

Interim Condensed Consolidated Financial Statements

Consolidated Statements of Earnings

(unaudited) (in thousands of Canadian dollars, except per share amounts)

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Revenues				
Wealth management (Note 3)	\$ 696,756	\$ 616,037	\$ 1,985,696	\$ 1,788,648
Asset management	270,686	253,333	782,434	741,045
Dealer compensation expense	(86,192)	(82,778)	(253,593)	(243,942)
Net asset management (Note 3)	184,494	170,555	528,841	497,103
Net investment income and other	13,390	10,106	32,787	35,703
Proportionate share of associates' earnings (Note 7)	77,240	56,455	193,075	159,670
	971,880	853,153	2,740,399	2,481,124
Expenses				
Advisory and business development	309,139	278,250	915,190	822,404
Operations and support	221,106	211,405	650,733	621,196
Sub-advisory	23,821	19,978	67,229	56,882
Interest	32,399	32,438	96,633	96,916
	586,465	542,071	1,729,785	1,597,398
Earnings before income taxes	385,415	311,082	1,010,614	883,726
Income taxes	87,027	71,229	228,205	201,816
Net earnings	298,388	239,853	782,409	681,910
Non-controlling interest (Note 7)	(299)	(672)	(3,834)	(3,157)
Net earnings available to common shareholders	\$ 298,089	\$ 239,181	\$ 778,575	\$ 678,753
Earnings per share (in dollars) (Note 15)				
Net earnings available to common shareholders				
– Basic	\$ 1.26	\$ 1.01	\$ 3.29	\$ 2.86
– Diluted	\$ 1.26	\$ 1.01	\$ 3.28	\$ 2.86

(See accompanying notes to interim condensed consolidated financial statements)

Consolidated Statements of Comprehensive Income

(unaudited) (in thousands of Canadian dollars)

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Net earnings	\$ 298,388	\$ 239,853	\$ 782,409	\$ 681,910
Other comprehensive income (loss), net of tax				
Items that will not be reclassified to Net earnings				
Fair value through other comprehensive income investments				
Other comprehensive income (loss) (Note 4), net of tax of \$(92,658), \$(50,946), \$(129,420) and \$(80,040)	593,693	326,431	836,767	519,314
Employee benefits				
Net actuarial gains (losses), net of tax of \$7,946, \$2,096, \$3,257 and \$(13,849)	(21,628)	(5,711)	(8,864)	37,709
Investment in associates – employee benefits and other				
Other comprehensive income (loss), net of tax of nil	1,183	974	1,968	3,514
Items that may be reclassified subsequently to Net earnings				
Investment in associates and other				
Other comprehensive income (loss), net of tax of \$(5,703), \$(723), \$1,307 and \$(2,248)	63,166	35,244	(31,884)	77,696
	636,414	356,938	797,987	638,233
Total comprehensive income	934,802	596,791	1,580,396	1,320,143
Non-controlling interest	(299)	(672)	(3,834)	(3,157)
Total comprehensive income available to common shareholders	\$ 934,503	\$ 596,119	\$ 1,576,562	\$ 1,316,986

(See accompanying notes to interim condensed consolidated financial statements)

Consolidated Balance Sheets

(unaudited) (in thousands of Canadian dollars)

	September 30 2025	December 31 2024
Assets		
Cash and cash equivalents	\$ 1,042,932	\$ 910,278
Other investments (Note 4)	2,440,209	1,468,457
Client funds on deposit	2,722,225	3,723,661
Accounts and other receivables	299,930	268,413
Income taxes recoverable	27,085	1,281
Loans (Note 5)	5,311,961	5,462,405
Derivative financial instruments	44,533	36,022
Other assets	214,447	187,139
Investment in associates (Note 7)	4,111,034	3,979,744
Capital assets	320,567	309,119
Capitalized sales commissions	430,736	418,996
Deferred income taxes	2,010	3,486
Intangible assets	1,283,971	1,277,200
Goodwill	2,636,771	2,636,771
Total assets	\$ 20,888,411	\$ 20,682,972
Liabilities		
Accounts payable and accrued liabilities	\$ 488,208	\$ 492,326
Income taxes payable	24,194	33,464
Derivative financial instruments	18,587	25,721
Client deposits	2,701,760	3,702,514
Other liabilities	494,946	409,524
Obligations to securitization entities (Note 6)	4,912,718	5,024,916
Lease obligations	157,382	160,804
Deferred income taxes	705,177	563,297
Long-term debt	2,400,000	2,400,000
Total liabilities	11,902,972	12,812,566
Equity		
Share capital		
Common shares	1,851,290	1,785,233
Contributed surplus	51,907	54,589
Retained earnings	5,140,978	4,890,896
Accumulated other comprehensive income (loss)	1,849,149	1,070,057
Total shareholders' equity	8,893,324	7,800,775
Non-controlling interest	92,115	69,631
Total equity	8,985,439	7,870,406
Total liabilities and equity	\$ 20,888,411	\$ 20,682,972

These interim condensed consolidated financial statements were approved and authorized for issuance by the Board of Directors on November 6, 2025.

