

IGM FINANCIAL INC.**Consolidated Statements of Income**

<i>(unaudited)</i> <i>(in thousands of dollars, except shares and per share amounts)</i>	Three months ended September 30		Nine months ended September 30	
	2006	2005	2006	2005
Fee and net investment income				
Management	\$ 456,481	\$ 420,516	\$ 1,364,695	\$ 1,217,628
Administration	77,097	74,481	233,659	229,362
Distribution	54,154	53,406	165,762	156,498
Net investment income and other	55,370	38,594	161,920	135,767
Total fee and net investment income	643,102	586,997	1,926,036	1,739,255
Operating expenses				
Commission expense	205,198	183,491	613,811	536,972
Non-commission expense	134,491	135,611	425,426	414,124
Interest expense	22,221	22,746	66,198	67,676
Total operating expenses	361,910	341,848	1,105,435	1,018,772
Income before income taxes and non-controlling interest	281,192	245,149	820,601	720,483
Income taxes	89,507	68,365	242,105	214,033
Income before non-controlling interest	191,685	176,784	578,496	506,450
Non-controlling interest	252	229	1,398	1,269
Net income	\$ 191,433	\$ 176,555	\$ 577,098	\$ 505,181
Average number of common shares (in thousands)				
- Basic	264,769	264,581	264,697	264,595
- Diluted	267,466	266,813	267,390	266,586
Earnings per share (in dollars)				
- Basic	\$ 0.72	\$ 0.67	\$ 2.18	\$ 1.91
- Diluted	\$ 0.72	\$ 0.66	\$ 2.16	\$ 1.90

Financial Highlights

	Three Months ended September 30			Nine Months ended September 30		
	2006	2005	Change	2006	2005	Change
Net income (\$ millions)						
Excluding a non-cash income tax benefit ⁽¹⁾	\$ 191.4	\$ 176.6	8.4 %	\$ 563.4	\$ 505.2	11.5 %
GAAP	191.4	176.6	8.4	577.1	505.2	14.2
Diluted earnings per share						
Excluding a non-cash income tax benefit ⁽¹⁾	0.72	0.66	9.1	2.11	1.90	11.1
GAAP	0.72	0.66	9.1	2.16	1.90	13.7
Return on equity						
Excluding a non-cash income tax benefit ⁽¹⁾				20.3%	19.9%	
GAAP				20.8%	19.9%	
Dividends per share	0.3975	0.3450	15.2	1.1375	0.9900	14.9
(\$ millions)						
Mutual funds						
Investors Group						
Sales	\$ 1,245	\$ 1,205	3.3 %	\$ 4,693	\$ 4,111	14.1 %
Net sales	127	56	129.0	1,010	524	92.8
Assets under management				53,993	49,045	10.1
Mackenzie						
Sales	1,446	1,721	(16.0)	6,285	5,892	6.7
Net sales (redemptions)	(194)	110	N/M	450	663	(32.1)
Assets under management				43,498	40,215	8.2
Counsel Group of Funds						
Sales	63	91	(30.8)	269	317	(15.1)
Net sales	19	48	(60.4)	121	186	(35.0)
Assets under management				2,026	1,772	14.3
Combined mutual fund assets under management ⁽²⁾				99,483	90,996	9.3
Other managed assets ⁽³⁾				10,948	5,589	95.9
Total assets under management				110,431	96,585	14.3
Employees				3,244	3,222	0.7 %

⁽¹⁾ Non-GAAP Financial Measures:

Results for the nine months ended September 30, 2006 exclude a non-cash income tax benefit recorded in the second quarter resulting from decreases in federal corporate income tax rates and their effect on the future income tax liability related to indefinite life intangible assets arising from the acquisition of Mackenzie Financial Corporation in 2001.

⁽²⁾ Adjusted for \$34 million in inter-segment assets (\$36 million at September 30, 2005).

⁽³⁾ Institutional accounts and structured products excluding \$2.3 billion of assets managed by Mackenzie on behalf of Investors Group (\$2.0 billion at September 30, 2005).