector.

The Fixed Income portfolio outperformed its benchmark during the period as corporate credit spreads recovered from their widest levels of the year at the end of March. The most significant contributors to relative performance were the Financials and Securitization sectors.

The overweight position in Financials, combined with the Funds strategy's focus on the front end of the credit curve where valuations were more attractive, contributed positively to performance. The Securitization sector also contributed positively to performance. The sector benefited from its yield advantage relative to comparable corporate bonds, while the portfolio's positioning in higher-quality and upgraded tranches generated strong risk-adjusted returns.

These positive contributions were partially offset by the portfolio's underweight positions in Government of Canada and Provincial bonds, both of which performed strongly as bond yields declined during the period. Consistent with the Portfolio Adviser's investment approach, the portfolio remained tilted toward high-quality corporate bonds, which they believe offer a more attractive balance of income generation and long-term value than government securities.

The Fund's allocation to equities increased during the period, while its exposure to fixed income remained relatively stable. Meanwhile, the weighting in cash and equivalents decreased. Within the equity portfolio, the allocation to Canadian equities increased relative to foreign equities. The Fund's holdings in equities ended the period at 67.8%, comprising 59.2% Canadian equities and 8.6% foreign equities, while the fixed-income allocation was 19.7%, and the cash-and-equivalents weighting was 12.5%.

Despite the increase in equity exposure, the Fund maintained a lower weighting in equities and a higher allocation to cash and equivalents relative to the Benchmark. The Portfolio Adviser continued to view the investment environment as presenting heightened risks stemming from geopolitical tensions, elevated inflation expectations, and ongoing uncertainty surrounding global economic growth. As a result, the Portfolio Adviser believed that the risk-return profile of both equities and fixed income remained less attractive than historical norms, and therefore maintained a cautious asset-allocation approach. While this positioning supported capital preservation objectives, the Fund's underweight exposure to equities and overweight allocation to cash and equivalents detracted from relative performance during the period as equity markets continued to advance.

Recent Developments

Entering into the second half of 2026, markets continue to be influenced by geopolitical risks, elevated trade uncertainty, and evolving inflation expectations. While equity markets have remained resilient despite these challenges, the economic outlook remains uncertain. The Portfolio Adviser continues to monitor developments related to global trade, energy markets, and inflation—particularly where these factors may affect the earnings power and long-term competitive positioning of companies held in the portfolio. The equity portfolio continues to be composed of high-quality businesses that can withstand tough times and is currently trading at an attractive discount to its intrinsic value. This combination should position the portfolio well for long-term compounding of returns.

Within the fixed-income market, valuation concerns remain, despite the widening in credit spreads toward the end of the second quarter. The Portfolio Adviser maintains an overweight position in corporate bonds, where additional yield is expected to help mitigate short-term volatility, as compared to government bonds. They are also continuing to upgrade overall credit quality, with a focus on A-rated issuers in the front to middle portions of the yield curve. Credit exposure remains near the lower end of its historical range. This positioning is expected to preserve flexibility within the Fund and allow the manager to add risk selectively if credit spreads widen further.

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.

Educators Monthly Income 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	$10.04	$10.06	$9.38	$9.17	$10.20	$9.30
Increase (decrease) from operations:						
Total revenue	$0.13	$0.27	$0.28	$0.30	$0.27	$0.27
Total expenses, including transaction costs [excluding distributions]	($0.06)	($0.13)	($0.13)	($0.13)	($0.13)	($0.13)
Realized gains (losses) for the period	$--	$0.35	$0.35	($0.08)	$0.13	$0.28
Unrealized gains (losses) for the period	$0.41	$0.08	$0.76	$0.72	($0.70)	$1.08
Total increase (decrease) from operations (2)	$0.48	$0.57	$1.26	$0.81	($0.43)	$1.50
Distributions:						
From net investment income (excluding dividends)	$--	$--	$--	$--	$--	$--
From dividends	$0.30	$0.60	$0.60	$0.60	$0.14	$0.12
From capital gains	$--	$--	$--	$--	$0.11	$--
Return of capital	$--	$--	$--	$--	$0.35	$0.48
Total Annual Distributions (3)	$0.30	$0.60	$0.60	$0.60	$0.60	$0.60
Net Assets, end of year/period	$10.23	$10.04	$10.06	$9.38	$9.17	$10.20

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)	$96,678	$95,169	$82,454	$61,483	$57,070	$59,185
Number of units outstanding (4)	9,454,356	9,476,232	8,198,795	6,551,306	6,224,925	5,799,608
Management expense ratio (5)	1.30%	1.30%	1.30%	1.30%	1.31%	1.31%
Management expense ratio before waivers or absorptions (6)	1.30%	1.30%	1.30%	1.30%	1.31%	1.31%
Trading expense ratio (7)	--%	0.01%	0.01%	0.01%	0.01%	0.01%
Portfolio turnover rate (8)	6.10%	24.54%	29.57%	26.15%	23.22%	27.14%
Net Asset Value per unit	$10.23	$10.04	$10.06	$9.38	$9.17	$10.20

Educators Monthly Income 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	$10.16	$10.10	$9.36	$9.09	$10.06	$10.00
Increase (decrease) from operations:						
Total revenue	$0.13	$0.27	$0.28	$0.31	$0.27	$0.10
Total expenses, including transaction costs [excluding distributions]	($0.03)	($0.07)	($0.07)	($0.06)	($0.07)	($0.02)
Realized gains (losses) for the period	$--	$0.37	$0.38	($0.09)	$0.15	$0.01
Unrealized gains (losses) for the period	$0.44	$0.06	$0.76	$0.74	($0.56)	$0.72
Total increase (decrease) from operations [2]	$0.54	$0.63	$1.35	$0.90	($0.21)	$0.81
Distributions:						
From net investment income (excluding dividends)	$--	$--	$--	$--	$--	$--
From dividends	$0.30	$0.60	$0.60	$0.60	$0.14	$0.06
From capital gains	$--	$--	$--	$--	$0.11	$--
Return of capital	$--	$--	$--	$--	$0.35	$0.24
Total Annual Distributions [3]	$0.30	$0.60	$0.60	$0.60	$0.60	$0.30
Net Assets, end of year/period	$10.39	$10.16	$10.10	$9.36	$9.09	$10.06