(See accompanying notes to interim condensed consolidated financial statements)

Consolidated Statements of Changes in Equity

(unaudited) (in thousands of Canadian dollars)

Nine months ended September 30	Share capital – Common shares (Note 9)	Contributed surplus	Retained earnings	Accumulated other compre- hensive income (loss) (Note 12)	Non- controlling interest	Total equity
2025						
Balance, beginning of period	\$ 1,785,233	\$ 54,589	\$ 4,890,896	\$ 1,070,057	\$ 69,631	\$ 7,870,406
Net earnings	–	–	778,575	–	3,834	782,409
Other comprehensive income (loss), net of tax	–	–	–	797,987	–	797,987
Total comprehensive income (loss)	–	–	778,575	797,987	3,834	1,580,396
Common shares						
Issued under stock option plan	93,607	–	–	–	–	93,607
Purchased for cancellation	(27,550)	–	–	–	–	(27,550)
Stock options						
Current period expense	–	2,682	–	–	–	2,682
Exercised	–	(5,364)	–	–	–	(5,364)
Common share dividends	–	–	(399,104)	–	–	(399,104)
Dividends to non-controlling interest	–	–	–	–	(1,750)	(1,750)
Issuance of non-controlling interest (Note 7)	–	–	–	–	20,400	20,400
Transfer out of fair value through other comprehensive income	–	–	18,895	(18,895)	–	–
Common share cancellation excess and other	–	–	(148,284)	–	–	(148,284)
Balance, end of period	\$ 1,851,290	\$ 51,907	\$ 5,140,978	\$ 1,849,149	\$ 92,115	\$ 8,985,439
2024						
Balance, beginning of period	\$ 1,690,626	\$ 57,926	\$ 4,595,620	\$ 316,290	\$ 59,946	\$ 6,720,408
Net earnings	–	–	678,753	–	3,157	681,910
Other comprehensive income (loss), net of tax	–	–	–	638,233	–	638,233
Total comprehensive income (loss)	–	–	678,753	638,233	3,157	1,320,143
Common shares						
Issued under stock option plan	21,803	–	–	–	–	21,803
Purchased for cancellation	(14,735)	–	–	–	–	(14,735)
Stock options						
Current period expense	–	2,532	–	–	–	2,532
Exercised	–	(1,021)	–	–	–	(1,021)
Common share dividends	–	–	(400,086)	–	–	(400,086)
Dividends to non-controlling interest	–	–	–	–	(2,240)	(2,240)
Transfer out of fair value through other comprehensive income	–	–	(38)	38	–	–
Common share cancellation excess and other	–	–	(64,789)	–	–	(64,789)
Balance, end of period	\$ 1,697,694	\$ 59,437	\$ 4,809,460	\$ 954,561	\$ 60,863	\$ 7,582,015

(See accompanying notes to interim condensed consolidated financial statements)

Consolidated Statements of Cash Flows

(unaudited) (in thousands of Canadian dollars)

Nine months ended September 30	2025	2024
Operating activities		
Earnings before income taxes	\$ 1,010,614	\$ 883,726
Income taxes paid	(236,606)	(142,925)
Adjustments to determine net cash from operating activities		
Capitalized sales commission amortization	85,147	78,210
Capitalized sales commissions paid	(92,453)	(95,247)
Amortization of capital, intangible and other assets	73,533	68,947
Proportionate share of associates' earnings, net of dividends received	(77,811)	(41,984)
Pension and other post-employment benefits	3,919	7,591
Changes in operating assets and liabilities and other	(72,860)	49,969
Cash from operating activities before restructuring provision payments	693,483	808,287
Restructuring provision cash payments	(10,124)	(23,575)
	683,359	784,712
Financing activities		
Net increase in client certificates	–	5
Increase in obligations to securitization entities	1,082,041	1,163,878
Repayments of obligations to securitization entities and other	(1,200,002)	(1,011,115)
Repayment of lease obligations	(14,840)	(19,325)
Issue of common shares	88,243	20,782
Common shares purchased for cancellation	(164,264)	(75,786)
Common share dividends paid	(399,820)	(400,924)
	(608,642)	(322,485)
Investing activities		
Purchase of other investments	(109,441)	(86,619)
Proceeds from the sale of other investments	95,303	64,294
Increase in loans	(1,480,180)	(1,128,856)
Repayment of loans and other	1,631,020	862,632
Net additions to capital assets	(28,857)	(15,331)
Net cash used in additions to intangible assets and other	(49,908)	(62,848)
	57,937	(366,728)
Increase in cash and cash equivalents	132,654	95,499
Cash and cash equivalents, beginning of period	910,278	544,633
Cash and cash equivalents, end of period	\$ 1,042,932	\$ 640,132
Cash	\$ 684,654	\$ 525,100
Cash equivalents	358,278	115,032
	\$ 1,042,932	\$ 640,132
Supplemental disclosure of cash flow information related to operating activities		
Interest and dividends received	\$ 286,938	\$ 278,207
Interest paid	\$ 230,002	\$ 220,991

(See accompanying notes to interim condensed consolidated financial statements)

Notes to the Interim Condensed Consolidated Financial Statements

September 30, 2025 (unaudited) (in thousands of Canadian dollars, except shares and per share amounts)

Note 1. Corporate information

IGM Financial Inc. (the Company) is a publicly listed company (TSX: IGM), incorporated and domiciled in Canada. The registered address of the Company is 447 Portage Avenue, Winnipeg, Manitoba, Canada. The Company is controlled by Power Corporation of Canada (Power).

