

# Interim Management Report of Fund Performance (MRFP)

For the period ended June 30, 2025

**Tangerine<sup>®</sup> Balanced ETF Portfolio**

This interim management report of fund performance contains financial highlights but does not contain the complete interim financial statements of the investment fund. You can get a copy of the interim financial statements at your request, and at no cost, by calling 1-877-464-5678, by writing to us at 40 Temperance Street, 16th Floor, Toronto, ON, M5H 0B4, or by visiting our website at <https://www.tangerine.ca/en/products/investing/portfolios> or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca). Unitholders may also contact us using one of these methods to request a copy of the investment fund's interim financial report, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

# Tangerine Balanced ETF Portfolio

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## Manager

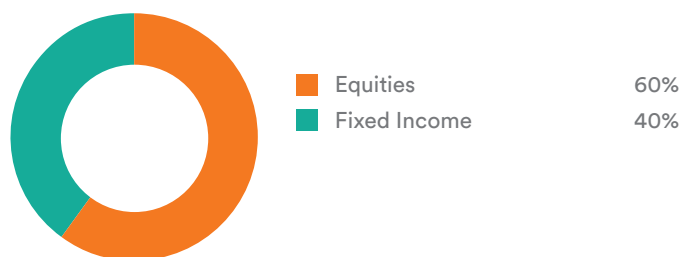
1832 Asset Management L.P. (the “Manager”)

## Portfolio Advisor

1832 Asset Management L.P. (the “Portfolio Advisor”)

## Investment Objective and Strategies

The Tangerine Balanced ETF Portfolio (the “Fund”) seeks to provide a balance of income and capital appreciation by investing in a diversified mix of equity and fixed income exchange traded funds which invest in securities located anywhere in the world.



The Portfolio Advisor intends to primarily invest in capitalization-weighted index ETFs (or index participation units), representing five distinct asset/regional allocations, including but not limited to: Canadian fixed income, Canadian equity, U.S. equity, international equity and emerging markets equity. Regional allocations to equities will be driven primarily by relative market size, meaning larger regions/countries will receive proportionally higher allocation than smaller regions/ countries.

## Risk

The risks associated with investing in the Fund are as described in the Simplified Prospectus. There were no material changes to the Fund over the year that affected the overall level of risk of the Fund.

## Results of Operations

The Fund had net assets of \$187 million at June 30, 2025 and \$170 million at December 31, 2024. The Fund's net assets increased by \$17 million over the six month period ending on June 30, 2025. The change was composed of subscriptions of \$12 million and investment performance of \$5 million.

## Investment Results

For the period ended at June 30, 2025 (the “period”), the Tangerine Balanced ETF Portfolio (the “Fund”) generated a total return of 2.8%. It performed in-line with the benchmark. The Fund's blended index, 60%-Solactive GBS Global Markets Large & Mid Cap Index (CA NTR) and 40%-Solactive Broad

Canadian Bond Universe Liquid ex MPL TR Index, returned 3.4% during the same period.

Global equities advanced over the period as represented by the Solactive GBS Global Markets Large & Mid Cap Index (CA NTR) returning 4.6%.

Canadian equities ended the period in positive territory posting double digit returns. The Canadian economy demonstrated resilience amid global uncertainty, supporting a strong performance in domestic equity markets. Equities rose meaningfully, buoyed by improving macroeconomic fundamentals and a favorable monetary policy environment.

U.S. equities were generally flat for the period. President Trump's initial proposal of tariffs sent shockwaves to both equity and bond markets. The signal from the markets was this would send inflation and interest rates up, weaken consumer and business confidence and trigger a recession. Though President Trump did dial back the tariffs from his initial proposal, tariffs did go into effect on Canada, Mexico and China, as well as on autos, steel and aluminum. This did have an impact on economic growth as the U.S. economy contracted at an annualized rate of 0.5%. This was largely driven by anemic growth in consumer spending and exports.

