

2025

Interim Management Report of Fund Performance and Interim Financial Statements

Tradex EQUITY Fund Limited

June 30, 2025

You may get a copy of the Fund's Simplified Prospectus, Fund Facts, proxy voting policies and procedures, proxy voting disclosure record and quarterly portfolio disclosure at your request, and at no cost, by calling Tradex Management Inc. toll-free at **1-800-567-3863**, e-mailing us at **info@tradex.ca** or by writing or visiting us at the address shown below.

These documents and other information about the Fund are also available through our website at **www.tradex.ca** or through the SEDAR+ website at **www.sedarplus.ca**.

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INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

for the six months ending June 30, 2025

I. MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Results of Operations

An investment in Tradex Equity Fund Limited increased in value by 7.9% during the first half of 2025 compared to a increase of 10.2% in its benchmark, the S&P/TSX Total Return Index. During the past 12 months, the Fund was up 19.9%, lagging its benchmark.

Trade tensions and central bank announcements dominated headlines for the first quarter. Uncertainty over the Trump administration's tariff threats and the potential for a global trade war made it difficult for the BoC to provide assumptions or guideposts for the Canadian economy and had equity markets whipsawing. The S&P/TSX Composite Index experienced a pullback yet managed to post a gain of 1.5% for the quarter. Global equities suffered a sharp decline in April in response to the "Liberation Day" tariffs but subsequently staged an impressive comeback and set new all-time highs in the face of heightened policy uncertainty and geopolitical tensions. The portfolio outperformed its benchmark against this challenging and volatile backdrop. Subsequent progress on trade propelled the S&P 500 back to levels which make further gains increasingly dependent on strong earnings growth and elevated investor confidence. The US dollar is one of the worst performing currencies since Donald Trump's inauguration in late January. During the period foreign equities continued to represent approximately 41% of the Fund's total portfolio value, and at mid-year US equities represented 25% and non-north American stocks 16%. The number of stocks in the Canadian portion of the portfolio was increased to 82 from 81 while the number of foreign stocks was increased to 45 from 43. Small and mid cap companies represent a fairly large proportion of the Canadian portfolio. Portfolio Manager Phillips, Hager and North (PH&N) was very active in the Canadian holdings in the first half of the year adding 30 new names and eliminating 24. During the 1st quarter, security selection within Industrials was the largest contributor of relative performance while the portfolio underweight to gold producers detracted the most. Gold prices, which tend to rise during periods of economic uncertainty, have become a significant portion of the TSX on a market-cap basis. The nature of these businesses doesn't meet the growth or quality criteria for this strategy, as they are largely levered to commodity price swings. Positions in Aritzia, AppLovin, Broadcom, Twilio, Netflix and Microsoft contributed positively in the second quarter while not owning Apple, BCE and Pembina Pipeline also contributed. Conversely, the larger detractions came from UnitedHealth Group, AutoZone, Prairie Sky Royalty, Enbridge, and Keyera while the underweight exposure to Celestica detracted from relative returns over the quarter. Additionally, not owning Bausch Health was a large contributor. Conversely, the larger detractions came from a lack of exposure to Bombardier, Apple and Celestica. Our positions in Fortive and Salesforce also detracted from performance.

The underperformance of the US market was even more negative as the Canadian dollar strengthened versus its US counterpart, increasing from 69.50 cents US at the start of the year to to 73.30 cents at the end of the period. Throughout the period in the range of 20-50% of the U.S dollar exposure was hedged into Canadian dollars through derivatives known as forward contracts. This reduced a portion of the currency-related losses that the Fund would otherwise have experienced.

At the end of the period, the net asset value of the Fund stood at \$170.6 million compared to \$161.9 million at the end of 2024. There was a capital gain distribution of \$1.40 per share in January 2025. The number of shares outstanding increased by 2.1% over the period.

Related Party Transactions and Management Fees

As the Manager, Tradex Management Inc. is responsible for directing the business, operations and affairs of the Fund. It performs this duty for an annual fee of 0.7% of the Fund's net asset value, calculated and accruing daily. This amounted to \$627,561 in the first six months of 2025 (including HST) and represents 57% of the total expenses paid by the Fund (excluding brokerage fees). Many of the functions involved in operating the Fund are contracted out to leading professional firms in the mutual fund industry in Canada. Therefore, one of the key duties of the Manager is to negotiate and manage these contracts. Tradex Management Inc. is also the principal distributor of the Fund and, as such, is responsible for most of the communications with the Fund's shareholders and potential shareholders. Tradex Management Inc. receives no additional fees or commissions for being the Fund's principal distributor.

Since Tradex Management Inc. operates on an "at cost" basis for the benefit of its investors, it voluntarily rebates and/or waives a portion of the management fees paid to it by the Fund when financial conditions permit. These rebates/waivers reduce the expenses for the Fund, which in turn reduce its management expense ratio. In 2024, \$426,575 in expenses were reduced for the Fund through such transactions. It is anticipated that a rebate will be made in the second half of 2025, although it is not possible to estimate the amount at this time.

Other Expenses

The other expenses incurred by the Fund in the first six months of 2025 amounted to \$475,758 and were paid to third party suppliers, governments and regulatory authorities. These represent investment advisory fees (paid to Phillips, Hager & North Investment Management), administrative fees paid for fund accounting, the registrar function and other related activities (paid to RBC Investor Services, FundSERV Inc. and various other suppliers), costs of the independent review committee, audit fees (payable to PricewaterhouseCoopers LLP), custodian fees (paid to RBC Investor Services), registration fees and expenses (paid to the 13 securities regulatory authorities in Canada), transaction costs (paid to various suppliers and foreign withholding taxes (paid to appropriate foreign governments)). A listing of the various expenses paid by the Fund appears in the Statements of Comprehensive Income on page 6.

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE (continued)

II. FINANCIAL HIGHLIGHTS

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five and one-half years.

The Fund's Net Assets per Share (1)

For the six month period ending June 30, 2025 and the five annual periods ending December 31, 2024, 2023, 2022, 2021 and 2020.