IGM Financial Inc. is a wealth and asset management company which serves the financial needs of Canadians through its principal subsidiaries, each operating distinctly within the advice segment of the financial services market. The Company's wholly-owned principal subsidiaries are IGWM Inc. (formerly Investors Group Inc.) and Mackenzie Financial Corporation (Mackenzie).

Note 2. Summary of material accounting policies

The unaudited Interim Condensed Consolidated Financial Statements of the Company (Interim Financial Statements) have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*, using the accounting policies as set out in Note 2 to the Consolidated Financial Statements for the year ended December 31, 2024. The Interim Financial Statements should be read in conjunction with the Consolidated Financial Statements in the 2024 IGM Financial Inc. Annual Report.

Future accounting changes

The Company continuously monitors changes proposed by the International Accounting Standards Board (IASB) and analyzes the effect that changes in the standards may have on the Company's operations.

Note 3. Revenues from contracts with customers

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Advisory fees	\$ 368,098	\$ 328,627	\$ 1,056,456	\$ 952,992
Product and program fees	281,638	251,035	802,390	723,369
	649,736	579,662	1,858,846	1,676,361
Other financial planning revenues	47,020	36,375	126,850	112,287
Wealth management	696,756	616,037	1,985,696	1,788,648
Asset management	270,686	253,333	782,434	741,045
Dealer compensation expense	(86,192)	(82,778)	(253,593)	(243,942)
Net asset management	184,494	170,555	528,841	497,103
Net revenues from contracts with customers	\$ 881,250	\$ 786,592	\$ 2,514,537	\$ 2,285,751

Wealth management revenue is earned by providing financial planning, investment advisory and related financial services. Advisory fees, related to financial planning, are associated with assets under management and advisement. Product and program fees, related to investment management and administration services, are associated with assets under management. Other financial planning revenues include insurance, banking products and services, and mortgage lending activities.

Asset management revenue, related to investment management advisory and administrative services, depends on the level and composition of assets under management.

Note 4. Other investments

	September 30, 2025		December 31, 2024	
	Cost	Fair value	Cost	Fair value
Fair value through other comprehensive income (FVTOCI)				
Corporate investments	\$ 296,840	\$ 2,301,654	\$ 289,904	\$ 1,350,376
Fair value through profit or loss (FVTPL)				
Equity securities	1,822	2,226	1,772	1,974
Proprietary investment funds	128,034	136,329	107,782	116,107
	129,856	138,555	109,554	118,081
	\$ 426,696	\$ 2,440,209	\$ 399,458	\$ 1,468,457

Wealthsimple Financial Corp. (Wealthsimple) is a financial company that provides simple digital tools for growing and managing client money. The Company's investment in Wealthsimple is primarily held through a limited partnership controlled by Power. The investment is classified at FVTOCI. IGM Financial Inc. holds a 26.0% economic interest in Wealthsimple (December 31, 2024 – 27.2%).

At September 30, 2025, the Company increased the fair value of its investment in Wealthsimple to \$2,156 million (December 31, 2024 – \$1,219 million). The increase in fair value considers a transaction involving multiple third parties which closed on October 31, 2025, the increase in public market peer valuations, as well as Wealthsimple's business performance and revenue expectations. Fair value is determined by using observable transactions in the investments' securities where available, discounted cash flows, and other valuation metrics, including revenue multiples used in the valuation of comparable public companies.

Note 5. Loans

	Contractual maturity			September 30 2025 Total	December 31 2024 Total
	1 year or less	1 – 5 years	Over 5 years		
Amortized cost					
Residential mortgages	\$ 1,402,710	\$ 3,870,505	\$ 11,817	\$ 5,285,032	\$ 5,463,188
Less: Allowance for expected credit losses				705	783
				5,284,327	5,462,405
Fair value through profit or loss				27,634	–
				\$ 5,311,961	\$ 5,462,405
The change in the allowance for expected credit losses is as follows:					
Balance, beginning of period				\$ 783	\$ 737
Write-offs, net of recoveries				(157)	(111)
Change in expected credit losses				79	157
Balance, end of period				\$ 705	\$ 783

Total credit impaired loans as at September 30, 2025 were \$4.9 million (December 31, 2024 – \$3.5 million).

Total interest income on loans was \$162.5 million (2024 – \$151.1 million). Total interest expense on obligations to securitization entities, related to securitized loans, was \$140.4 million (2024 – \$125.3 million). Gains realized on the sale of residential mortgages totalled \$4.0 million (2024 – \$0.5 million). Fair value adjustments related to mortgage banking operations totalled negative \$1.9 million (2024 – negative \$9.5 million). These amounts were included in Wealth management revenue. Wealth management revenue also includes other mortgage banking related items including portfolio insurance, issue costs, and other items.

