iA Financial Corporation Inc.

Interim Condensed Consolidated Financial Statements

For the second quarter of 2026

As at June 30, 2026 and 2025

iA Financial Group

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Consolidated Income Statements

	Quarters ended June 30		Six months ended June 30	
(unaudited, in millions of Canadian dollars, unless otherwise indicated)	**2026**	2025	**2026**	2025
Insurance service result				
Insurance revenue (Note 8)	**$ 2,029**	$ 1,881	**$ 4,045**	$ 3,707
Insurance service expenses	**(1,613)**	(1,465)	**(3,235)**	(2,930)
Net income (expenses) from reinsurance contracts	**(65)**	(76)	**(154)**	(156)
	351	340	**656**	621
Net investment result				
Net investment income (Note 3)				
Interest and other investment income	**552**	506	**1,126**	1,055
Change in fair value of investments	**1,405**	(611)	**743**	(697)
	1,957	(105)	**1,869**	358
Finance income (expenses) from insurance contracts	**(1,623)**	323	**(1,427)**	(43)
Finance income (expenses) from reinsurance contracts	**63**	9	**78**	59
(Increase) decrease in investment contract liabilities and interest on deposits	**(38)**	(38)	**(61)**	(79)
	359	189	**459**	295
Investment income (expenses) from segregated funds net assets	**7,040**	2,362	**7,127**	2,246
Finance income (expenses) related to segregated funds liabilities	**(7,040)**	(2,362)	**(7,127)**	(2,246)
	—	—	**—**	—
	359	189	**459**	295
Other revenues	**660**	486	**1,288**	973
Other operating expenses	**(834)**	(628)	**(1,603)**	(1,243)
Other financing charges	**(20)**	(17)	**(37)**	(35)
Income before income taxes	**516**	370	**763**	611
Income tax (expense) recovery (Note 12)	**(113)**	(43)	**(214)**	(89)
Net income	**403**	327	**549**	522
Dividends on preferred shares and distributions on other equity instruments	**(19)**	(6)	**(28)**	(15)
Net income attributed to common shareholders	**$ 384**	$ 321	**$ 521**	$ 507
Earnings per common share (in dollars)				
Basic	**$ 4.30**	$ 3.45	**$ 5.78**	$ 5.44
Diluted	**4.28**	3.43	**5.74**	5.41
Weighted average number of common shares outstanding (in millions of units) (Note 14)				
Basic	**89**	93	**90**	93
Diluted	**90**	94	**91**	94
Dividends per common share (in dollars)	**1.10**	0.90	**2.09**	1.80

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

Consolidated Comprehensive Income Statements

	Quarters ended June 30		Six months ended June 30	
(unaudited, in millions of Canadian dollars)	**2026**	2025	**2026**	2025
Net income	**$ 403**	$ 327	**$ 549**	$ 522
Other comprehensive income, net of income taxes				
Items that may be reclassified subsequently to net income:				
Net investment hedge				
Unrealized gains (losses) on currency translation in foreign operations	**127**	(165)	**258**	(162)
Hedges of net investment in foreign operations	**(89)**	88	**(183)**	87
	38	(77)	**75**	(75)
Items that will not be reclassified subsequently to net income:				
Remeasurement of post-employment benefits	**34**	4	**56**	20
Total other comprehensive income	**72**	(73)	**131**	(55)
Comprehensive income attributed to shareholders	**$ 475**	$ 254	**$ 680**	$ 467

Income Taxes Included in Other Comprehensive Income

	Quarters ended June 30		Six months ended June 30	
(unaudited, in millions of Canadian dollars)	**2026**	2025	**2026**	2025
Income tax recovery (expense) related to:				
Items that may be reclassified subsequently to net income:				
Hedges of net investment in foreign operations	**$ 16**	$ (16)	**$ 33**	$ (16)
Items that will not be reclassified subsequently to net income:				
Remeasurement of post-employment benefits	**(13)**	(1)	**(22)**	(7)
Total income tax recovery (expense) included in other comprehensive income	**$ 3**	$ (17)	**$ 11**	$ (23)

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

Consolidated Statements of Financial Position

(unaudited, in millions of Canadian dollars)	**As at June 30 2026**	As at December 31 2025
Assets		
Investments (Note 3)		
Cash and short-term investments	**$ 2,378**	$ 2,262
Bonds	**30,643**	31,080
Stocks	**7,824**	6,504
Loans	**3,828**	3,687
Derivative financial instruments (Note 6)	**1,106**	926
Other investments	**126**	119
Investment properties	**1,381**	1,446
	47,286	46,024
Other assets	**6,114**	5,185
Insurance contract assets (Note 8)	**80**	80
Reinsurance contract assets (Note 8)	**3,430**	3,287
Fixed assets	**340**	333
Deferred income tax assets	**861**	775
Intangible assets	**2,271**	2,278
Goodwill	**1,831**	1,799
General fund assets	**62,213**	59,761
Segregated funds net assets (Note 7)	**72,119**	63,047
Total assets	**$ 134,332**	$ 122,808
Liabilities		
Insurance contract liabilities (Note 8)	**$ 38,484**	$ 37,317
Investment contract liabilities and deposits	**7,482**	7,620
Derivative financial instruments (Note 6)	**611**	734
Other liabilities	**5,118**	3,936
Deferred income tax liabilities	**403**	392
Debentures	**1,994**	1,496
General fund liabilities	**54,092**	51,495
Insurance contract liabilities related to segregated funds (Note 8)	**53,599**	46,365
Investment contract liabilities related to segregated funds	**18,520**	16,682
Total liabilities	**$ 126,211**	$ 114,542
Equity		
Common shares and contributed surplus	**$ 1,480**	$ 1,530
Preferred shares and other equity instruments	**1,000**	1,000
Retained earnings and accumulated other comprehensive income	**5,641**	5,736
	8,121	8,266
Total liabilities and equity	**$ 134,332**	$ 122,808