	2025	2024	2023	2022	2021	2020
Net assets per share, beginning of period	\$ 30.71	\$ 25.99	\$ 24.19	\$ 29.17	\$ 24.10	\$ 21.69
Increase (decrease) from operations:						
Total revenue	\$ 0.33	\$ 0.69	\$ 0.66	\$ 0.63	\$ 0.64	\$ 0.61
Total expenses	\$ (0.20)	\$ (0.31)	\$ (0.33)	\$ (0.29)	\$ (0.30)	\$ (0.24)
Realized gains for the period	\$ 2.12	\$ 2.03	\$ 1.18	\$ 0.68	\$ 1.59	\$ 0.18
Unrealized gains (losses) for the period	\$ 0.07	\$ 2.93	\$ 0.75	\$ (5.08)	\$ 3.54	\$ 2.18
Total increase (decrease) from operations (2)	\$ 2.32	\$ 5.34	\$ 2.26	\$ (4.06)	\$ 5.47	\$ 2.73
Distributions to investors:						
From dividends	\$ —	\$ 0.48	\$ 0.48	\$ 0.46	\$ 0.41	\$ 0.38
From capital gains	\$ 1.40	\$ 0.13	\$ —	\$ 0.48	\$ —	\$ —
Total Distributions (3)	\$ 1.40	\$ 0.61	\$ 0.48	\$ 0.94	\$ 0.41	\$ 0.38
Net assets per share, end of period	\$ 31.67	\$ 30.71	\$ 25.99	\$ 24.19	\$ 29.17	\$ 24.10

- (1) The information for 2020-2024 is derived from the Fund's audited annual financial statements.
- (2) Net assets and distributions are based on the actual number of shares outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of shares outstanding over the period.
- (3) Distributions were paid in cash/reinvested in additional shares of the Fund, or both.

Ratios and Supplemental Data	2025	2024	2023	2022	2021	2020
Total net asset value, end of period (000's)	\$ 170,587	\$ 161,943	\$ 140,523	\$ 139,483	\$ 166,836	\$ 135,625
Weighted average net asset value (000's)	\$ 161,841	\$ 152,855	\$ 140,385	\$ 147,605	\$ 154,276	\$ 120,181
Number of shares outstanding, end of period	5,385,800	5,273,885	5,406,290	5,766,079	5,719,834	5,626,761
Management expense ratio (1)	1.26%	0.97%	1.18%	1.02%	1.00%	1.03%
Management expense ratio before waivers or absorptions (1)	1.26%	1.25%	1.31%	1.32%	1.25%	1.30%
Trading expense ratio (2)	0.03%	0.03%	0.03%	0.01%	0.03%	0.02%
Portfolio turnover rate (3)	26.65%	28.30%	25.99%	20.02%	17.57%	17.13%
Net asset value per share, end of period	\$ 31.67	\$ 30.71	\$ 25.99	\$ 24.19	\$ 29.17	\$ 24.10

- (1) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the period and is expressed as an annualized percentage of daily average net asset value during the period. **Any expense waivers or absorptions are made in the second half of the year.**
- (2) 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.
- (3) 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 period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE *(continued)*

III. PAST PERFORMANCE

General

The Fund's past performance assumes all distributions made by the Fund in the periods shown were used to purchase additional shares of the Fund.

If you hold the Fund outside a registered plan, you will be taxed on these distributions. Distributions of dividends the Fund earns and capital gains it realizes are taxable in the year received, whether received in cash or reinvested in additional shares. The performance information does not take into account any sales, redemptions or other optional charges that, if applicable, would reduce the returns or performance. Please remember, the Fund's performance in the past does not indicate how it will perform in the future.

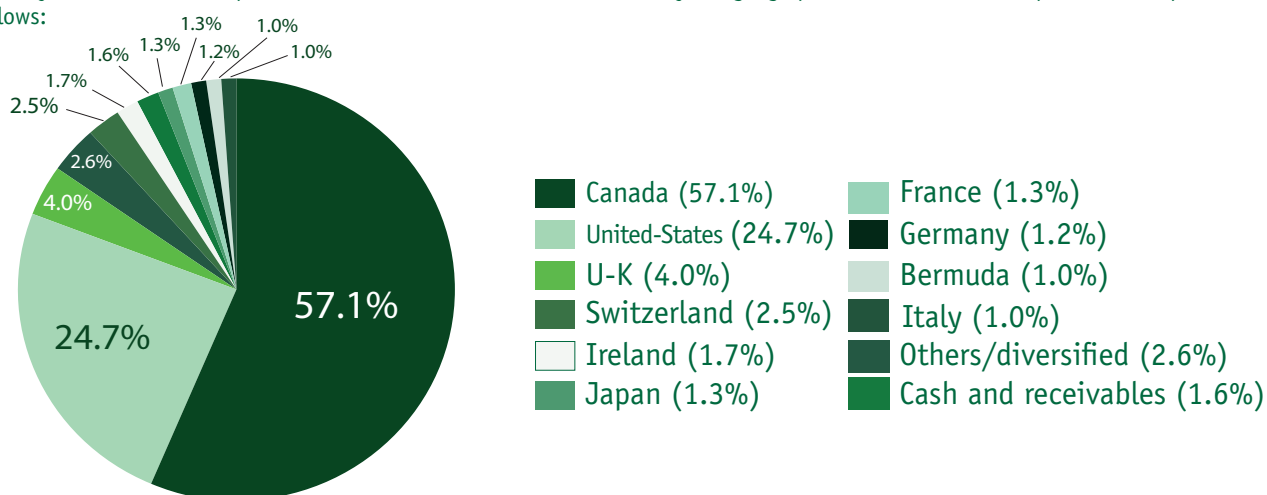
Year-by-year Returns

This bar chart shows the Fund's annual performance for each of the past ten years ending December 31, plus the performance for the six-month period ending June 30, 2025. The chart shows in percentage terms how an investment made on the first day of the period would have increased or decreased by the last day of the period and how the performance varied from period to period.



IV. SUMMARY OF INVESTMENT PORTFOLIO

A summary of the investment portfolio as at June 30, 2025, broken down by the geographic location of the companies in the portfolio, is as follows:



The following investments represent the 25 largest holdings of the Fund as of June 30, 2025, shown as a percentage of the Fund's net asset value. The list is of interest only as of the date indicated, as the percentages may have changed, and some or all of the holdings may have been sold and new positions purchased. A quarterly update is available, as discussed on the cover page of this document.

Royal Bank of Canada	4.2%	Manulife Financial Corp.	1.4%
Toronto Dominion Bank/The	3.0%	Canadian National Railway Co.	1.4%
Shopify Inc.	3.0%	Netflix Inc.	1.3%
Microsoft Corp.	2.9%	Wheaton Precious Metals Corp.	1.3%
Enbridge Inc.	2.6%	Safran SA	1.3%
Brookfield Corp.	2.3%	Intercontinental Exchange Inc.	1.3%
Amazon.com Inc	2.3%	SAP SE	1.2%
NVIDIA Corp.	2.1%	Dollarama Inc.	1.2%
Agnico Eagle Mines Ltd.	1.9%	Blackstone Inc.	1.2%
Canadian Imperial Bank of Commerce	1.8%	AutoZone Inc.	1.1%
Canadian Pacific Kansas City Ltd	1.7%	Cameco Corp.	1.1%
Bank of Montreal	1.7%	Sub-total – largest 25 holdings	46.4%
Canadian Natural Resources Ltd.	1.6%	Remaining holdings	53.6%
Constellation Software Inc/Canada	1.5%	Total Investment Portfolio	100.0%



INTERIM FINANCIAL STATEMENTS for the six months ending June 30, 2025

THE AUDITORS OF THE FUND HAVE NOT REVIEWED THESE FINANCIAL STATEMENTS.