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]	$9,767	$8,718	$6,440	$4,189	$2,862	$1,756
Number of units outstanding [4]	940,276	857,837	637,342	447,338	314,875	174,594
Management expense ratio [5]	0.63%	0.63%	0.63%	0.63%	0.63%	0.62%
Management expense ratio before waivers or absorptions [6]	0.63%	0.63%	0.63%	0.63%	0.63%	0.62%
Trading expense ratio [7]	--%	0.01%	0.01%	0.01%	0.01%	0.01%
Portfolio turnover rate [8]	6.10%	24.54%	29.57%	26.15%	23.22%	27.14%
Net Asset Value per unit	$10.39	$10.16	$10.10	$9.36	$9.09	$10.06

(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 1.15% for the Class A Series and 0.55% for the Class F Series.

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

Approximately 15.6% of the total management fees collected from all Series were used to pay for portfolio management services, with the remainder of the fees allocated to custodial services, marketing, technology, and Manager-Trustee operating expenses.

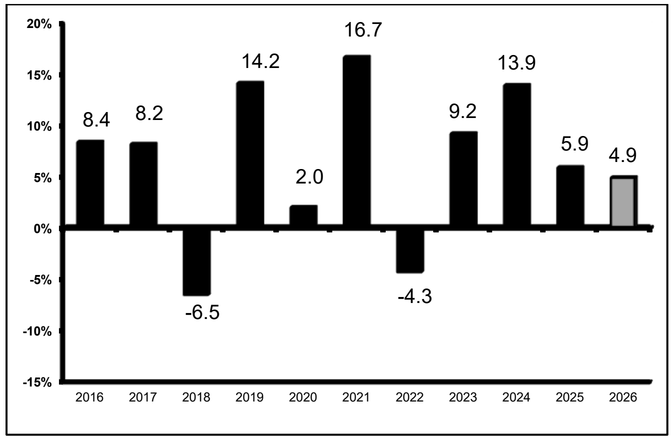
Past Performance

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

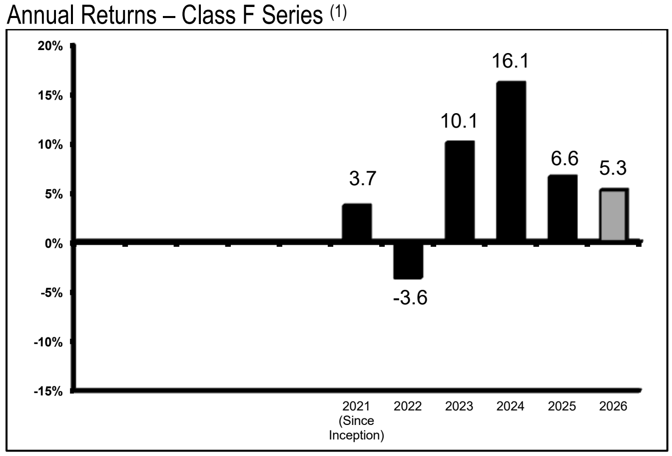
The performance information does not take into account sales, redemption, distribution, or other optional charges that would have reduced returns or performance. The performance of different fund series may vary for a number of reasons, including differences in management fees and expenses. Please remember 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 F Series (1)



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

(1) *The Class F Series commenced operation May 14, 2021*

Annual Returns – Class I Series
Currently Class I units of the Fund are not being offered to purchase.

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

Sector Mix	Percentage of Net Asset Value
Financials	26.20 %
Industrials	15.13 %
Corporate Bonds	14.06 %
Short-term investments	12.76 %
Consumer Staples	9.47 %
Communication Services	6.43 %
Consumer Discretionary	5.40 %
Information Technology	5.11 %
Government Bonds	4.54 %
Asset-Backed Securities	0.97 %
Cash and Cash Equivalents	0.01 %
Net Other Assets (Liabilities)	(0.08) %

Top 25 Holdings

Security Name	Percentage of Net Asset Value
Canadian Treasury Bill, 2.26%, September 23, 2026	5.44 %
Royal Bank of Canada	5.02 %
National Bank of Canada	4.37 %
Canadian Treasury Bill, 2.36%, November 18, 2026	4.29 %
Bank of Montreal	4.06 %
Toromont Industries Ltd.	3.39 %
Quebecor Inc.	3.38 %
Loblaw Cos Ltd.	3.13 %
Canadian Pacific Kansas City Ltd.	2.90 %
iA Financial Corp Inc.	2.85 %
Intact Financial Corp.	2.82 %
Canadian National Railway Co.	2.77 %
RB Global Inc.	2.68 %
Metro Inc.	2.51 %
Sun Life Financial Inc.	2.33 %
Restaurant Brands International Inc.	2.15 %
Alimentation Couche-Tard Inc.	1.99 %
Rogers Communications Inc.	1.88 %
Canadian Government Bond, 2.75%, December 1, 2055	1.85 %
Dollarama Inc.	1.85 %
Constellation Software Inc.	1.84 %
Mastercard Inc.	1.80 %
CGI Inc.	1.78 %
Waste Connections Inc.	1.76 %
TMX Group Ltd.	1.56 %
Total Net Assets (000's)	**$106,445**

The top 25 holdings represent approximately 70.40% 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.

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