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

Consolidated Equity Statements

	As at June 30, 2026					
	Common shares	**Preferred shares and other equity instruments**	**Contributed surplus**	**Retained earnings**	**Accumulated other comprehensive income**	**Total**
(unaudited, in millions of Canadian dollars)	(Note 10)					
Balance as at December 31, 2024	$ 1,524	$ 600	$ 16	$ 5,253	$ 74	$ 7,467
Net income	—	—	—	1,096	—	1,096
Other comprehensive income	—	—	—	—	(23)	(23)
Comprehensive income for the year	—	—	—	1,096	(23)	1,073
Equity transactions						
Transfer of post-employment benefits	—	—	—	47	(47)	—
Stock option plan	—	—	4	—	—	4
Stock options exercised	—	—	(4)	—	—	(4)
Issuance of common shares	22	—	—	—	—	22
Redemption of common shares	(32)	—	—	(267)	—	(299)
Issuance of preferred shares	—	400	—	(4)	—	396
Dividends on common shares	—	—	—	(350)	—	(350)
Dividends on preferred shares and distributions on other equity instruments[1]	—	—	—	(43)	—	(43)
	(10)	400	—	(617)	(47)	(274)
Balance as at December 31, 2025	**1,514**	**1,000**	**16**	**5,732**	**4**	**8,266**
Net income	**—**	**—**	**—**	**549**	**—**	**549**
Other comprehensive income	**—**	**—**	**—**	**—**	**131**	**131**
Comprehensive income for the period	**—**	**—**	**—**	**549**	**131**	**680**
Equity transactions						
Transfer of post-employment benefits	**—**	**—**	**—**	**56**	**(56)**	**—**
Stock option plan	**—**	**—**	**2**	**—**	**—**	**2**
Stock options exercised	**—**	**—**	**(2)**	**—**	**—**	**(2)**
Issuance of common shares	**11**	**—**	**—**	**—**	**—**	**11**
Redemption of common shares	**(61)**	**—**	**—**	**(559)**	**—**	**(620)**
Dividends on common shares	**—**	**—**	**—**	**(188)**	**—**	**(188)**
Dividends on preferred shares and distributions on other equity instruments[1]	**—**	**—**	**—**	**(28)**	**—**	**(28)**
	(50)	**—**	**—**	**(719)**	**(56)**	**(825)**
Balance as at June 30, 2026	**$ 1,464**	**$ 1,000**	**$ 16**	**$ 5,562**	**$ 79**	**$ 8,121**

[1] For the six months ended June 30, 2026, tax on distributions on other equity instruments was $5 ($11 for the year ended December 31, 2025).

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

Consolidated Cash Flows Statements

	Six months ended June 30	
(unaudited, in millions of Canadian dollars)	**2026**	2025
Cash flows from operating activities		
Income before income taxes	**$ 763**	$ 611
Other financing charges	**37**	35
Income taxes paid, net of refunds	**(654)**	(142)
Operating activities not affecting cash:		
Expenses (income) from insurance contracts	**617**	(734)
Expenses (income) from reinsurance contracts	**76**	97
Expenses (income) from investment contracts and interest on deposits	**61**	79
Unrealized losses (gains) on investments	**(739)**	703
Provision for credit losses	**35**	45
Other depreciation	**209**	174
Other items not affecting cash	**68**	74
Operating activities affecting cash:		
Sales, maturities and repayments on investments	**34,723**	25,023
Purchases of investments	**(35,258)**	(25,777)
Change in assets/liabilities related to insurance contracts	**406**	741
Change in assets/liabilities related to reinsurance contracts	**(132)**	(116)
Change in liabilities related to investment contracts and deposits	**(201)**	58
Other items affecting cash	**619**	272
Net cash from (used in) operating activities	**630**	1,143
Cash flows from investing activities		
Acquisition of businesses, net of cash	**(17)**	(52)
Net purchases of fixed and intangible assets	**(148)**	(102)
Net cash from (used in) investing activities	**(165)**	(154)
Cash flows from financing activities		
Issuance of common shares	**9**	8
Redemption of common shares (Note 10)	**(608)**	(102)
Issuance of preferred shares	**—**	395
Issuance of debentures (Note 9)	**497**	—
Redemption of debentures	**—**	(400)
Reimbursement of lease liabilities	**(12)**	(10)
Dividends paid on common shares	**(188)**	(168)
Dividends paid on preferred shares and distributions on other equity instruments	**(33)**	(20)
Interest paid on debentures	**(31)**	(35)
Interest paid on lease liabilities	**(4)**	(2)
Net cash from (used in) financing activities	**(370)**	(334)
Foreign currency gains (losses) on cash	**11**	(14)
Increase (decrease) in cash and short-term investments	**106**	641
Cash and short-term investments at beginning[1]	**2,272**	1,566
Cash and short-term investments at end	**$ 2,378**	$ 2,207
Supplementary information:		
Cash	**$ 1,817**	$ 1,365
Short-term investments including cash equivalents	**561**	842
Total cash and short-term investments	**$ 2,378**	$ 2,207

[1] The cash and short-term investments at the beginning of the six months ended June 30, 2026 reflects the application of the amendment to IFRS 9 on January 1, 2026, and consequently the amount differs from the cash and short-term investments at end previously published as at December 31, 2025. For information on the amendment to IFRS 9, refer to Note 2 to these Interim Condensed Consolidated Financial Statements.

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

Notes to Interim Condensed Consolidated Financial Statements

Six months ended June 30, 2026 and 2025 (unaudited) (in millions of Canadian dollars, unless otherwise indicated)

1 › General Information

iA Financial Corporation Inc. (iA Financial Corporation) is a holding company listed on the Toronto Stock Exchange and incorporated under the *Business Corporations Act* (Quebec). iA Financial Corporation and its subsidiaries (the "Company") offer a wide range of life and health insurance products, savings and retirement plans, mutual funds, securities, loans, auto and home insurance, creditor insurance, replacement insurance, replacement warranties, extended warranties and other ancillary products for dealer services and other financial products and services. The Company's products and services are offered on both an individual and group basis and extend throughout Canada and the United States.

The Company's Interim Condensed Consolidated Financial Statements (the "Financial Statements") are prepared on the basis of IFRS® Accounting Standards in accordance with IAS 34 *Interim Financial Reporting*, issued by the International Accounting Standards Board (IASB). These Financial Statements do not contain all the information required in a complete annual financial statement and should be read in conjunction with the Consolidated Financial Statements for the year ended December 31, 2025, which are included in the 2025 Annual Report. The material accounting policies used to prepare these Financial Statements are consistent with those found in the 2025 Annual Report, except for items mentioned in Note 2.

The publication of these Financial Statements was authorized by the Company's Board of Directors on August 4, 2026.

2 › Changes in Accounting Policies

New Accounting Policies Applied to Financial Statements beginning on or after January 1, 2026.