Tradex Management Inc., the Manager of the Fund, appoints an independent auditor to audit the Fund's annual financial statements. Applicable securities laws require that if an auditor has not reviewed the Fund's interim financial statements, this must be disclosed in an accompanying notice. The next report on the Fund will contain annual audited financial information as at December 31, 2025.

STATEMENTS OF FINANCIAL POSITION

	June 30, 2025 (Unaudited)	Dec. 31, 2024 (Audited)
Assets		
Current Assets		
Investments at fair value through profit and loss	\$ 167,365,107	\$ 161,090,779
Cash and cash equivalents	2,646,807	2,185,990
Dividends receivable	219,498	309,237
Subscriptions receivable	4,250	10,000
Receivable for investments sold	—	93,002
Derivative assets	670,189	16,285
Total Assets	170,905,851	163,705,293
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	272,127	305,761
Redemptions payable	750	22,000
Distributions payable to holders of redeemable shares	—	5,040
Derivative liabilities	46,208	1,429,228
Total Liabilities	319,085	1,762,029
Net assets attributable to holders of redeemable shares	\$ 170,586,766	\$ 161,943,264
Shares issued and outstanding, end of period (Note 5)	5,385,800	5,273,885
Net assets attributable to holders of redeemable shares per share	\$ 31.67	\$ 30.71

The accompanying notes are an integral part of these financial statements.

Approved by the Board
of Directors of
Tradex Equity Fund Limited

s/Philip E. Charko

Phillip E. Charko
Director

s/Christine Allison

Christine Allison FCPA, FCA
Director

STATEMENTS OF COMPREHENSIVE INCOME *(Unaudited)*

	Six months ending June 30	
	2025	2024
Income		
Dividend income	\$ 1,714,515	\$ 1,886,391
Interest income for distribution purposes	35,116	51,992
Securities lending revenue	2,156	13,971
Net foreign exchange gain on cash	21,218	7,952
Derivative (loss)	(774,809)	(68,726)
Other income	22,031	11,677
Other changes in fair value of investments and derivatives		
Net realized gain on sale of investments and derivatives	12,237,746	4,173,883
Net realized foreign exchange gain	11,107	20,397
Change in unrealized appreciation on investments and derivatives	364,638	6,793,310
	13,633,718	12,890,797
Expenses		
Management fees (Note 6)	627,561	572,087
Investment advisory fees	191,626	174,751
Administration costs	134,361	104,062
Independent review committee	112	84
Audit fees	33,800	28,400
Custodian fees	14,805	15,123
Registration fees and expenses	10,162	8,179
Transaction costs	27,036	21,071
Foreign withholding taxes	63,856	76,696
	1,103,319	1,000,453
Increase in net assets attributable to holders of redeemable shares	\$ 12,530,399	\$ 11,890,344
Weighted average shares outstanding during the period	5,406,617	5,388,037
Increase in net assets attributable to holders of redeemable shares per share	\$ 2.32	\$ 2.21

The accompanying notes are an integral part of these financial statements.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES *(Unaudited)*

	Six months ending June 30	
	2025	2024
Net assets attributable to holders of redeemable shares at beginning of period	\$ 161,943,264	\$ 140,523,365
Increase in net assets attributable to holders of redeemable shares	12,530,399	11,890,344
Distributions		
Distributions to holders of redeemable shares from net realized capital gains	(7,379,547)	(726,579)
Redeemable shares transactions		
Proceeds from issuance of redeemable shares	3,416,101	4,262,257
Reinvestment of distributions	7,083,623	698,666
Consideration paid on redemptions of redeemable shares	(7,007,074)	(7,245,664)
Net increase (decrease) from redeemable share transactions	3,492,650	(2,284,741)
Net assets attributable to holders of redeemable shares at end of period	\$ 170,583,766	\$ 149,402,389

The accompanying notes are an integral part of these financial statements.

STATEMENTS OF CASH FLOWS *(Unaudited)*

	Six months ending June 30	
	2025	2024
Cash Flows from Operating Activities		
Increase in net assets attributable to holder of redeemable shares	\$ 12,530,399	\$ 11,890,344
Adjustments for:		
Foreign exchange (gain) loss on cash	(21,218)	(7,952)
Net realized (gain) on sale of investments and derivatives	(12,237,746)	(4,173,833)
Net change in unrealized (appreciation) of investments and derivatives	(364,638)	(6,793,310)
Purchase of investments	(43,193,891)	(17,662,521)
Proceeds from the sale of investments	47,485,023	19,611,328
Change in non-cash working capital items	149,107	(44,538)
	4,347,036	2,819,518
Cash Flows from Financing Activities		
Proceeds from issue of redeemable shares	3,421,851	4,265,997
Consideration paid on redemptions of redeemable shares	(7,028,324)	(7,244,303)
Distributions paid to holders of redeemable shares, net of reinvested distributions	(300,964)	(32,238)
	(3,907,437)	(3,010,544)
Increase (decrease) in cash and cash equivalents during the period	439,599	(191,026)
Foreign exchange loss (gain) on cash	21,218	7,952
Cash and cash equivalents at beginning of period	2,185,990	1,187,362
Cash and cash equivalents at end of period	\$ 2,646,807	\$ 1,004,288
Interest received	\$ 35,116	\$ 51,992
Dividends received, net of withholding taxes	\$ 1,740,398	\$ 1,791,889

The accompanying notes are an integral part of these financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (Unaudited) June 30, 2025