Note 6. Securitizations

The Company securitizes residential mortgages through the Canada Mortgage and Housing Corporation (CMHC) sponsored National Housing Act Mortgage-Backed Securities (NHA MBS) Program and Canada Mortgage Bond (CMB) Program and through Canadian bank-sponsored asset-backed commercial paper (ABCP) programs. These transactions do not meet the requirements for derecognition as the Company retains prepayment risk and certain elements of credit risk. Accordingly, the Company has retained these mortgages on its balance sheets and has recorded offsetting liabilities for the net proceeds received as Obligations to securitization entities which are recorded at amortized cost.

The Company earns interest on the mortgages and pays interest on the obligations to securitization entities. As part of the CMB transactions, the Company enters into a swap transaction whereby the Company pays coupons on CMBs and receives investment returns on the NHA MBS and the reinvestment of repaid mortgage principal. A component of this swap, related to the obligation to pay CMB coupons and receive investment returns on repaid mortgage principal, and the hedging swap used to manage exposure to changes in variable rate investment returns, are recorded as derivatives with a fair value of negative \$2.6 million at September 30, 2025 (December 31, 2024 – negative \$7.9 million).

All mortgages securitized under the NHA MBS and CMB Program are insured by CMHC or another approved insurer under the program. As part of the ABCP transactions, the Company has provided cash reserves for credit enhancement which are recorded at cost. Credit risk is limited to these cash reserves and future net interest income as the ABCP Trusts have no recourse to the Company's other assets for failure to make payments when due.

	Securitized mortgages	Obligations to securitization entities	Net
September 30, 2025			
Carrying value			
NHA MBS and CMB Program	\$ 2,576,104	\$ 2,573,472	\$ 2,632
Bank sponsored ABCP	2,274,408	2,339,246	(64,838)
Total	\$ 4,850,512	\$ 4,912,718	\$ (62,206)
Fair value	\$ 4,977,369	\$ 5,057,384	\$ (80,015)
December 31, 2024			
Carrying value			
NHA MBS and CMB Program	\$ 2,494,701	\$ 2,475,814	\$ 18,887
Bank sponsored ABCP	2,551,546	2,549,102	2,444
Total	\$ 5,046,247	\$ 5,024,916	\$ 21,331
Fair value	\$ 5,078,431	\$ 5,098,441	\$ (20,010)

The carrying value of Obligations to securitization entities, which is recorded net of issue costs, includes principal payments received on securitized mortgages that are not due to be settled until after the reporting period. Issue costs are amortized over the life of the obligation on an effective interest rate basis.

Note 7. Investment in associates

	Lifeco	ChinaAMC	Rockefeller	Northleaf	Other	Total
September 30, 2025						
Balance, beginning of period	\$ 633,475	\$ 2,030,081	\$ 903,208	\$ 353,565	\$ 59,415	\$ 3,979,744
Additions	–	–	–	102,000	–	102,000
Dividends	(40,510)	(66,004)	–	(8,750)	–	(115,264)
Proportionate share of:						
Earnings (losses)	68,409	106,386	(2,121)	19,170 ⁽¹⁾	1,231	193,075
Other comprehensive income (loss) and other adjustments	2,265	(17,985)	(29,505)	(3,296)	–	(48,521)
Balance, end of period	\$ 663,639	\$ 2,052,478	\$ 871,582	\$ 462,689	\$ 60,646	\$ 4,111,034
September 30, 2024						
Balance, beginning of period	\$ 589,288	\$ 1,885,223	\$ 844,795	\$ 301,845	\$ 38,023	\$ 3,659,174
Additions	–	–	85	–	21,456	21,541
Dividends	(36,857)	(72,926)	–	(7,903)	–	(117,686)
Proportionate share of:						
Earnings (losses)	66,775	88,134	(10,800)	15,786 ⁽¹⁾	(225)	159,670
Other comprehensive income (loss) and other adjustments	(60)	56,152	17,881	–	–	73,973
Balance, end of period	\$ 619,146	\$ 1,956,583	\$ 851,961	\$ 309,728	\$ 59,254	\$ 3,796,672

(1) The Company's proportionate share of Northleaf's earnings net of Non-controlling interest was \$15,336 (2024 – \$12,629).

The Company uses the equity method to account for its investments in associates, which include Great-West Lifeco Inc. (Lifeco), China Asset Management Co., Ltd. (ChinaAMC), Rockefeller Capital Management (Rockefeller), and Northleaf Capital Group Ltd. (Northleaf), as it exercises significant influence.

Northleaf

As at September 30, 2025, additional consideration payable in the fourth quarter had an estimated fair value of \$142.0 million (December 31, 2024 – \$40.0 million). The change in fair value of \$102.0 million during 2025 was recorded as an adjustment to the cost of the Company's investment in Northleaf, of which \$20.4 million was attributable to Non-controlling interest.

Note 8. Employee benefits

The registered pension plan continues to be in an accounting surplus. Discount rates have increased to 4.90% from 4.75% at December 31, 2024. The pension assets have increased to \$610 million from \$593 million at December 31, 2024, while the pension obligation has decreased to \$474 million from \$476 million at December 31, 2024.