Standards or amendments	Description of the standards or amendments and impacts on financial statements of the Company
IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments: Disclosures*	*Description:* On May 30, 2024, the IASB published an amendment to IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments: Disclosures*. *Amendments to the Classification and Measurement of Financial Instruments* introduces an accounting policy choice relating to the derecognition of financial liabilities settled through electronic payment systems, clarifies the classification and characteristics of some financial asset types and adds new disclosure requirements regarding investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features, including environmental, social and corporate governance events. *Impact:* In accordance with the provisions of the amendment, the Company has applied it on a modified retrospective basis as at January 1, 2026, and as a result, the comparative figures are not restated. The effect is limited to the accounting treatment related to the derecognition of certain financial liabilities which led, on January 1, 2026, to an increase of $10 in *Cash and short-term investments* and an increase in *Other liabilities* of the same amount. This had no impact on the equity of the Company.
Annual Improvements to IFRS Accounting Standards 2024-2025 Cycle	*Description:* On July 18, 2024, the IASB published the Annual Improvements to IFRS Accounting Standards 2024-2025 Cycle. The Annual Improvements clarify situations specific to five standards: • IFRS 1 *First-time Adoption of International Financial Reporting Standards* related to the fact that an entity which had designated a transaction as hedge accounting before the date of transition to IFRS Accounting Standards must meet the qualifying criteria of IFRS 9 *Financial Instruments* to reflect it in its opening IFRS statement of financial position. Otherwise, the entity should discontinue the hedge accounting; • IFRS 7 *Financial Instruments: Disclosures* related to the fact that an entity which is disclosing a gain or a loss on derecognition relating to financial assets in which the entity has continuing involvement shall disclose whether the fair value measurements included significant unobservable inputs as described in the "fair value hierarchy" requirements in IFRS 13 *Fair Value Measurement*; • IFRS 9 *Financial Instruments* related to the fact that when a lease liability is derecognized by a lessee, the difference between the carrying amount of the extinguished liability and the consideration paid are recognized in profit or loss. The amendment also specifies that the initial measurement of trade receivables must be in accordance with "the amount determined by applying IFRS 15 *Revenue from Contracts with Customers*" instead of "at their transaction price", as previously mentioned in IFRS 9; • IFRS 10 *Consolidated Financial Statements* related to the fact that when assessing control, a party might be a "de facto agent" when those that direct the activities of the investor have the ability to direct that party to act on the investor's behalf; • IAS 7 *Statement of Cash Flows* related to the fact that the term "cost method" replaces the term "at cost" regarding the reporting requirements in the statement of cash flows for investments in subsidiaries, associates and joint ventures since the term "cost method" is no longer defined in IFRS Accounting Standards. The provisions of these improvements apply prospectively. *Impact:* No impact on the Company's financial statements.

Future Changes in Accounting Policies

There are no significant changes to the future accounting standards or accounting policies compared to those disclosed in the Consolidated Financial Statements for the year ended December 31, 2025.

3 › Investments and Net Investment Income

a) Carrying Value and Fair Value

	As at June 30, 2026				
(in millions of dollars)	At fair value through profit or loss	At amortized cost	Other	Total	Fair value
Cash and short-term investments	$ 480	$ 1,898	$ —	$ 2,378	$ 2,378
Bonds					
Governments	7,924	—	—	7,924	
Municipalities	914	—	—	914	
Corporate and other	21,805	—	—	21,805	
	30,643	—	—	30,643	30,643
Stocks					
Common	5,034	—	—	5,034	
Preferred	492	—	—	492	
Stock indexes	453	—	—	453	
Investment fund units	1,845	—	—	1,845	
	7,824	—	—	7,824	7,824
Loans					
Mortgages					
Insured mortgages					
Multi-residential	562	—	—	562	
Non-residential	1	—	—	1	
	563	—	—	563	
Conventional mortgages					
Multi-residential	245	—	—	245	
Non-residential	272	—	—	272	
	517	—	—	517	
	1,080	—	—	1,080	
Corporate loans	329	—	—	329	
Car loans	—	1,482	—	1,482	
Other loans	—	937	—	937	
	1,409	2,419	—	3,828	3,818
Derivative financial instruments	1,106	—	—	1,106	1,106
Other investments	47	4	75	126	126
Investment properties	—	—	1,381	1,381	1,416
Total investments	$ 41,509	$ 4,321	$ 1,456	$ 47,286	$ 47,311

	As at December 31, 2025				
(in millions of dollars)	At fair value through profit or loss	At amortized cost	Other	Total	Fair value
Cash and short-term investments	$ 308	$ 1,954	$ —	$ 2,262	$ 2,262
Bonds					
Governments	7,833	—	—	7,833	
Municipalities	1,028	—	—	1,028	
Corporate and other	22,219	—	—	22,219	
	31,080	—	—	31,080	31,080
Stocks					
Common	3,996	—	—	3,996	
Preferred	461	—	—	461	
Stock indexes	400	—	—	400	
Investment fund units	1,647	—	—	1,647	
	6,504	—	—	6,504	6,504
Loans					
Mortgages					
Insured mortgages					
Multi-residential	694	—	—	694	
Non-residential	1	—	—	1	
	695	—	—	695	
Conventional mortgages					
Multi-residential	198	—	—	198	
Non-residential	264	—	—	264	
	462	—	—	462	
	1,157	—	—	1,157	
Corporate loans	250	—	—	250	
Car loans	—	1,450	—	1,450	
Other loans	—	830	—	830	
	1,407	2,280	—	3,687	3,675
Derivative financial instruments	926	—	—	926	926
Other investments	45	4	70	119	119
Investment properties	—	—	1,446	1,446	1,480
Total investments	$ 40,270	$ 4,238	$ 1,516	$ 46,024	$ 46,046

Other investments include bonds, common stocks and short-term investments that are restricted investments, notes receivable and investments in associates and joint ventures. Bonds, common stocks and short-term investments that are restricted investments are classified at fair value through profit or loss. Notes receivable are classified at amortized cost. Investments in associates and joint ventures, accounted for according to the equity method, are presented in the *Other* column.

The fair value of investment properties includes the carrying value of investment properties accounted for at fair value and the fair value of linearization of rents accounted for in *Other Assets*.

b) Investments in Associates and Joint Ventures
The Company holds interests ranging from 25% to 48% as at June 30, 2026 (25% to 29% as at December 31, 2025). The carrying value of these investments as at June 30, 2026 is $75 ($70 as at December 31, 2025). The share of net income and comprehensive income for the six months ended June 30, 2026 corresponds to a profit of $1 (profit of $2 for the six months ended June 30, 2025).

c) Net Investment Income

	Quarters ended June 30		Six months ended June 30	
(in millions of dollars)	**2026**	2025	**2026**	2025
Interest and other investment income				
Interest	**$ 465**	$ 447	**$ 934**	$ 902
Dividends	**120**	99	**254**	212
Derivative financial instruments	**(34)**	(10)	**(57)**	(27)
Net rental income	**19**	21	**35**	43
Provision for credit losses	**(18)**	(21)	**(35)**	(45)
Other income and expenses	**—**	(30)	**(5)**	(30)
	552	506	**1,126**	1,055
Change in fair value of investments				
Cash and short-term investments	**2**	3	**4**	6
Bonds	**527**	(782)	**145**	(499)
Stocks	**462**	126	**475**	67
Loans	**1**	(10)	**(4)**	4
Derivative financial instruments	**426**	72	**140**	(245)
Investment properties	**(10)**	(20)	**(14)**	(31)
Other	**(3)**	—	**(3)**	1
	1,405	(611)	**743**	(697)
Total net investment income	**$ 1,957**	$ (105)	**$ 1,869**	$ 358

4 › Fair Value of Financial Instruments and Investment Properties

Methods and assumptions used to estimate fair values of financial instruments and investment properties are disclosed in Note 6 of the Company’s Consolidated Financial Statements for the year ended December 31, 2025.