Canadian Common Stocks	Number of Shares	Average Cost	Fair Value	% of total fair value
Agnico Eagle Mines Ltd.	20,403	\$ 969,224	\$ 3,310,182	
Air Canada	8,810	172,501	185,626	
Alamos Gold Inc.	8,341	295,856	302,111	
Alimentation Couche-Tard Inc.	26,159	719,415	1,770,703	
Altus Group Ltd.	3,805	207,297	200,485	
ARC Resources Ltd.	26,670	574,385	765,696	
Aritzia Inc.	11,155	747,051	786,985	
ATS Corp.	9,427	222,371	409,415	
Badger Infrastructure Solutions Ltd.	14,633	657,187	696,238	
Bank of Montreal	18,908	1,564,789	2,853,406	
Bank of Nova Scotia	13,720	805,701	1,033,116	
Barrick Mining Corp.	18,814	493,491	533,377	
Blackline Safety Corp.	19,548	152,212	140,746	
Boralex Inc.	7,957	253,192	251,759	
Boyd Group Services Inc.	3,349	683,564	716,351	
Brookfield Corp.	47,168	669,618	3,975,319	
Cameco Corp.	18,620	681,071	1,883,041	
Canadian Apartment Properties REIT	19,324	921,156	858,179	
Canadian Imperial Bank of Commerce	31,612	1,769,362	3,055,616	
Canadian National Railway Co.	16,502	1,376,643	2,341,469	
Canadian Natural Resources Ltd.	65,642	1,218,523	2,809,478	
Canadian Pacific Kansas City Ltd.	26,776	1,912,454	2,896,628	
CCL Industries Inc.	9,273	738,965	736,369	
Cenovus Energy Inc.	53,928	1,000,202	999,286	
CGI Inc.	5,577	266,949	797,567	
Colliers International Group Inc.	2,020	335,603	359,903	
Constellation Software Inc.	509	1,645,692	2,541,539	
Constellation Software Inc., Warrants, 2040-03-31	150	-	-	
dentalcorp Holdings Ltd.	22,765	199,877	191,681	
Dollarama Inc.	10,458	534,489	2,006,576	
Element Fleet Management Corp.	14,700	344,070	501,417	
Emera Inc.	12,641	747,708	788,546	
Enbridge Inc.	73,020	3,743,502	4,508,985	
Fairfax Financial Holdings Ltd.	765	1,761,030	1,880,370	
First Quantum Minerals Ltd.	15,131	418,467	366,019	
FirstService Corp.	971	114,520	230,739	
Franco-Nevada Corp.	4,249	389,390	949,949	
Intact Financial Corp.	5,720	713,081	1,811,238	
Jamieson Wellness Inc.	10,978	389,280	389,939	
K92 Mining Inc.	27,515	156,980	422,630	
K-Bro Linen Inc.	5,911	205,547	206,294	
Keyera Corp.	23,525	675,071	1,047,804	
Keyera Corp. SUB RCPT	12,598	493,212	549,651	
Kinaxis Inc.	2,670	279,091	540,728	
Kinross Gold Corp.	14,507	293,767	308,709	
Mainstreet Equity Corp.	1,916	370,764	356,893	
Manulife Financial Corp.	56,794	1,350,040	2,472,811	
Maple Leaf Foods Inc.	18,219	525,703	516,873	
MEG Energy Corp.	13,552	373,336	348,693	
Metro Inc.	4,700	495,983	502,759	
National Bank of Canada	7,375	572,892	1,036,335	
Nutrien Ltd.	12,848	866,966	1,019,489	
OceanaGold Corp.	9,519	83,357	182,955	
OR Royalties Inc.	6,542	227,989	228,970	
Pan American Silver Corp.	8,633	222,223	333,579	
Pan American Silver Corp., Rights, 2029-02-22	41,400	-	13,812	
Parkland Corp.	9,971	388,769	384,083	
PrairieSky Royalty Ltd.	17,240	392,507	407,209	
Premium Brands Holdings Corp.	3,059	281,970	248,452	
Quebecor Inc.	15,511	595,342	642,931	
Real Matters Inc.	33,003	188,860	183,497	
Restaurant Brands International Inc.	3,201	245,686	289,146	
Richelieu Hardware Ltd.	6,470	228,132	236,737	
Rogers Communications Inc.	18,163	664,192	733,604	
Royal Bank of Canada	40,223	1,957,922	7,218,822	
Saputo Inc.	26,329	701,141	733,789	
Shopify Inc.	32,387	1,633,493	5,086,702	
Stantec Inc.	3,440	492,505	509,705	
Stella-Jones Inc.	5,549	422,390	435,541	
Sun Life Financial Inc.	20,141	815,826	1,824,976	
Suncor Energy Inc.	23,138	932,973	1,180,269	

SCHEDULE OF INVESTMENT PORTFOLIO (Unaudited) June 30, 2025

Canadian Common Stocks (continued)	Number of shares	Average Cost	Fair Value	% of total fair value
TC Energy Corp.	15,553	\$ 602,487	\$ 1,033,963	
Teck Resources Ltd.	18,978	641,882	1,045,118	
TELUS Corp.	54,024	1,277,519	1,181,505	
Thomson Reuters Corp.	4,716	268,578	1,291,429	
Topicus.com Inc.	2,813	498,126	479,926	
Torex Gold Resources Inc.	6,295	114,543	279,624	
Toromont Industries Ltd.	2,362	284,007	289,085	
Toronto-Dominion Bank	51,339	2,588,976	5,142,114	
Tourmaline Oil Corp.	11,948	472,191	784,984	
Waste Connections Inc.	6,706	509,191	1,705,872	
Westaim Corp.	11,091	356,049	341,159	
Wheaton Precious Metals Corp.	18,395	527,990	2,252,652	
WSP Global Inc.	4,440	576,938	1,233,299	
Total Canadian Common Stocks		56,262,994	98,101,227	58.6%
Foreign Common Stocks	Number of Shares	Average Cost	Fair Value	% of total fair value
United States				
Amazon.com Inc.	13,148	\$ 1,659,162	\$ 3,928,018	
AppLovin Corp.	2,063	1,076,098	983,475	
AutoZone Inc.	378	945,891	1,910,837	
Blackrock Inc.	1,107	1,612,418	1,581,698	
Blackstone Inc.	9,780	1,417,831	1,992,092	
Boeing Co.	4,612	1,295,405	1,315,929	
Broadcom Inc.	3,956	982,681	1,484,948	
Cheniere Energy Inc.	4,150	1,133,831	1,376,194	
Eli Lilly & Co.	1,130	1,422,408	1,199,522	
Home Depot Inc.	3,423	1,553,697	1,709,006	
Intercontinental Exchange Inc.	8,608	1,890,853	2,150,623	
Intuit Inc.	1,745	1,403,552	1,871,607	
JPMorgan Chase & Co.	3,857	1,209,911	1,522,684	
McKesson Corp.	1,852	1,463,276	1,848,041	
Microsoft Corp.	7,262	1,873,090	4,918,896	
Netflix Inc.	1,242	739,256	2,264,859	
NVIDIA Corp.	16,714	1,883,416	3,595,894	
Packaging Corp. of America	2,009	526,843	515,553	
Procter & Gamble Co.	4,902	1,014,726	1,063,507	
Salesforce Inc.	3,159	1,092,590	1,173,048	
Twilio Inc.	6,501	893,460	1,100,925	
UnitedHealth Group Inc.	2,584	689,460	1,097,747	
Valero Energy Corp.	8,185	1,799,114	1,498,233	
		29,578,969	42,103,336	25.1%
Bermuda				
Brookfield Infrastructure Partners LP	27,963	1,089,295	1,275,672	
Brookfield Renewable Partners LP	14,924	494,880	518,161	
		1,584,175	1,793,833	1.1%
France				
Safran SA	4,887	1,039,635	2,162,819	
		1,039,635	2,162,819	1.3%
Germany				
SAP SE	5,095	2,074,947	2,109,806	
		2,074,947	2,109,806	1.3%
Hong Kong				
AIA Group Ltd.	66,009	752,366	806,131	
		752,366	806,131	0.5%
India				
ICICI Bank Ltd.	16,990	600,145	778,299	
		600,145	778,299	0.5%
Ireland				
Accenture PLC	3,715	1,745,697	1,512,053	
CRH PLC	10,827	1,180,691	1,353,467	
		2,926,388	2,865,520	1.7%
Italy				
Intesa Sanpaolo SpA	213,198	1,616,923	1,672,829	
		1,616,923	1,672,829	1.0%
Japan				
Mitsubishi Electric Corp.	35,551	914,412	1,045,854	
Recruit Holdings Co., Ltd.	17,164	1,731,346	1,385,292	
		2,645,758	2,431,146	1.5%