European equities delivered moderate gains, with the STOXX Europe 600 benefiting from stronger-than-expected economic data and resilience in industrials and luxury goods. The European Central Bank's (ECB) cautious approach to rate cuts supported sentiment in early 2025.

Japanese equities outperformed, with the Nikkei 225 hitting multi-decade highs amid yen weakness and corporate reforms. Chinese markets struggled with sluggish economic growth, property sector woes and ongoing U.S.-China tensions, although interventions by authorities in early 2025 stabilized investor sentiment.

Emerging market equities lagged developed peers, constrained by higher global interest rates, weaker currencies and recurring capital outflows. Latin America saw selective strength, particularly in countries with stable policy frameworks and commodity exposure.

The Canadian bond market, as represented by the Solactive Broad Canadian Bond Universe Liquid ex MPL TR Index, finished up 1.4% for the period. The 10-year Government of Canada yield began the year at approximately 3.2%, dipped to a low near 2.8% in March, and ended the period at 3.3%. The Bank of Canada (BoC) cut rates twice – 25 bps in January and another 25 bps in March – bringing the overnight rate to 2.75% by mid-year, as inflation continued to ease and growth remained subdued.

In the U.S., the 10-year Treasury yield fell from around 4.6% at the start of the year to 4.3% by the end of June. Despite market

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expectations for further easing, the Federal Reserve held the federal funds rate steady throughout the first half of 2025, following a series of cuts in late 2024. The Fed's cautious stance reflected persistent inflation pressures and uncertainty surrounding the economic impact of new trade policies. Credit spreads, as measured by ICE BofA Canadian and U.S. corporate indices OAS (Option-Adjusted Spread) widened amid geopolitical tensions, slowing global growth and renewed tariff announcements by the Trump administration, which raised concerns about corporate margins and global trade flows.

However, spreads gradually narrowed into June as markets adjusted to the policy environment and risk appetite returned, particularly in investment grade.

Over the period, the Canadian dollar strengthened against U.S. dollar, weakened against the Euro currency, British pound and Japanese yen.

## Related-Party Transactions

Affiliates of 1832 Asset Management L.P. may earn fees and spreads in connection with various services provided to, or transactions with the Fund, including securities lending transactions and other services as described below:

### Manager and Trustee

1832 Asset Management L.P. is a wholly owned subsidiary of The Bank of Nova Scotia ("Scotiabank"). 1832 Asset Management L.P. is the manager and trustee of the Fund. 1832 Asset Management L.P. is responsible for the Fund's day to day operations, is the portfolio advisor, and appoints the distributor for the Fund.

### Management and Administration Fees

1832 Asset Management L.P. is paid a management fee by the Fund as compensation for its services as well as a fixed administration fee. 1832 Asset Management L.P. in turn pays certain operating expenses of the Fund. Further details about the management fee and the fixed administration fee can be found in the Fund's most recent simplified prospectus.

### Principal Distributor

Tangerine Investment Funds Limited (the "principal distributor") is the principal distributor of the Fund and is an affiliate of 1832 Asset Management L.P. The principal distributor receives an ongoing trailer commission from 1832 Asset Management L.P. based on the total value of the units of the Fund held by its clients. Trailer commissions are paid by 1832 Asset Management L.P. out of the management fees it receives from the Fund.

## Securities Lending Transactions

The Fund did not participate in securities lending transactions with a related party during the period.

## Buying and Selling Securities

1832 Asset Management L.P. has established an Independent Review Committee ("IRC") which acts as an impartial and independent committee to review and provide recommendations or, in certain cases, approvals respecting any conflict of interest matters referred to it by the Manager.

The Manager and the Fund relied on standing instructions from the IRC in respect of one or more of the following types of transactions:

- Investing in or holding securities of a related issuer.
- Paying brokerage commissions and spreads to a related party for effecting security transactions on an agency and principal basis on behalf of the Fund.
- Investments in the securities of issuers for which a related underwriter acted as an underwriter during the distribution of such securities and the 60-day period following the completion of such distribution.
- Acquisition and holding of securities of a related underlying fund.