Fair Value Hierarchy

Disclosures regarding financial instruments and investment properties must be presented as a hierarchy that categorizes the inputs to valuation models used to measure the fair value of financial assets and financial liabilities. The hierarchy gives the highest priority to readily available unadjusted quoted prices in active markets for identical assets or liabilities and lowest priority to unobserved inputs. The three levels of the hierarchy are described below:

Level 1 – Valuation based on quoted prices in active markets (unadjusted) for identical assets or liabilities. Level 1 financial instruments are composed, among other things, of stocks traded on the market.

Level 2 – Valuation model based on inputs other than quoted prices included in Level 1 that are observable on the market for the asset or liability, either directly or indirectly. Level 2 financial instruments are composed, among other things, of bonds and private debts.

Level 3 – Valuation model based on valuation techniques that use significant unobservable market parameters and that reflect management’s best estimates. Level 3 financial instruments are composed, among other things, of private equity.

If a financial instrument classified as Level 1 subsequently ceases to be actively traded, it is reclassified into Level 2. If the measurement of its fair value requires the use of significant unobservable inputs, it is directly reclassified into Level 3.

Fair Value of Assets

	As at June 30, 2026			
(in millions of dollars)	**Level 1**	**Level 2**	**Level 3**	**Total**
Fair value				
Cash and short-term investments	**$ —**	**$ 480**	**$ —**	**$ 480**
Bonds				
Governments	**—**	**7,924**	**—**	**7,924**
Municipalities	**—**	**914**	**—**	**914**
Corporate and other	**—**	**21,489**	**316**	**21,805**
	—	**30,327**	**316**	**30,643**
Stocks	**4,091**	**338**	**3,395**	**7,824**
Mortgages	**—**	**1,080**	**—**	**1,080**
Corporate loans	**—**	**—**	**329**	**329**
Derivative financial instruments	**269**	**836**	**1**	**1,106**
Other investments	**2**	**45**	**—**	**47**
Investment properties	**—**	**—**	**1,381**	**1,381**
General fund investments at fair value	**4,362**	**33,106**	**5,422**	**42,890**
Other assets	**—**	**28**	**—**	**28**
Segregated funds financial instruments	**61,151**	**9,547**	**1,263**	**71,961**
Total assets at fair value	**$ 65,513**	**$ 42,681**	**$ 6,685**	**$ 114,879**
Amortized cost				
Car loans and other loans	**$ —**	**$ 2,409**	**$ —**	**$ 2,409**
Total assets at amortized cost	**$ —**	**$ 2,409**	**$ —**	**$ 2,409**

	As at December 31, 2025[1]			
(in millions of dollars)	Level 1	Level 2	Level 3	Total
Fair value				
Cash and short-term investments	$ —	$ 308	$ —	$ 308
Bonds				
Governments	—	7,833	—	7,833
Municipalities	—	1,028	—	1,028
Corporate and other	—	21,894	325	22,219
	—	30,755	325	31,080
Stocks	3,189	331	2,984	6,504
Mortgages	—	1,157	—	1,157
Corporate loans	—	—	250	250
Derivative financial instruments	219	706	1	926
Other investments	3	42	—	45
Investment properties	—	—	1,446	1,446
General fund investments at fair value	3,411	33,299	5,006	41,716
Other assets	—	65	—	65
Segregated funds financial instruments	52,401	9,369	1,164	62,934
Total assets at fair value	$ 55,812	$ 42,733	$ 6,170	$ 104,715
Amortized cost				
Car loans and other loans	$ —	$ 2,268	$ —	$ 2,268
Total assets at amortized cost	$ —	$ 2,268	$ —	$ 2,268

[1] During the six months ended June 30, 2026, the Company revised the presentation of fair value hierarchy information to more accurately represent the observability of inputs used in valuation models and to better reflect practices observed on the market. Data for the year ended December 31, 2025 have been reclassified to comply with the current period's presentation. An amount of $4,223 of corporate bonds, an amount of $84 of governments bonds and an amount of $222 of segregated funds financial instruments have therefore been reclassified from Level 3 to Level 2 as at December 31, 2025. These reclassifications had no impact on the net income of the Company.

Transfers between hierarchy levels

During the six months ended June 30, 2026, there were no transfers from Level 2 to Level 3 ($11 for the year ended December 31, 2025). The transfers for the year ended December 31, 2025 were related to the fair value of bonds whose price had remained unchanged for more than 30 days which, according to the Company's internal policy, resulted in a transfer.

There were no other significant transfers between hierarchy levels during the six months ended June 30, 2026 (none for the year ended December 31, 2025).

The Company presents the transfers between hierarchy levels and reclassifications at the quarter-end fair value for the quarter during which the transfer occurred.

The following tables present assets recognized at fair value evaluated according to Level 3 parameters:

	Six months ended June 30, 2026						
(in millions of dollars)	**Balance as at December 31, 2025**	**Gains (losses) included in net income**	**Purchases**	**Sales and settlements**	**Transfers into (out of) Level 3 and reclassifications**	**Balance as at June 30, 2026**	**Total unrealized gains (losses) included in net income on investments still held**
Bonds	**$ 325**	**$ (1)**	**$ 3**	**$ (11)**	**$ —**	**$ 316**	**$ (7)**
Stocks	**2,984**	**134**	**444**	**(167)**	**—**	**3,395**	**140**
Corporate loans	**250**	**(3)**	**94**	**(12)**	**—**	**329**	**(3)**
Derivative financial instruments	**1**	**—**	**1**	**(1)**	**—**	**1**	**—**
Investment properties	**1,446**	**(14)**	**21**	**(72)**	**—**	**1,381**	**(13)**
General fund investments recognized at fair value	**5,006**	**116**	**563**	**(263)**	**—**	**5,422**	**117**
Segregated funds financial instruments	**1,164**	**57**	**59**	**(17)**	**—**	**1,263**	**52**
Total	**$ 6,170**	**$ 173**	**$ 622**	**$ (280)**	**$ —**	**$ 6,685**	**$ 169**

	Year ended December 31, 2025[1]						
(in millions of dollars)	Balance as at December 31, 2024	Gains (losses) included in net income	Purchases	Sales and settlements	Transfers into (out of) Level 3 and reclassifications	Balance as at December 31, 2025	Total unrealized gains (losses) included in net income on investments still held
Bonds	$ 326	$ (18)	$ 38	$ (32)	$ 11	$ 325	$ (14)
Stocks	2,501	32	664	(213)	—	2,984	48
Corporate loans	—	1	249	—	—	250	1
Derivative financial instruments	—	—	1	—	—	1	—
Investment properties	1,519	(61)	46	(102)	44	1,446	(62)
General fund investments recognized at fair value	4,346	(46)	998	(347)	55	5,006	(27)
Segregated funds financial instruments	1,033	75	463	(407)	—	1,164	(44)
Total	$ 5,379	$ 29	$ 1,461	$ (754)	$ 55	$ 6,170	$ (71)

[1] During the six months ended June 30, 2026, the Company revised the presentation of fair value hierarchy information to more accurately represent the observability of inputs used in valuation models and to better reflect practices observed on the market. Consequently, data for the year ended December 31, 2025 have been reclassified to comply with the current period's presentation. These reclassifications had no impact on the net income of the Company.