SCHEDULE OF INVESTMENT PORTFOLIO *(Unaudited) June 30, 2025*

Foreign Common Stocks (continued)	Number of Shares	Average Cost	Fair Value	%of total fair value
Luxembourg				
Eurofins Scientific SE	5,111	432,049	495,515	
		432,049	495,515	0.3%
Switzerland				
ABB Ltd.	17,479	1,365,117	1,419,211	
Chubb Ltd.	4,311	1,658,166	1,700,801	
Galderma Group AG	5,682	1,033,996	1,121,441	
		4,057,279	4,241,453	2.5%
Taiwan				
Taiwan Semiconductor Manufacturing Co. Ltd.	2,653	373,164	821,329	
		373,164	821,329	0.5%
United Kingdom				
BAE Systems PLC	30,061	955,688	1,060,021	
Endeavour Mining PLC	5,696	131,593	239,175	
Haleon PLC	163,371	1,122,658	1,143,313	
InterContinental Hotels Group PLC	10,201	723,051	1,583,377	
National Grid PLC	68,721	1,147,116	1,363,527	
Unilever PLC	19,253	1,519,455	1,592,451	
		5,599,561	6,981,864	4.1%
Total foreign common stocks		53,281,359	69,263,880	41.4%
Transaction costs		(92,168)		
Total portfolio of investments		\$ 109,452,185	\$ 167,365,107	\$ 100.0%

The accompanying notes are an integral part of these financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO *(Unaudited) June 30, 2025*

Summary of Investment Portfolio

All portfolio categories are included in the following table :

Portfolio by Country	Percentage of Net Assets (%)	
	As of June 30, 2025	As of December 31, 2024
Canada	58.6	58.3
United States	25.1	26.3
Bermuda	1.1	0.3
France	1.3	1.5
Denmark	—	0.8
Germany	1.3	—
Hong Kong	0.5	0.9
India	0.5	0.6
Ireland	1.7	2.1
Italy	1.0	—
Japan	1.5	1.5
Luxembourg	0.3	0.2
Netherlands	—	0.7
Switzerland	2.5	2.1
Taiwan	0.5	0.9
United Kingdom	4.1	3.8
	100.0	100.0

Schedule 1 - Forward Contracts June 30, 2025

Currency to Deliver	Purchase Amount	Currency	Amount	Settlement Date	Contract Price	Market Price	Appreciation/ (Depreciation)
USD	15,000	CAD	20,607	02-Jul-25	0.728	0.734	183
USD	43,000	CAD	58,843	02-Jul-25	0.731	0.734	295
USD	40,000	CAD	54,663	02-Jul-25	0.732	0.734	199
USD	60,000	CAD	83,427	02-Jul-25	0.719	0.734	1,730
CAD	72,177	USD	53,000	02-Jul-25	1.362	1.362	(13)
CAD	13,618	USD	10,000	02-Jul-25	1.362	1.362	(2)
USD	2,614,000	CAD	3,648,466	02-Jul-25	0.716	0.734	89,230
USD	240,000	CAD	334,978	02-Jul-25	0.716	0.734	8,192
USD	382,000	CAD	544,531	02-Jul-25	0.702	0.734	24,394
USD	5,319,000	CAD	7,582,102	02-Jul-25	0.702	0.734	339,667
CAD	34,461	USD	25,000	02-Jul-25	1.378	1.362	(421)
CAD	104,146	USD	76,000	02-Jul-25	1.370	1.362	(665)
USD	328,000	CAD	453,011	02-Jul-25	0.724	0.734	6,406
USD	40,000	CAD	55,205	02-Jul-25	0.725	0.734	741
CAD	275,880	USD	200,000	02-Jul-25	1.379	1.362	(3,560)
CAD	4,640,165	USD	3,396,000	02-Jul-25	1.366	1.362	(16,186)
CAD	7,270,412	USD	5,321,000	02-Jul-25	1.366	1.362	(25,361)
USD	215,000	CAD	293,807	30-Jul-25	0.732	0.736	1,529
USD	300,000	CAD	417,543	30-Jul-25	0.718	0.736	9,698
USD	5,587,000	CAD	7,706,054	30-Jul-25	0.725	0.736	110,770
USD	5,418,000	CAD	7,380,112	15-Sep-25	0.734	0.737	31,295
USD	3,470,000	CAD	4,718,603	06-Oct-25	0.735	0.738	16,804
USD	6,000,000	CAD	8,158,968	06-Oct-25	0.735	0.738	29,056
							623,981

NOTES TO FINANCIAL STATEMENTS (Unaudited) June 30, 2025

1. General information

Tradex Equity Fund Limited (the Fund) is a mutual fund corporation incorporated under the Canada Business Corporations Act. The address of its registered office is 340 Albert Street, Suite 1604, Ottawa, Ontario, K1R 7Y6.

The Fund's investment objective is to achieve long-term capital appreciation by investing primarily in a diversified portfolio of common shares of Canadian companies plus shares of companies in the United States and other countries. The strategy of the Fund is to build positions in high quality growing companies. To maintain adequate portfolio diversification, thus reducing concentration risk, at least five S&P/TSX Composite Index industry sectors will be represented. Foreign content will represent up to 50% of the total portfolio value.

Tradex Management Inc. is the Manager and the Trustee of the Fund. The Fund's investment activities are managed by PH&N, RBC Global Asset Management Inc. (the Investment Manager), with the administration delegated to RBC Investors Services.