The applicable standing instructions require that investment decisions relating to the above types of transactions, among other relevant terms and conditions of the Manager's conflict policies and procedures, (i) are made free from any influence by the Manager or any entity related to the Manager and without taking into account any considerations relevant to the Manager or any entity related to the Manager; (ii) represent the business judgment of the portfolio advisor uninfluenced by any consideration other than the best interests of the Fund; and (iii) achieve a fair and reasonable result for the Fund.

## Related Brokerage Commissions

The Manager is a wholly owned subsidiary of Scotiabank. Scotiabank owns, directly or indirectly, 100% of Scotia Capital Inc., an investment dealer. From time to time, the Fund may enter into portfolio securities transactions with Scotia Capital Inc. or other related dealers in whom Scotiabank has a significant interest (a "Related Broker"). These Related Brokers may earn commission or spreads on such transactions, which are made on terms and conditions that are comparable to transactions made with non-related brokers.

During the period, the Fund paid \$11,506 in commissions to Related Brokers.

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## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help the reader understand the Fund's financial performance over each of the past five years ended December 31 and for the six months ended June 30, 2025. The information on the following tables is based on prescribed regulations and as a result, is not expected to add down due to the increase (decrease) in net assets from operations being based on average units outstanding during the period and all other numbers being based on actual units outstanding at the relevant point in time. Footnotes for the tables are found at the end of the Financial Highlights section.

### Net Assets per Unit<sup>1</sup> (\$)

	2025	2024	2023	2022	2021	2020
<b>Net assets – beginning of period</b>	<b>\$11.89</b>	<b>\$10.25</b>	<b>\$9.19</b>	<b>\$10.69</b>	<b>\$9.96</b>	<b>\$10.00</b>
<b>Increase (decrease) from operations:</b>						
Total revenue	0.12	0.24	0.22	0.20	0.20	0.67
Total expenses	(0.04)	(0.07)	(0.06)	(0.06)	(0.07)	(0.01)
Realized gains (losses) for the period	0.04	0.22	(0.01)	(0.19)	0.02	—
Unrealized gains (losses) for the period	0.21	1.40	1.07	(1.21)	0.74	(0.45)
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>\$0.33</b>	<b>\$1.79</b>	<b>\$1.22</b>	<b>\$(1.26)</b>	<b>\$0.89</b>	<b>\$0.21</b>
<b>Distributions:</b>						
From income (excluding dividends)	—	(0.16)	(0.16)	(0.13)	(0.08)	(0.19)
From dividends	—	(0.01)	(0.01)	(0.01)	—	—
From capital gains	—	—	—	(0.00)	—	—
Return of capital	—	—	—	—	—	—
<b>Total annual distributions<sup>3</sup></b>	<b>—</b>	<b>(0.17)</b>	<b>(0.17)</b>	<b>(0.14)</b>	<b>(0.08)</b>	<b>(0.19)</b>
<b>Net assets – end of period</b>	<b>\$12.22</b>	<b>\$11.89</b>	<b>\$10.25</b>	<b>\$9.19</b>	<b>\$10.69</b>	<b>\$9.96</b>

### Ratios and Supplemental data

Total net asset value (000's) <sup>4</sup>	\$187,085	\$170,300	\$141,753	\$134,958	\$117,648	\$8,142
Number of units outstanding (000's) <sup>4</sup>	15,306	14,325	13,825	14,679	11,007	817
Management expense ratio <sup>5</sup>	0.76%	0.76%	0.76%	0.76%	0.76%	0.77%
Management expense ratio before waivers or absorptions <sup>5</sup>	0.84%	0.84%	0.85%	0.85%	0.86%	1.09%
Trading expense ratio <sup>6</sup>	0.01%	0.02%	0.01%	0.04%	0.12%	1.18%
Portfolio turnover rate <sup>7</sup>	2.98%	14.59%	11.12%	14.45%	5.50%	3.88%
Net asset value per unit	\$12.22	\$11.89	\$10.25	\$9.19	\$10.69	\$9.96