Gains (losses) included in net income and *Total unrealized gains (losses) included in net income on investments still held* are presented in *Net investment income* in the Income Statement, except for those related to segregated funds net assets, which are presented in *Investment income (expenses) from segregated funds net assets* in the Income Statement.

Investment Properties

During the six months ended June 30, 2026, an amount of $13 ($46 for the year ended December 31, 2025) presented in *Purchases* for investment properties corresponds to capitalizations.

Valuation for Level 3 Assets

The main unobservable input used in valuation of bonds and corporate loans as at June 30, 2026 corresponds to credit and liquidity risk premiums ranging from 0.67% to 6.50% (0.70% to 6.50% as at December 31, 2025). The credit and liquidity risk premiums are the difference between the expected yield of an asset and the risk-free rate of return. The difference is called a spread and represents an extra compensation for the risk of default of the borrower and the lack of active markets to sell the financial assets. If all other factors remain constant, a decrease (increase) in credit and liquidity risk premiums will lead to an increase (decrease) in fair value of bonds and corporate loans.

The main unobservable input used in valuation of stocks as at June 30, 2026 corresponds to 100% of the net asset value of the shares owned by the Company (100% as at December 31, 2025), which is provided by the general partner of the limited partnership or the manager of the funds. The net asset value is the estimated fair value of the asset minus the fair value of the liability divided by the number of shares outstanding of a limited partnership or a fund.

The main unobservable inputs used in the valuation of the investment properties as at June 30, 2026 are the discount rate, which is between 6.00% and 8.75% (5.75% and 9.00% as at December 31, 2025) and the terminal capitalization rate, which is between 5.50% and 7.75% (5.25% and 7.75% as at December 31, 2025). The discount rate is based on market activity by type of building and by location and reflects the expected rate of return to be realized on investments over the next 10 years. The terminal capitalization rate is based on market activity by type of building and by location and reflects the expected rate of return to be realized on investments over the remaining life after the 10-year period. If all other factors remain constant, a decrease (increase) in the discount rate and terminal capitalization rate will lead to an increase (decrease) in fair value of investment properties.

Fair Value of Financial Liabilities

	As at June 30, 2026			
(in millions of dollars)	**Level 1**	**Level 2**	**Level 3**	**Total**
Fair value				
Other liabilities				
Short-selling securities	**$ 1**	**$ 497**	**$ —**	**$ 498**
Securities sold under repurchase agreements	**—**	**2,291**	**—**	**2,291**
Securitization liabilities	**—**	**6**	**—**	**6**
Derivative financial instruments	**94**	**517**	**—**	**611**
Investment contract liabilities and deposits	**—**	**1,178**	**—**	**1,178**
Total liabilities at fair value	**$ 95**	**$ 4,489**	**$ —**	**$ 4,584**
Amortized cost				
Other liabilities				
Mortgage debt	**$ —**	**$ 2**	**$ —**	**$ 2**
Debentures	**—**	**2,022**	**—**	**2,022**
Investment contract liabilities and deposits	**—**	**6,240**	**—**	**6,240**
Investment contract liabilities related to segregated funds	**—**	**18,520**	**—**	**18,520**
Total liabilities at amortized cost	**$ —**	**$ 26,784**	**$ —**	**$ 26,784**

	As at December 31, 2025			
(in millions of dollars)	Level 1	Level 2	Level 3	Total
Fair value				
Other liabilities				
Short-selling securities	$ —	$ 452	$ —	$ 452
Securities sold under repurchase agreements	—	988	—	988
Securitization liabilities	—	6	—	6
Derivative financial instruments	65	669	—	734
Investment contract liabilities and deposits	—	1,101	—	1,101
Total liabilities at fair value	$ 65	$ 3,216	$ —	$ 3,281
Amortized cost				
Other liabilities				
Mortgage debt	$ —	$ 2	$ —	$ 2
Debentures	—	1,524	—	1,524
Investment contract liabilities and deposits	—	6,435	—	6,435
Investment contract liabilities related to segregated funds	—	16,682	—	16,682
Total liabilities at amortized cost	$ —	$ 24,643	$ —	$ 24,643

5 › Management of Financial Risks Associated with Financial Instruments and Insurance Contracts

Effective risk management rests on identifying, assessing, measuring, understanding, managing, monitoring and communicating the risks to which the Company is exposed to in the course of its operations. Risk management is comprised of a series of objectives, policies and procedures that are approved by the Board of Directors and enforced by managers. The main risk management policies and procedures are subject to review annually, or more frequently when deemed relevant. More information regarding the principles, responsibilities, key measures and management practices of the Company's risk management of financial instruments is provided in the shaded portion of the "Risk Management" section of the 2025 Management's Discussion and Analysis, and any relevant updates are presented in the "Risk Management and Sensitivities – Update" section of the Management's Discussion and Analysis for the Second Quarter of 2026. Those shaded portions are considered an integral part of these financial statements.

Credit Risk

Credit risk represents the risk of financial loss due to a borrower's or a counterparty's failure to repay its obligation when due.

Allowance for Credit Losses by Stage

The following tables present the gross carrying amount and the allowance for credit losses related to car loans by stage:

	As at June 30, 2026			
	Non-impaired		**Impaired**	
(in millions of dollars)	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Gross carrying amount	**$ 1,319**	**$ 225**	**$ 17**	**$ 1,561**
Allowance for credit losses	**46**	**21**	**12**	**79**
Carrying amount	**$ 1,273**	**$ 204**	**$ 5**	**$ 1,482**

	As at December 31, 2025			
	Non-impaired		Impaired	
(in millions of dollars)	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	$ 1,278	$ 237	$ 20	$ 1,535
Allowance for credit losses	45	28	12	85
Carrying amount	$ 1,233	$ 209	$ 8	$ 1,450

Considering their nature, other loans have a negligible allowance for credit losses due to their low credit risk.

6 › Derivative Financial Instruments

The Company is an end user of derivative financial instruments in the normal course of managing exposure to equity, currency exchange rates and interest rate risks. Derivative financial instruments are financial contracts whose value is derived from underlying interest rates, exchange rates, other financial instruments or indexes.

The notional amount represents the amount to which a rate or price is applied to determine the cash flows to be exchanged periodically and does not represent direct credit exposure. Maximum credit risk is the estimated cost of replacing derivative financial instruments that have a positive value should the counterparty default. The maximum credit risk of derivative financial instruments as at June 30, 2026 is $1,106 ($926 as at December 31, 2025). The Company's exposure at the end of each reporting period is limited to the risk that a counterparty does not honour the terms of a derivative financial instrument.