The Fund is restricted to current and former Canadian public servants and their families mainly from Canada.

These financial statements were authorized for issue by the Board of Directors on August 21, 2025.

2. Material accounting policies

The material accounting policies applied in the preparation of these financial statements have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

These financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards) applicable to preparation of interim financial statements under IAS 34, Interim Financial Reporting.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

(a) New standards amendments and interpretations to existing standards effective January 1, 2025

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on January 1, 2025 that have a material effect on the financial statements of the Fund.

(b) New standards, amendments, and interpretations issued but not yet applied by the Fund

i) Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2026).

The IASB issued targeted amendments to IFRS 9 and IFRS 7 to respond to recent questions arising in practice, and to include new requirements not only for financial institutions but also for corporate entities. Among other amendments, the IASB clarified the date of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system.

ii) IFRS 18 – Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027)

The IASB issued the new standard on presentation and disclosure in financial statements, which replaces IAS 1, with a focus on updates to the statement of profit or loss.

The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss with defined subtotals;
- the requirement to determine the most useful structured summary for presenting expenses in the statement of profit or loss;
- required disclosures in a single note within the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

The fund is currently assessing the effect of the new standard on the Fund.

No other new standards or amendments to standards are expected to have a material effect on the financial statements of the Fund.

2.2 Foreign currency translation

(a) Functional and presentation currency

The Fund's investors are mainly from Canada, with the subscriptions and redemptions of the redeemable shares denominated in Canadian dollars. The primary activity of the Fund is to invest primarily in closed-end funds whose

NOTES TO FINANCIAL STATEMENTS (Unaudited) June 30, 2025 (cont'd)

investments are principally in a diversified portfolio of common shares of Canadian companies plus shares from companies in the United States and other countries. The performance of the Fund is measured and reported to investors in Canadian dollars. Management considers the Canadian dollar as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the statement of financial position date. Foreign exchange gains and losses arising from translation are included in the statement of comprehensive income.

Realized and unrealized foreign exchange gains (losses) on investments are included in "Net realized gain on sale of investments and derivatives" and "Net change in unrealized appreciation on investments and derivatives", respectively, in the statements of comprehensive income.

2.3 Financial assets and financial liabilities at fair value through profit or loss

(a) Classification

(i) Financial Assets

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed, and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund obligations for net assets attributable to holders of redeemable shares are presented at the redemption amount which approximates fair value. The Fund's accounting policies for measuring the fair value of their investments and derivatives are identical to those used in measuring the net asset value (NAV) for transactions with shareholders.

(ii) Financial Liabilities

Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

The Fund's policy requires the Investment Manager and the Board of Directors to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

(b) Recognition, derecognition and measurement

Regular purchases and sales of investments are recognized on the trade date – the date on which the Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognized at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all the risks and rewards of ownership.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within other net changes in fair value of financial assets and liabilities at fair value through profit or loss in the period in which they arise.

(c) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets are based on quoted market prices at close of trading on the reporting date. The Fund uses the last traded market price for both financial assets and liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of fair value based on specific facts and circumstances. The fair value of any investment to which the foregoing principle cannot be applied shall be the fair value thereof determined in such a manner as the Manager from time to time provides.

The difference between the fair value of investments and the cost of the investments is included in "change in unrealized appreciation (depreciation) on investments and

NOTES TO FINANCIAL STATEMENTS (Unaudited) June 30, 2025 (cont'd)

derivatives" in the statements of comprehensive income. If a significant movement in fair value occurs subsequent to the close of trading on the year end date, valuation techniques will be applied to determine the fair value. A significant event is any event that occurs after the last market price for a security, close of market or close of the foreign exchange, but before the Fund's valuation time that materially affects the integrity of the closing prices for any security, instrument, currency or securities affected by that event so that they cannot be considered 'readily available' market quotations.

(d) Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

2.4 Offsetting financial instruments

Financial assets and liabilities are offset, and the net amount reported in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

2.5 Other receivables

Other receivables are recognized initially at fair value and are subsequently measured at amortized cost. The other receivables balance is held for collection. Other receivables consist of Dividends receivable and Subscriptions receivable.

2.6 Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held with a bank or such other deposit taking institution, including the Custodian or its Affiliates, and brokers and other short-term investments in an active market with original maturities of three months or less and custodian overdrafts. Custodian overdrafts, if any, will be shown in current liabilities in the statement of financial position.

2.7 Redeemable shares

The Fund issues redeemable shares, which are redeemable at the holder's option and have identical rights. Such shares are classified as financial liabilities. Redeemable shares can be put back to the Fund at any dealing date for cash equal to a proportionate share of the Fund's net asset value attributable to the shares. Shares are redeemable daily.

The redeemable shares are carried at amortized cost which corresponds to the redemption amount that is payable at the statement of financial position date if the holder exercises the right to put the share back to the Fund.

Redeemable shares are issued and redeemed at the holder's option at prices based on the Fund's net asset value per share at the time of issue or redemption. The Fund's net asset value per share is calculated by dividing the net assets attributable to the holders of each class of redeemable shares with the total number of outstanding redeemable shares for each respective class. In accordance with the provisions of the Fund's regulations, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per share for subscriptions and redemptions.

2.8 Interest Income

The interest for distribution purposes shown on the Statements of Comprehensive Income represents the coupon interest received by the Funds, accounted for on an accrual basis. Zero coupon bonds are purchased at a discount and are amortized over the term of the bond.

2.9 Dividend income

Dividend income is recognized when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Fund, and the amount of the dividend can be measured reliably.

2.10 Security Lending Income

The tables below show a reconciliation of the gross amount generated from the securities lending transactions of the fund to the revenue from the securities lending disclosed in the statement of comprehensive income the periods ended June 30, 2025 and 2024.

	June 30, 2025	% of Gross lending revenue
Gross securities lending revenue	3,685	100.0
Withholding taxes	(55)	(1.5)
Agent fees		
RBC IS	(1,474)	(40.0)
Securities lending Revenue	2,156	58.5

	June 30, 2024	% of Gross lending revenue
Gross securities lending revenue	24,166	100.0
Withholding taxes	(528)	(2.2)
Agent fees		
RBC IS	(9,667)	(40.0)
Securities lending Revenue	13,971	57.8

2.11 Transaction costs

Transaction costs, such as brokerage commissions, incurred in the purchase and sale of securities by the Fund, when incurred, are immediately recognized in the statement of comprehensive income.

2.12 Soft dollar commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Investment Manager. The value of the research services included in the commissions paid by the Fund to those brokers \$1,370 in the period ended June 30, 2025 (\$704 in 2024).