The net accrued benefit asset (liability) recorded in the Consolidated Balance Sheets are:

	September 30, 2025			December 31, 2024		
	Defined benefit pension plan	Supplementary executive retirement plans	Other post-employment benefits	Defined benefit pension plan	Supplementary executive retirement plans	Other post-employment benefits
Accrued benefit assets	\$ 99,932	\$ –	\$ –	\$ 117,447	\$ –	\$ –
Accrued benefit liabilities	–	(61,429)	(22,465)	–	(62,226)	(23,144)
Balance, end of period	\$ 99,932	\$ (61,429)	\$ (22,465)	\$ 117,447	\$ (62,226)	\$ (23,144)

The International Financial Reporting Interpretation Committee's *The Limit on a Defined Benefit Asset, Minimum Funding Requirements, and their Interaction* (IFRIC 14) requires a company to limit the defined benefit asset, when a defined benefit plan is in a net asset position, to the future economic benefit received through future contribution reductions (asset ceiling). As a result of IFRIC 14, the Company was limited to recording an accrued benefit asset of \$99.9 million on its defined benefit pension plan resulting in an unrecorded accrued benefit asset of \$36.0 million.

The change in the unrecognized amount due to the asset ceiling is as follows:

	September 30 2025	December 31 2024
Balance, beginning of period	\$ –	\$ –
Change in unrecognized amount due to asset ceiling	36,040	–
Balance, end of period	\$ 36,040	\$ –

Note 9. Share capital

Authorized

Unlimited number of:

- First preferred shares, issuable in series
- Second preferred shares, issuable in series
- Class 1 non-voting shares
- Common shares, no par value

Issued and outstanding

	September 30, 2025		September 30, 2024	
	Shares	Stated value	Shares	Stated value
Common shares:				
Balance, beginning of period	237,878,838	\$ 1,785,233	238,131,738	\$ 1,690,626
Issued under Stock Option Plan	2,309,500	93,607	571,168	21,803
Purchased for cancellation	(3,620,400)	(27,550)	(2,073,400)	(14,735)
Balance, end of period	236,567,938	\$ 1,851,290	236,629,506	\$ 1,697,694

Normal course issuer bid

On December 23, 2024, the Company commenced a Normal Course Issuer Bid (NCIB) which will continue until December 22, 2025, when the bid expires, or such earlier date as the Company completes its purchases pursuant to the notice of intention filed with the TSX. Pursuant to this bid, the Company may purchase up to 5.0 million or 2.1% of its common shares outstanding as at December 9, 2024. On December 21, 2023, the Company commenced a NCIB, effective until December 20, 2024, which authorized it to purchase up to 3 million or 1.3% of its common shares outstanding as at December 7, 2023.

In the third quarter of 2025, there were 1,061,300 shares (2024 – 694,400) purchased at a cost of \$50.6 million (2024 – \$26.7 million). In the nine months ended September 30, 2025, there were 3,620,400 shares (2024 – 2,073,400) purchased at a cost of \$164.3 million (2024 – \$75.8 million). The premium paid to purchase the shares in excess of the stated value was charged to Retained earnings.

In connection with its NCIB, the Company has established an automatic securities purchase plan for its common shares. The automatic securities purchase plan provides standard instructions regarding how IGM Financial's common shares are to be purchased under the NCIB during certain pre-determined trading blackout periods, subject to pre-established parameters. Outside of these pre-determined trading blackout periods, purchases under the Company's NCIB will be completed based upon management's discretion.

Note 10. Capital management

The capital management policies, procedures and activities of the Company are discussed in the Capital Resources section of the Company's Management's Discussion and Analysis contained in the Third Quarter 2025 Report to Shareholders and in Note 20 to the Consolidated Financial Statements in the 2024 IGM Financial Inc. Annual Report and have not changed significantly since December 31, 2024.

Note 11. Share-based payments

Stock option plan

	September 30 2025	December 31 2024
Common share options		
– Outstanding	6,253,049	8,026,118
– Exercisable	3,479,899	4,786,815

In the third quarter of 2025, the Company did not grant options to employees (2024 – nil). In the nine months ended September 30, 2025, the Company granted 539,310 options to employees (2024 – 673,814). The weighted-average fair value of options granted during the nine months ended September 30, 2025, has been estimated at \$6.58 per option (2024 – \$4.15) using the Black-Scholes option pricing model. The weighted-average closing share price at the grant date was \$45.18.

Other assumptions used in these valuation methods include:

Nine months ended September 30	2025	2024
Exercise price	\$ 44.55	\$ 35.68
Risk-free interest rate	3.09%	3.61%
Expected option life	7 years	7 years
Expected volatility	24.00%	24.00%
Expected dividend yield	4.98%	6.33%

Expected volatility has been estimated based on the historic volatility of the Company's share price over seven years which is reflective of the expected option life. Options vest over a period of up to 7.5 years from the grant date and are exercisable no later than 10 years after the grant date.