	As at June 30, 2026		
		Fair value	
(in millions of dollars)	**Notional amount**	**Positive**	**Negative**
Equity contracts	**$ 10,501**	**$ 386**	**$ (171)**
Currency contracts	**16,080**	**307**	**(171)**
Interest rate contracts	**28,447**	**412**	**(269)**
Other derivative contracts	**2**	**1**	**—**
Total	**$ 55,030**	**$ 1,106**	**$ (611)**

	As at December 31, 2025		
		Fair value	
(in millions of dollars)	Notional amount	Positive	Negative
Equity contracts	$ 8,942	$ 254	$ (99)
Currency contracts	16,722	458	(102)
Interest rate contracts	25,869	213	(533)
Other derivative contracts	2	1	—
Total	$ 51,535	$ 926	$ (734)

The following tables present derivative financial instruments according to whether or not they are used as hedging instruments:

	As at June 30, 2026		
		Fair value	
(in millions of dollars)	**Notional amount**	**Positive**	**Negative**
Derivative financial instruments not designated as hedge accounting	**$ 48,892**	**$ 991**	**$ (564)**
Net investment hedge	**6,130**	**109**	**(47)**
Cash flow hedge			
Market risk	**8**	**6**	**—**
Total of derivative financial instruments	**$ 55,030**	**$ 1,106**	**$ (611)**

	As at December 31, 2025		
		Fair value	
(in millions of dollars)	Notional amount	Positive	Negative
Derivative financial instruments not designated as hedge accounting	$ 48,396	$ 871	$ (734)
Net investment hedge	3,131	50	—
Cash flow hedge			
Market risk	8	5	—
Total of derivative financial instruments	$ 51,535	$ 926	$ (734)

7 › Segregated Funds Net Assets

The table below comprises the underlying items for insurance contracts with direct participation features related to segregated funds as well as those for investment contracts related to segregated funds, which is the segregated funds net assets, and shows the composition. The fair value of the underlying items for insurance contracts with direct participation features, which are calculated under the variable fee approach, is equivalent to the *Insurance contract liabilities related to segregated funds* in Note 8 "Insurance Contracts and Reinsurance Contracts", and the fair value of the underlying items for investment contracts related to segregated funds, which are accounted for at amortized cost, is equivalent to the *Investment contract liabilities related to segregated funds* in the Statement of Financial Position.

(in millions of dollars)	**As at June 30, 2026**	As at December 31, 2025
Assets		
Cash and short-term investments	**$ 844**	$ 1,745
Bonds	**8,109**	7,679
Stocks and investment funds	**63,107**	54,264
Mortgages	**103**	86
Derivative financial instruments	**—**	1
Other assets	**1,613**	697
	73,776	64,472
Liabilities		
Accounts payable and accrued expenses	**1,654**	1,425
Derivative financial instruments	**3**	—
	1,657	1,425
Net assets	**$ 72,119**	$ 63,047

The following table presents the change in segregated funds net assets:

	Quarters ended June 30		**Six months ended June 30**	
(in millions of dollars)	**2026**	2025	**2026**	2025
Balance at beginning	**$ 64,150**	$ 53,640	**$ 63,047**	$ 52,575
Add:				
Amounts received from policyholders	**3,632**	2,366	**7,318**	5,576
Interest, dividends and other investment income	**562**	259	**963**	574
Change in fair value of investments	**6,478**	2,103	**6,164**	1,672
	10,672	4,728	**14,445**	7,822
Less:				
Amounts withdrawn by policyholders	**2,366**	1,562	**4,723**	3,333
Operating expenses	**337**	259	**650**	517
	2,703	1,821	**5,373**	3,850
Balance at end	**$ 72,119**	$ 56,547	**$ 72,119**	$ 56,547

8 › Insurance Contracts and Reinsurance Contracts

A) Insurance Contract and Reinsurance Contract Balances

a) Roll-Forward of Net Insurance Contract Liabilities (Assets) by Measurement Component

The following tables disclose the reconciliation by measurement component for insurance contracts not measured under the premium allocation approach (PAA):

	As at June 30, 2026			
(in millions of dollars)	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total
Balance at beginning				
Insurance contract liabilities	$ 23,692	$ 4,116	$ 6,927	$ 34,735
Insurance contract assets	(376)	35	261	(80)
Insurance contract liabilities related to segregated funds	46,365	—	—	46,365
Net insurance contract liabilities (assets) at beginning	69,681	4,151	7,188	81,020
Insurance service result				
Changes that relate to current services				
Contractual service margin recognized for services provided	—	—	(433)	(433)
Change in risk adjustment for non-financial risk for risk expired	—	(182)	—	(182)
Experience adjustments	(23)	—	—	(23)
Changes that relate to future services				
Contracts initially recognized in the period	(606)	246	394	34
Changes in estimates that adjust the contractual service margin	(546)	5	541	—
Changes in estimates that result in losses and reversal of losses on onerous contracts	10	2	—	12
Changes that relate to past services				
Changes to liabilities for incurred claims	—	(24)	—	(24)
	(1,165)	47	502	(616)
Finance expenses (income) from insurance contracts	6,707	116	46	6,869
Amounts recognized in net income	5,542	163	548	6,253
Effect of change in exchange rates	24	18	22	64
Cash flows	1,984	—	—	1,984
Net insurance contract liabilities (assets) at end	$ 77,231	$ 4,332	$ 7,758	$ 89,321
Balance at end				
Insurance contract liabilities	$ 24,022	$ 4,296	$ 7,484	$ 35,802
Insurance contract assets	(390)	36	274	(80)
Insurance contract liabilities related to segregated funds	53,599	—	—	53,599
Net insurance contract liabilities (assets) at end	$ 77,231	$ 4,332	$ 7,758	$ 89,321

(in millions of dollars)	As at December 31, 2025 Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total
Balance at beginning				
Insurance contract liabilities	$ 24,336	$ 3,896	$ 6,130	$ 34,362
Insurance contract assets	(492)	32	355	(105)
Insurance contract liabilities related to segregated funds	38,149	—	—	38,149
Net insurance contract liabilities (assets) at beginning	61,993	3,928	6,485	72,406
Insurance service result				
Changes that relate to current services				
Contractual service margin recognized for services provided	—	—	(782)	(782)
Change in risk adjustment for non-financial risk for risk expired	—	(350)	—	(350)
Experience adjustments	(110)	—	—	(110)
Changes that relate to future services				
Contracts initially recognized in the year	(1,126)	457	721	52
Changes in estimates that adjust the contractual service margin	(859)	87	772	—
Changes in estimates that result in losses and reversal of losses on onerous contracts	40	(5)	—	35
Changes that relate to past services				
Changes to liabilities for incurred claims	19	(28)	—	(9)
	(2,036)	161	711	(1,164)
Finance expenses (income) from insurance contracts	5,718	84	22	5,824
Amounts recognized in net income	3,682	245	733	4,660
Effect of change in exchange rates	(36)	(23)	(33)	(92)
Cash flows	4,028	—	—	4,028
Contracts acquired in the year	14	1	3	18
Net insurance contract liabilities (assets) at end	$ 69,681	$ 4,151	$ 7,188	$ 81,020
Balance at end				
Insurance contract liabilities	$ 23,692	$ 4,116	$ 6,927	$ 34,735
Insurance contract assets	(376)	35	261	(80)
Insurance contract liabilities related to segregated funds	46,365	—	—	46,365
Net insurance contract liabilities (assets) at end	$ 69,681	$ 4,151	$ 7,188	$ 81,020