2.13 Distribution payable to holders of redeemable shares

Distributions to holders of redeemable units are recognized in the statement of changes in net assets attributable to holders of redeemable shares when they are authorized. The distributions on the redeemable shares are recognized in the statement of changes in net assets attributable to holders of redeemable shares.

2.14 Increase/decrease in net assets attributable to holders of redeemable shares from operations

Income not distributed is included in net assets attributable to holders of redeemable shares. Movements in net assets attributable to holders of redeemable shares are recognized in the statement of changes in net assets attributable to holders of redeemable shares.

2.15 Taxation

The Fund qualifies as a mutual fund corporation for federal income tax purposes. The Fund is in substance not taxable and therefore does not record deferred income tax assets or liabilities in respect of temporary differences or losses available to be carried forward.

The Fund is subject to tax on taxable dividends received from taxable Canadian corporations. This tax is refundable at a rate determined by a formula when taxable dividends are paid. The Fund is subject to tax on capital gains. However, this tax is refundable if sufficient capital gains are distributed to shareholders, either as capital gains dividends or through the redemption of shares. The fund paid \$1.402 per share of taxable capital gains distribution in 2025. (\$0.134 in 2024)

The Fund may incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statements of comprehensive income.

As at December 31, 2024, the Fund had no capital losses and no non-capital losses carried forward for income tax purposes (\$nil and \$nil as at December 31, 2023).

Goods and services tax (GST) or harmonized sales tax (HST), as applicable, is included in the relevant expense items charged to the Fund.

3. Financial risk

3.1 Financial risk factors and capital risk management

The Fund is exposed to a variety of financial risks, which may include market risk (including price risk, foreign currency risk, cash flow and fair value interest rate risk), liquidity risk, credit risk and concentration risk.

The Fund is also exposed to operational risks such as custody risk. Custody risk is the risk of loss of securities held in custody occasioned by the insolvency or negligence of the custodian. Although an appropriate legal framework is in place that eliminates the risk of loss of value of the securities held by the custodian, in the event of its failure, the ability of the Fund to transfer securities might be temporarily impaired.

The Fund's overall risk management program seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance.

The Fund's risk management practice includes the monitoring of compliance to investment guidelines. The Manager manages the potential effects of these financial risks on the Fund's performance by contracting and overseeing professional and experienced portfolio advisors that regularly monitor the Fund's positions and market events and diversify the investment portfolio within the constraints of the investment guidelines.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions.

The manager is responsible for managing the Fund's capital, which is its NAV and consists primarily of its financial instruments.

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

3.1.1 Market risk

(a) Price risk

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

The Fund is exposed to equity securities price risk. This arises from investments held by the Fund for which prices in the future are uncertain.

NOTES TO FINANCIAL STATEMENTS (Unaudited) June 30, 2025 (cont'd)

As at June 30, 2025, 97.9% of the Fund's assets were traded on global stock exchanges (98.4% as at December 31, 2024). If equity prices had increased or decreased by 10% as at the period end, with all other factors remaining constant, assets could possibly have increased or decreased by approximately \$16,737,000 (\$16,109,000 on December 31, 2024). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

To mitigate price risk the Fund will diversify its portfolio by both sector and geographical exposure. Furthermore, a minimum five industry sectors will be held and the month end market value of any one holding in the portfolio must not exceed 10% of the Fund's market value. While the Fund will generally be fully invested, should market conditions temporarily deteriorate, up to 30% of the portfolio could be converted to cash or short-term investments.

The Fund is also exposed to derivative risk through foreign exchange forward contracts. To limit the price risk associated with foreign exchange forward contracts, such contracts are limited to the market value of the foreign securities own by the Fund and quoted in that currency or where the Fund's underlying exposure is to that currency.

(b) Foreign currency risk

Foreign currency risk, as defined in IFRS 7, arises as the value of future transactions, recognized monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates. IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not foreign currency risk.

Where equity securities are quoted in currencies other than the Canadian dollar, the price initially expressed in foreign currency and then converted into Canadian dollars will also fluctuate because of changes in foreign exchange rates.

Currencies to which the Fund had exposure as at June 30, 2025 and December 31, 2024 are as follows (\$'000):

	30-June-25	31-Dec-24
US Dollars	19,758	19,490
UK Pounds	6,782	5,692
Euro	6,466	4,022
Japanese Yen	2,431	2,362
Swiss Franc	2,552	1,724
Hong Kong Dollars	806	1,519
Norwegian Krone	1	1
Danish Krone	—	1,310

To partially limit foreign currency risk, the Fund enters into commitments in the form of foreign exchange forward contracts for the sale of U.S. dollars only, as a material portion of the Fund's foreign currency exposure is in U.S. dollars. The purpose of these contracts is to partially preserve the fair value of Fund assets by offsetting the impact of increases in the Canadian dollar relative to the U.S. dollar (the underlying foreign currency exposure). In the case of a decrease in the Canadian dollar relative to the US dollar, foreign exchange forward contracts in place decrease in value while the relative value of the US funds increase.

The Fund's net foreign currency exposure in Canadian dollars, after giving effect to the notional value of foreign currency forward contracts, at June 30, 2025 and December 31, 2024 is as follows (\$'000):

	Foreign Currency Exposure	Notional value of foreign exchange of forward contracts	Net foreign currency exposure
June 30, 2025 U.S. Dollars	48,341	(28,583)	19,758
Dec 31, 2024 U.S. Dollars	49,908	(30,418)	19,490

As at June 30, 2025, if the Canadian dollar had strengthened or weakened by 5% in relation to all currencies, with all other variables held constant, the Fund's net assets would have increased or decreased, net of foreign currency hedges, by approximately \$1,940,000 (\$1,806,000 as at December 31, 2024). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

(c) Cash flow and fair value interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when a fund invests in interest-bearing financial instruments.

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

3.1.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable shares. The shares of the Fund are issued and redeemed on demand at the then current net asset value per share at the option of the shareholder.

NOTES TO FINANCIAL STATEMENTS (Unaudited) June 30, 2025 (cont'd)

Liquidity risk is managed by investing the majority (if not all) of the Fund's assets in investments that are traded in an active market and can be readily disposed. In addition, the Fund aims to retain sufficient cash and short-term investment positions to maintain liquidity and has the ability to borrow up to 5% of its net assets for the purpose of funding redemptions. All financial liabilities of the Fund mature within the next three months.

3.1.3 Credit risk

Credit risk is the risk that a loss could arise from a security issuer or counterparty to a financial instrument not being able to meet its financial obligations. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer.

The Fund is subject to credit risk arising from foreign currency hedging and securities lending activities. This risk is managed by entering into contracts with creditworthy counterparties subject to minimum credit-rating requirements, by setting limits on the amount of exposure and by requiring collateral of at least 102%. The securities lending agent indemnifies the Fund for any shortfall.