Note 12. Accumulated other comprehensive income (loss)

	Employee benefits	Other investments	Investment in associates and other	Total
September 30, 2025				
Balance, beginning of period	\$ 34,075	\$ 917,297	\$ 118,685	\$ 1,070,057
Other comprehensive income (loss)	(8,864)	836,767	(29,916)	797,987
Transfer out of FVTOCI	–	(18,895)	–	(18,895)
Balance, end of period	\$ 25,211	\$ 1,735,169	\$ 88,769	\$ 1,849,149
September 30, 2024				
Balance, beginning of period	\$ (13,995)	\$ 393,956	\$ (63,671)	\$ 316,290
Other comprehensive income (loss)	37,709	519,314	81,210	638,233
Transfer out of FVTOCI	–	38	–	38
Balance, end of period	\$ 23,714	\$ 913,308	\$ 17,539	\$ 954,561

Amounts are recorded net of tax.

Note 13. Risk management

The risk management policies and procedures of the Company are discussed in the Financial Risk section of the Company's Management's Discussion and Analysis contained in the Third Quarter 2025 Report to Shareholders and in Note 23 to the Consolidated Financial Statements in the 2024 IGM Financial Inc. Annual Report and have not changed significantly since December 31, 2024.

Note 14. Fair value of financial instruments

Fair values are management's estimates and are calculated using market conditions at a specific point in time and may not reflect future fair values. The calculations are subjective in nature, involve uncertainties and are matters of significant judgment.

All financial instruments measured at fair value and those for which fair value is disclosed are classified into one of three levels that distinguish fair value measurements by the significance of the inputs used for valuation.

Fair value is determined based on the price that would be received for an asset or paid to transfer a liability in the most advantageous market, utilizing a hierarchy of three different valuation techniques, based on the lowest level input that is significant to the fair value measurement in its entirety.

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

Level 2 – Observable inputs other than Level 1 quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; or inputs other than quoted prices that are observable or corroborated by observable market data; and

Level 3 – Unobservable inputs that are supported by little or no market activity. Valuation techniques are primarily model-based.

Markets are considered inactive when transactions are not occurring with sufficient regularity. Inactive markets may be characterized by a significant decline in the volume and level of observed trading activity or through large or erratic bid/offer spreads. In those instances where traded markets are not considered sufficiently active, fair value is measured using valuation models which may utilize predominantly observable market inputs (Level 2) or may utilize predominantly non-observable market inputs (Level 3). Management considers all reasonably available information including indicative broker quotations, any available pricing for similar instruments, recent arm's length market transactions, any relevant observable market inputs, and internal model-based estimates. Management exercises judgment in determining the most appropriate inputs and the weighting ascribed to each input as well as in the selection of valuation methodologies.

Fair value is determined using the following methods and assumptions:

Other investments and other financial assets and financial liabilities are valued using quoted prices from active markets, when available. When a quoted market price is not readily available, valuation techniques are used that require assumptions related to discount rates and the timing and amount of future cash flows. Wherever possible, observable market inputs are used in the valuation techniques.

Loans classified as Level 2 are valued using market interest rates for loans with similar credit risk and maturity.

Loans classified as Level 3 are valued by discounting the expected future cash flows at prevailing market yields.

Valuation methods used for Other investments classified as Level 3 include comparison to market transactions with arm's length third parties, use of market multiples, and discounted cash flow analysis.

Obligations to securitization entities are valued by discounting the expected future cash flows at prevailing market yields for securities issued by these securitization entities having similar terms and characteristics.

Long-term debt is valued using quoted prices for each debenture available in the market.

Derivative financial instruments are valued based on quoted market prices, where available, prevailing market rates for instruments with similar characteristics and maturities, or discounted cash flow analysis.

Level 1 financial instruments include exchange-traded equity investments and open-end investment fund units and other financial liabilities in instances where there are quoted prices available from active markets.

Level 2 assets and liabilities include fixed income securities, loans, derivative financial instruments and long-term debt. The fair value of fixed income securities is determined using quoted market prices or independent dealer price quotes. The fair value of derivative financial instruments is determined using valuation models, discounted cash flow methodologies, or similar techniques using primarily observable market inputs. The fair value of long-term debt is determined using indicative broker quotes.

Level 3 assets and liabilities include investments with little or no trading activity valued using broker-dealer quotes, loans, other financial assets, obligations to securitization entities and derivative financial instruments. Derivative financial instruments consist of principal reinvestment account swaps which represent the component of a swap entered into under the CMB Program whereby the Company pays coupons on Canada Mortgage Bonds and receives investment returns on the reinvestment of repaid mortgage principal. Fair value is determined by discounting the projected cashflows of the swaps. The notional amount, which is an input used to determine the fair value of the swap, is determined using an average unobservable prepayment rate of 15% which is based on historical prepayment patterns. An increase (decrease) in the assumed mortgage prepayment rate increases (decreases) the notional amount of the swap. Level 3 Other investments of \$2,302 million are predominantly comprised of early-stage financial technology companies, including Wealthsimple with a fair value of \$2,156 million. Fair value is determined by using observable transactions in the investments' securities, where available, discounted cash flows, and other valuation metrics, including revenue multiples, used in the valuation of comparable public companies. A 5% increase (decrease) to forecasted cash flows or revenue multiples would result in an increase (decrease) in fair value of the Company's investment in Wealthsimple of approximately \$108 million.