#### Notes:

- (1) This information is derived from the Fund's annual audited financial statements, except for 2025, which is derived from the Fund's unaudited interim financial statements. The information for the net asset per unit section of the financial highlights are based on IFRS Accounting Standards ("IFRS"). The Fund commenced operations on November 10, 2020.
- (2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.
- (3) Distributions were paid in cash/reinvested in additional units of the Fund, or both.
- (4) This information is provided as at June 30 of the periods shown.
- (5) Management expense ratio ("MER") is based on total expenses plus harmonized sales tax (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The manager absorbed certain expenses of the fund. Such absorptions may be terminated at any time without notice.
- (6) 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.
- (7) 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 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.

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Management Fees

The breakdown of services received from 1832 Asset Management L.P. as a percentage of management fees earned is as follows:

Management Fees	Distribution	Other*
0.50%	80%	20%

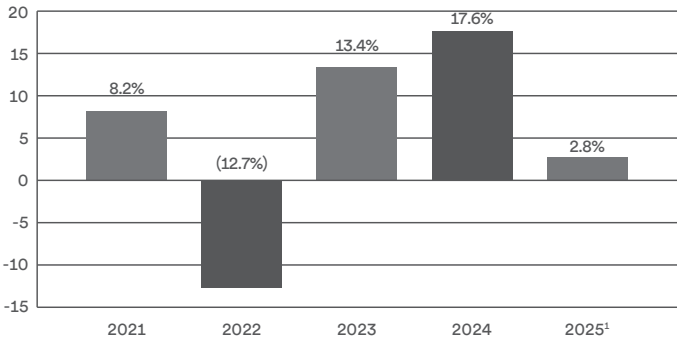
\* Includes investment advisory fees, administration fees

Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund and would be lower if the distributions were not reinvested. In addition, the performance information does not take into account any income taxes that may have been paid by investors who have invested in non-registered accounts. Past performance does not necessarily indicate how the Fund may perform in the future.

Year-by-Year Returns

The chart below indicates the Fund’s performance in each of the years shown and illustrates how the Fund’s performance has changed from year to year. The chart demonstrates, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

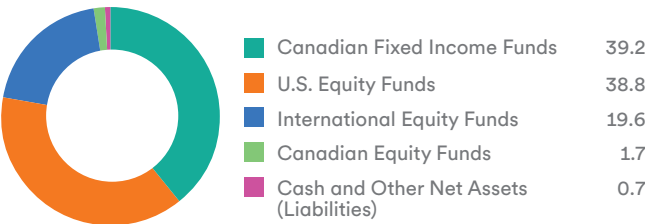


(1) For the six-month period ended June 30, 2025.

Summary of Investment Portfolio

(as at June 30, 2025)

Asset Allocation\* (% of Net Asset Value)



\* Actual allocation among the three investment types may deviate from the target allocations. The allocations are reviewed on a quarterly basis and if the Fund allocations deviate from the thresholds outlined in the Simplified Prospectus, the Fund will be re-balanced back to the target weightings.

Top Holdings (as at June 30, 2025)		% of Net Asset Value
1.	Scotia Canadian Bond Index Tracker ETF	39.2%
2.	Scotia U.S. Equity Index Tracker ETF	38.8%
3.	Scotia International Equity Index Tracker ETF	13.4%
4.	Scotia Emerging Markets Equity Index Tracker ETF	6.2%
5.	Scotia Canadian Large Cap Equity Index Tracker ETF	1.7%
6.	Cash and Other Net Assets (Liabilities)	0.7%
Total		100%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund and a quarterly update is available at [www.tangerine.ca](http://www.tangerine.ca).

## A Note on Forward-looking Statements

This report may contain forward-looking statements about the Fund, its future performance, strategies or prospects, and possible future Fund action. The words “may,” “could,” “should,” “would,” “suspect,” “outlook,” “believe,” “plan,” “anticipate,” “estimate,” “expect,” “intend,” “forecast,” “objective” and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Fund and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution the reader not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made by the Fund. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events. The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage the reader to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.