As at June 30, 2026, the amount of net insurance contract liabilities (assets) measured under the PAA is $2,682 ($2,582 as at December 31, 2025).

b) Net Reinsurance Contract Assets (Liabilities) by Measurement Component
The following tables disclose the net reinsurance contract assets (liabilities) by measurement component for reinsurance contracts not measured under the PAA:

(in millions of dollars)	**As at June 30, 2026** **Estimates of present value of future cash flows**	**Risk adjustment for non-financial risk**	**Contractual service margin**	**Total**
Reinsurance contract assets	**$ 1,016**	**$ 1,128**	**$ (474)**	**$ 1,670**
Reinsurance contract liabilities	**—**	**—**	**—**	**—**
Net reinsurance contract assets (liabilities)	**$ 1,016**	**$ 1,128**	**$ (474)**	**$ 1,670**

(in millions of dollars)	As at December 31, 2025 Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin	Total
Reinsurance contract assets	$ 1,042	$ 1,084	$ (514)	$ 1,612
Reinsurance contract liabilities	(61)	9	52	—
Net reinsurance contract assets (liabilities)	$ 981	$ 1,093	$ (462)	$ 1,612

As at June 30, 2026, the amount of net reinsurance contract assets (liabilities) measured under the PAA is $1,760 ($1,675 as at December 31, 2025).

B) Insurance Revenue

	Quarters ended June 30		Six months ended June 30	
(in millions of dollars)	**2026**	2025	**2026**	2025
Contracts not measured under the PAA				
Changes in liabilities for remaining coverage				
Contractual service margin recognized for services provided	**$ 223**	$ 191	**$ 433**	$ 377
Change in risk adjustment for non-financial risk for risk expired	**99**	93	**198**	186
Expected incurred claims and other insurance service expenses	**966**	905	**1,935**	1,779
Recovery of insurance acquisition cash flows	**206**	161	**403**	308
	1,494	1,350	**2,969**	2,650
Contracts measured under the PAA	**535**	531	**1,076**	1,057
Total	**$ 2,029**	$ 1,881	**$ 4,045**	$ 3,707

9 › Debentures

Issuance

On May 26, 2026, the Company issued subordinated debentures with a nominal value of $500 maturing May 26, 2036, bearing interest of 4.158%, payable semi-annually from November 26, 2026 to May 26, 2031, and variable interest equal to the daily compounded CORRA, increased by 1.15%, payable quarterly, starting August 26, 2031, for a net cash amount of $497 after deduction of transaction costs. These subordinated debentures are redeemable by the Company, in whole or in part, from May 26, 2031, subject to prior approval by the Autorité des marchés financiers (AMF).

10 › Common Shares

The following table presents the change in common shares issued by the Company:

	As at June 30, 2026		As at December 31, 2025	
(in millions of dollars, unless otherwise indicated)	**Number (in thousands)**	**Amount**	Number (in thousands)	Amount
Common shares				
Balance at beginning	**91,735**	**$ 1,514**	93,403	$ 1,524
Shares issued on exercise of stock options	**144**	**11**	300	22
Shares redeemed and cancelled	**(3,494)**	**(58)**	(1,968)	(32)
Common shares outstanding	**88,385**	**1,467**	91,735	1,514
Shares redeemed but not cancelled[1]	**(163)**	**(3)**	—	—
Balance at end	**88,222**	**$ 1,464**	91,735	$ 1,514

[1] These shares were cancelled on July 3, 2026.

Normal Course Issuer Bid

With the approval of the Toronto Stock Exchange and the AMF, the Board of Directors authorized the Company, on May 5, 2026, to increase the maximum number of shares that can be repurchased for cancellation under its 2025 normal course issuer bid. The Company can repurchase for cancellation, in the normal course of its activities, between November 14, 2025 and November 13, 2026, up to 7,371,485 common shares, representing approximately 8% of the 92,035,190 common shares that constituted the Company's "public float" as at October 31, 2025 (4,694,894 common shares, representing approximately 5% of its common shares issued and outstanding in the normal course issuer bid of 2024). For the six months ended June 30, 2026, common shares were repurchased and cancelled as well as repurchased but not cancelled for a net cash amount of $608 ($294 as at December 31, 2025), of which $61 was recorded against common shares ($32 as at December 31, 2025) and $547 against retained earnings ($262 as at December 31, 2025). Tax related to the redemption net of the issuance of common shares for a total of $12 was recognized in *Retained earnings* ($5 as at December 31, 2025).

Dividend Declared and Not Recognized on Common Shares

A dividend of 1.1000 dollars per share was approved by the Board of Directors of the Company on August 4, 2026. This dividend was not recorded as a liability in these Financial Statements. This dividend will be paid on September 15, 2026 to the shareholders of record as of August 14, 2026, date on which it will be recognized in the retained earnings of the Company.

11 › Capital Management

Regulatory Requirements and Solvency Ratio

The Company is committed to respecting certain requirements of the guideline on capital adequacy requirements for life insurers (CARLI).

An updated version of CARLI, applicable prospectively, came into effect on January 1, 2026. As at December 31, 2025, the Company anticipated the application, as authorized by the AMF, of the sections related to exposure to domestic infrastructure, whether in the form of debt or equity.

As at June 30, 2026, the Company maintains a ratio that satisfies the regulatory requirements.

(in millions of dollars, unless otherwise indicated)	**As at June 30, 2026**
Available capital	
Tier 1 capital	**$ 6,406**
Tier 2 capital	**6,541**
Surplus allowance and eligible deposits	**3,228**
Total	**$ 16,175**
Base solvency buffer	**$ 11,848**
Total ratio	**137%**

As at December 31, 2025, the solvency ratio was 133% and the Company maintained a ratio that satisfied the regulatory requirements.

12 › Income Taxes

Income tax expense (recovery) for the period consists of:

	Quarters ended June 30		**Six months ended June 30**	
(in millions of dollars, unless otherwise indicated)	**2026**	2025	**2026**	2025
Current income tax expense (recovery)	**$ 158**	$ 146	**$ 284**	$ 262
Deferred income tax expense (recovery)	**(45)**	(103)	**(70)**	(173)
	$ 113	$ 43	**$ 214**	$ 89

Effective Income Tax Rates

The effective income tax rate for the quarter ended June 30, 2026 differs from the Company's statutory income tax rate of 28% due to savings from tax-exempt investment income and favourable adjustments related to prior years. The effective income tax rate for the six months ended June 30, 2026 is consistent with the Company's statutory income tax rate.

For the quarter ended June 30, 2026, the effective income tax rate was 22% in comparison to 12% for the quarter ended June 30, 2025. This increase is explained by lower savings related to tax-exempt investment income. The recognition of previously unrecognized tax losses for the quarter ended June 30, 2025 also explains the variation relative to the comparative period. These impacts were partially offset by an income tax recovery related to adjustments related to prior years.