The following table presents the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. The table distinguishes between those financial instruments recorded at fair value and those recorded at amortized cost. The table also excludes fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. These items include cash and cash equivalents, client funds on deposit, accounts and other receivables, certain other financial assets, accounts payable and accrued liabilities, client deposits, and certain other financial liabilities.

		Fair value			
	Carrying value	Level 1	Level 2	Level 3	Total
September 30, 2025					
Financial assets recorded at fair value					
Other investments					
– FVTOCI	\$ 2,301,654	\$ –	\$ –	\$ 2,301,654	\$ 2,301,654
– FVTPL	138,555	138,555	–	–	138,555
Loans					
– FVTPL	27,634	–	27,634	–	27,634
Derivative financial instruments	44,533	–	40,328	4,205	44,533
Financial assets recorded at amortized cost					
Loans					
– Amortized cost	5,284,327	–	430,755	4,977,369	5,408,124
Financial liabilities recorded at fair value					
Derivative financial instruments	18,587	–	8,344	10,243	18,587
Financial liabilities recorded at amortized cost					
Obligations to securitization entities	4,912,718	–	–	5,057,384	5,057,384
Long-term debt	2,400,000	–	2,487,268	–	2,487,268
December 31, 2024					
Financial assets recorded at fair value					
Other investments					
– FVTOCI	\$ 1,350,376	\$ –	\$ –	\$ 1,350,376	\$ 1,350,376
– FVTPL	118,081	118,081	–	–	118,081
Derivative financial instruments	36,022	–	30,212	5,810	36,022
Financial assets recorded at amortized cost					
Loans					
– Amortized cost	5,462,405	–	413,443	5,078,431	5,491,874
Financial liabilities recorded at fair value					
Derivative financial instruments	25,721	–	16,317	9,404	25,721
Financial liabilities recorded at amortized cost					
Obligations to securitization entities	5,024,916	–	–	5,098,441	5,098,441
Long-term debt	2,400,000	–	2,485,403	–	2,485,403

There were no significant transfers between Level 1 and Level 2 in 2025 and 2024.

The following table provides a summary of changes in Level 3 assets and liabilities measured at fair value on a recurring basis. There were no transfers in or out of Level 3 in 2025 and 2024.

	Balance January 1	Gains (losses) included in Net earnings ⁽¹⁾	Gains (losses) included in Other comprehensive income	Purchases and issuances	Settlements	Balance September 30
September 30, 2025						
Other investments						
– FVTOCI	\$ 1,350,376	\$ –	\$ 966,187	\$ 10,708	\$ 25,617	\$ 2,301,654
Derivative financial instruments, net	(3,594)	(856)	–	(1,871)	(283)	(6,038)
September 30, 2024						
Other investments						
– FVTOCI	\$ 721,379	\$ –	\$ 599,398	\$ 20,782	\$ 179	\$ 1,341,380
– FVTPL	11,429	–	–	–	11,429	–
Derivative financial instruments, net	7,721	(7,379)	–	(1,630)	2,417	(3,705)

(1) Included in Wealth management revenue or Net investment income and other in the Consolidated Statements of Earnings.

Note 15. Earnings per common share

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Earnings				
Net earnings	\$ 298,388	\$ 239,853	\$ 782,409	\$ 681,910
Non-controlling interest	(299)	(672)	(3,834)	(3,157)
Net earnings available to common shareholders	\$ 298,089	\$ 239,181	\$ 778,575	\$ 678,753
Number of common shares (in thousands)				
Weighted average number of common shares outstanding	236,199	236,553	236,632	237,280
Add: Potential exercise of outstanding stock options ⁽¹⁾	970	378	759	221
Average number of common shares outstanding – diluted basis	237,169	236,931	237,391	237,501
Earnings per common share (in dollars)				
Basic	\$ 1.26	\$ 1.01	\$ 3.29	\$ 2.86
Diluted	\$ 1.26	\$ 1.01	\$ 3.28	\$ 2.86

(1) Excludes 29 thousand shares for the three months ended September 30, 2025, related to outstanding stock options that were anti-dilutive (2024 – 605 thousand).
Excludes 74 thousand shares for the nine months ended September 30, 2025, related to outstanding stock options that were anti-dilutive (2024 – 983 thousand).

Note 16. Contingent liabilities

The Company is subject to legal actions arising in the normal course of its business. In December 2018, a proposed class action was filed in the Ontario Superior Court against Mackenzie Financial Corporation (Mackenzie) which alleges that the company should not have paid mutual fund trailing commissions to order execution only dealers. This action was certified in January 2024. In August 2022, a second proposed class action concerning the same subject matter was filed against Mackenzie.

In late March 2023, the Company was notified by one of our third-party vendors, InvestorCOM Inc., that they were compromised due to a cybersecurity incident related to a technology supplier to InvestorCOM, GoAnywhere. The Company has notified impacted clients and offered credit monitoring at no cost for all clients. Four proposed class actions have been filed against Mackenzie concerning this incident.