As at June 30, 2025, securities on loan totaled \$4,166,898, whereas collateral held (non-cash) totaled \$4,250,239 (\$3,426,650 and \$3,495,185 as at December 31, 2024, respectively).

3.1.4 Concentration risk

The Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. Financial instruments in the same category have similar characteristics and may be affected similarly by changes in economic or other conditions. The Fund's concentration risk is summarized in the table below:

As at	June 30, 2025	December 31, 2024
Canada	58.6%	58.3%
United States	25.1%	26.3%
United Kingdom	4.1%	3.8%
Switzerland	2.5%	2.1%
Ireland	1.7%	2.1%
Japan	1.5%	1.5%
France	1.3%	1.5%
Germany	1.3%	0.0%
Bermuda	1.1%	0.3%
Italy	1.0%	—
Others	1.8%	4.1%

3.2 Fair value estimation

Classification of financial instruments

The Fund classifies its financial instruments within a hierarchy that prioritizes the inputs to fair value measurement. The three levels of the fair value hierarchy are:

Level 1—Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2—Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3—Inputs that are not based on observable market data.

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at June 30, 2025 and December 31, 2024

June 30, 2025

('000)	Level 1	Level 2	Level 3	Total
Equities	167,351	14	—	167,365
Cash & cash equivalents	2,647	—	—	2,647
Forward foreign exchange contracts assets	—	670	—	670
Forward foreign exchange contracts liabilities	—	(46)	—	(46)
Total	169,998	638	—	170,636

December 31, 2024

('000)	Level 1	Level 2	Level 3	Total
Equities	161,069	22	—	161,091
Cash & cash equivalents	2,186	—	—	2,186
Forward foreign exchange contracts assets	—	16	—	16
Forward foreign exchange contracts liabilities	—	(1,429)	—	(1,429)
Total	163,255	(1,391)	—	161,864

There were no transfers between levels during the period ended June 30, 2025 or year ended December 31, 2024.

4. Critical accounting estimates and judgements

Management makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are outlined below.

NOTES TO FINANCIAL STATEMENTS (Unaudited) June 30, 2025 (cont'd)

(a) Fair value measurement of derivatives and securities not quoted in an active market

The Fund holds financial instruments that are not quoted in active markets, including derivatives. Fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Fund may value positions using its own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager, independent of the party that created them. The models used for private equity securities are based mainly on earnings multiples adjusted for a lack of marketability, as appropriate.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market. Refer to Note 3.2 for further information about the fair value measurement of the Fund's financial instruments.

(b) IFRS 10 'Consolidated Financial Statements'

In determining whether the Fund exhibits instances of control or significant influence, IFRS 10 "Consolidated Financial Statements" provides an exception to any financial statement consolidation requirements for entities that meet the definition of an "investment entity". Amongst other factors, the Fund meets the definition of investment entity as it obtains funds from one or more investors for the purpose of providing those investor(s) with professional investment management services and commit to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both. The Fund measures and evaluates the performance of substantially all of its investments on a fair value basis.

(c) Forward foreign exchange contracts

The Fund enters into forward foreign exchange contracts for hedging purposes only. These contracts are limited to the market value of foreign securities owned by the Fund and quoted in that currency or where the underlying exposure is to that currency. Contracts do not exceed three years duration. On a daily basis, the value of these contracts is the gain or loss that would be realized if the positions were to be closed out. This is recorded in "change in unrealized appreciation (depreciation)

on investments and derivatives". Upon closing of the contracts, the accumulated gains or losses are reported in "net realized gain (loss) on sale of investments and derivatives" in the statements of comprehensive income.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

5. Redeemable shares

The capital of the Fund is represented by issued redeemable shares that have no par value. Holders of shares are entitled to distributions, if any, and to payment of a proportionate amount based on the Fund's net asset value per share upon redemption. The Fund has no restrictions or specific capital requirements on the subscription and redemption of shares, other than minimum subscription requirements. The Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings where necessary. The changes in the number of shares during the last two periods ended June 30 were as follows:

	2025	2024
Outstanding, beginning of period	5,273,885	5,406,290
Issued for cash	112,557	151,727
Reinvestment of distributions	232,665	26,805
Redeemed	(233,307)	(259,434)
Outstanding, end of period	5,385,800	5,325,388

6. Related party transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The Fund is managed by Tradex Management Inc (The Manager) an investment management company incorporated under the Canada Business Corporations Act. Under the terms of the management agreement dated May 1, 1988 the Fund appointed Tradex Management Inc as a Manager to provide management services, including the provision of key management personnel, for an annual fee of 0.7% of the Fund's net asset value, calculated and accrued daily.

Tradex Management Inc. may from time to time voluntarily waive a portion of its management fees and/or absorb all or a portion of the other expenses of the Fund and/or rebate to the Fund a portion of the fees paid to it by the Fund in the second half annually. This reduces the expenses for the Fund, which in turn reduces its management expense ratio. In the second half of 2024, \$426,575 in expenses were reduced by such transactions. It is anticipated that a rebate will be made in the second half of 2025, although it is not possible to estimate the amount at this time.

BOARD OF DIRECTORS AND OFFICERS OF THE MANAGER

Christine Allison, FCPA, FCA *Ottawa, Ont.*
MD Financial Management (retired)
Director

Natalya G. Calabina, CPA, *Ottawa, Ont.*
Tradex Management Inc.
Chief Financial Officer

Philip E. Charko, *Ottawa, Ont.*
Canada Employment Insurance Financing Board (retired)
Director

Monique Collette, *Ottawa, Ont.*
Atlantic Canada Opportunities Agency (retired)
Director and Treasurer

Blair R. Cooper, CFA, MBA, *Ottawa, Ont.*
Tradex Management Inc.
Director, President, CEO

Chuck Hamilton, *Ottawa, Ont.*
Educators Financial Group (retired)
Director

Franklin Blake Johnston, *Ottawa, Ont.*
President, Diligence Public Affairs Inc.
Director

Tom MacDonald, *Ottawa, Ont.*
Global Affairs Canada (retired)
Director and Chair

Brien I.R. Marshall, *Ottawa, Ont.*
Tradex Management Inc.
Senior Vice President and Chief Operating Officer

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Consultant
Director

David Plunkett, *Ottawa, Ont.*
Global Affairs Canada (retired)
Director

Irit Weiser, LLB *Ottawa, Ont.*
Department of Justice (retired)
Director and Corporate Secretary

Karin Zabel, CPA, *Ottawa, Ont.*
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CORPORATE AND SHAREHOLDER INFORMATION

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We encourage you to visit
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