For the six months ended June 30, 2026, the effective income tax rate was 28% in comparison to 15% for the six months ended June 30, 2025. This increase is explained by lower savings related to tax-exempt investment income combined with the unfavourable impact of tax legislation changes enacted during the period. The recognition of previously unrecognized tax losses for the six months ended June 30, 2025 also explains the variation relative to the comparative period. These impacts were partially offset by an income tax recovery related to adjustments related to prior years.

13 › Segmented Information

Segmented Results

	Quarter ended June 30, 2026						
(in millions of dollars)	Insurance, Canada	Wealth Management	US Operations	Investment	Corporate	Consolidation adjustments	Total
Insurance service result							
Insurance revenue	$ 1,117	$ 399	$ 513	$ —	$ —	$ —	$ 2,029
Insurance service expenses and net expenses from reinsurance contracts	(948)	(266)	(464)	—	—	—	(1,678)
	169	133	49	—	—	—	351
Net investment result							
Net investment income	—	43	—	1,899	15	—	1,957
Finance income (expenses) from insurance and reinsurance contracts and change in investment contract liabilities and interest on deposits	—	(4)	—	(1,594)	—	—	(1,598)
	—	39	—	305	15	—	359
Other revenues	58	577	42	10	1	(28)	660
Other expenses	(67)	(574)	(76)	(64)	(101)	28	(854)
Income before income taxes	160	175	15	251	(85)	—	516
Income tax (expense) recovery	(42)	(41)	(3)	(49)	22	—	(113)
Net income	118	134	12	202	(63)	—	403
Dividends on preferred shares and distributions on other equity instruments	—	—	—	(19)	—	—	(19)
Net income attributed to common shareholders	$ 118	$ 134	$ 12	$ 183	$ (63)	$ —	$ 384

	Quarter ended June 30, 2025						
(in millions of dollars)	Insurance, Canada	Wealth Management	US Operations	Investment	Corporate	Consolidation adjustments	Total
Insurance service result							
Insurance revenue	$ 1,077	$ 321	$ 483	$ —	$ —	$ —	$ 1,881
Insurance service expenses and net expenses from reinsurance contracts	(900)	(216)	(425)	—	—	—	(1,541)
	177	105	58	—	—	—	340
Net investment result							
Net investment income	—	28	—	(137)	4	—	(105)
Finance income (expenses) from insurance and reinsurance contracts and change in investment contract liabilities and interest on deposits	—	(1)	—	295	—	—	294
	—	27	—	158	4	—	189
Other revenues	63	378	51	9	1	(16)	486
Other expenses	(62)	(364)	(74)	(56)	(105)	16	(645)
Income before income taxes	178	146	35	111	(100)	—	370
Income tax (expense) recovery	(48)	(41)	20	(2)	28	—	(43)
Net income	130	105	55	109	(72)	—	327
Dividends on preferred shares and distributions on other equity instruments	—	—	—	(6)	—	—	(6)
Net income attributed to common shareholders	$ 130	$ 105	$ 55	$ 103	$ (72)	$ —	$ 321

	Six months ended June 30, 2026						
(in millions of dollars)	**Insurance, Canada**	**Wealth Management**	**US Operations**	**Investment**	**Corporate**	**Consolidation adjustments**	**Total**
Insurance service result							
Insurance revenue	**$ 2,244**	**$ 776**	**$ 1,025**	**$ —**	**$ —**	**$ —**	**$ 4,045**
Insurance service expenses and net expenses from reinsurance contracts	**(1,936)**	**(526)**	**(927)**	**—**	**—**	**—**	**(3,389)**
	308	**250**	**98**	**—**	**—**	**—**	**656**
Net investment result							
Net investment income	**—**	**84**	**—**	**1,778**	**7**	**—**	**1,869**
Finance income (expenses) from insurance and reinsurance contracts and change in investment contract liabilities and interest on deposits	**—**	**(6)**	**—**	**(1,404)**	**—**	**—**	**(1,410)**
	—	**78**	**—**	**374**	**7**	**—**	**459**
Other revenues	**113**	**1,120**	**88**	**19**	**2**	**(54)**	**1,288**
Other expenses	**(136)**	**(1,116)**	**(150)**	**(126)**	**(166)**	**54**	**(1,640)**
Income before income taxes	**285**	**332**	**36**	**267**	**(157)**	**—**	**763**
Income tax (expense) recovery	**(79)**	**(84)**	**(8)**	**(84)**	**41**	**—**	**(214)**
Net income	**206**	**248**	**28**	**183**	**(116)**	**—**	**549**
Dividends on preferred shares and distributions on other equity instruments	**—**	**—**	**—**	**(28)**	**—**	**—**	**(28)**
Net income attributed to common shareholders	**$ 206**	**$ 248**	**$ 28**	**$ 155**	**$ (116)**	**$ —**	**$ 521**

	Six months ended June 30, 2025						
(in millions of dollars)	Insurance, Canada	Wealth Management	US Operations	Investment	Corporate	Consolidation adjustments	Total
Insurance service result							
Insurance revenue	$ 2,126	$ 628	$ 953	$ —	$ —	$ —	$ 3,707
Insurance service expenses and net expenses from reinsurance contracts	(1,813)	(427)	(846)	—	—	—	(3,086)
	313	201	107	—	—	—	621
Net investment result							
Net investment income	—	54	—	299	5	—	358
Finance income (expenses) from insurance and reinsurance contracts and change in investment contract liabilities and interest on deposits	—	(1)	—	(62)	—	—	(63)
	—	53	—	237	5	—	295
Other revenues	115	768	104	18	3	(35)	973
Other expenses	(122)	(744)	(152)	(120)	(175)	35	(1,278)
Income before income taxes	306	278	59	135	(167)	—	611
Income tax (expense) recovery	(89)	(78)	15	18	45	—	(89)
Net income	217	200	74	153	(122)	—	522
Dividends on preferred shares and distributions on other equity instruments	—	—	—	(15)	—	—	(15)
Net income attributed to common shareholders	$ 217	$ 200	$ 74	$ 138	$ (122)	$ —	$ 507

14 › Earnings Per Common Share

Reconciliation of the weighted average number of shares used in the calculation of basic and diluted earnings per common share

	Quarters ended June 30		Six months ended June 30	
(in millions of units)	**2026**	2025	**2026**	2025
Weighted average number of outstanding common shares	**89**	93	**90**	93
Add: dilutive effect of stock options granted and outstanding	**1**	1	**1**	1
Weighted average number of outstanding common shares on a diluted basis	**90**	94	**91**	94

There was no transaction on common shares that could affect these calculations after the closing date and before the date of authorization for issue of these Financial Statements.

15 › Comparative Figures

Certain comparative figures have been reclassified to comply with the current period's presentation. The reclassifications had no impact on the net income of the Company.