Although it is difficult to predict the outcome of any such legal actions, based on current knowledge, management does not expect the outcome of any of these matters, individually or in aggregate, to have a material adverse effect on the Company's consolidated financial position.

Note 17. Segmented information

The Company's reportable segments are:

- Wealth Management
- Asset Management
- Corporate and Other

These segments reflect the Company's internal financial reporting and performance measurement.

- **Wealth Management** – reflects the activities of its core business and strategic investments that are principally focused on providing financial planning and related services to retail client households. This segment includes the activities of IG Wealth Management which is a retail distribution organization that serves Canadian households through its securities dealer, mutual fund dealer and other subsidiaries licensed to distribute financial products and services. A majority of the revenues of this segment are derived from providing financial advice and distributing financial products and services to Canadian households. This segment also includes the investment management activities of these organizations, including mutual fund management and discretionary portfolio management services. This

segment also includes the Company's strategic investments in Rockefeller and Wealthsimple. Rockefeller is classified as an investment in associate and accounted for using the equity method, with the proportionate share of earnings included in revenue. Wealthsimple is classified as an investment which is accounted for at FVTOCI and therefore has no impact on the segment earnings.

- **Asset Management** – reflects the activities of its core business and strategic investments primarily focused on providing investment management services. This segment includes the operations of Mackenzie Investments which provides investment management services to a suite of investment funds that are distributed through third party dealers and financial advisors, and through institutional advisory mandates to financial institutions, pensions and other institutional investors. This segment also includes the Company's strategic investment in ChinaAMC and Northleaf which are classified as investments in associates and accounted for using the equity method. The proportionate share of earnings on these investments are included in the segment's revenue.
- **Corporate and Other** – primarily represents investments in Lifeco and Portage Ventures LPs, the Company's unallocated capital, as well as consolidation elimination entries.

2025

Three months ended September 30	Wealth Management	Asset Management	Corporate and Other	Total Segment	Adjustments ⁽¹⁾	Total
Revenues						
Wealth management	\$ 700,746	\$ –	\$ (3,990)	\$ 696,756	\$ –	\$ 696,756
Asset management	–	298,220	(27,534)	270,686	–	270,686
Dealer compensation	–	(84,573)	(1,619)	(86,192)	–	(86,192)
Net asset management	–	213,647	(29,153)	184,494	–	184,494
Net investment income and other	2,075	6,650	4,665	13,390	–	13,390
Proportionate share of associates' earnings	3,202	47,618	29,519	80,339	(3,099)	77,240
	706,023	267,915	1,041	974,979	(3,099)	971,880
Expenses						
Advisory and business development	287,114	22,027	(2)	309,139	–	309,139
Operations and support	122,214	98,212	680	221,106	–	221,106
Sub-advisory	55,378	1,586	(33,143)	23,821	–	23,821
	464,706	121,825	(32,465)	554,066	–	554,066
	241,317	146,090	33,506	420,913	(3,099)	417,814
Interest expense ⁽²⁾	25,887	6,512	–	32,399	–	32,399
Earnings before income taxes	215,430	139,578	33,506	388,514	(3,099)	385,415
Income taxes	57,283	28,665	1,079	87,027	–	87,027
	158,147	110,913	32,427	301,487	(3,099)	298,388
Non-controlling interest	–	(299)	–	(299)	–	(299)
	\$ 158,147	\$ 110,614	\$ 32,427	301,188	(3,099)	298,089
Lifeco other items ⁽¹⁾				(3,099)	3,099	–
Net earnings available to common shareholders				\$ 298,089	\$ –	\$ 298,089

(1) The proportionate share of Lifeco other items is not related to a specific segment and therefore excluded from segment results. This item has been adjusted to reconcile Total Segment results to the Company's Consolidated Statements of Earnings.

(2) Interest expense includes interest on long-term debt and interest on leases.

2024

Three months ended September 30	Wealth Management	Asset Management	Corporate and Other	Total Segment	Adjustments ⁽¹⁾	Total
Revenues						
Wealth management	\$ 618,547	\$ –	\$ (2,510)	\$ 616,037	\$ –	\$ 616,037
Asset management	–	280,393	(27,060)	253,333	–	253,333
Dealer compensation	–	(81,756)	(1,022)	(82,778)	–	(82,778)
Net asset management	–	198,637	(28,082)	170,555	–	170,555
Net investment income and other	1,034	4,999	4,073	10,106	–	10,106
Proportionate share of associates' earnings	(174)	36,269	25,230	61,325	(4,870)	56,455
	619,407	239,905	(1,289)	858,023	(4,870)	853,153
Expenses						
Advisory and business development	258,461	19,791	(2)	278,250	–	278,250
Operations and support	115,286	95,550	569	211,405	–	211,405
Sub-advisory	49,130	1,441	(30,593)	19,978	–	19,978
	422,877	116,782	(30,026)	509,633	–	509,633
	196,530	123,123	28,737	348,390	(4,870)	343,520
Interest expense ⁽²⁾	25,887	6,551	–	32,438	–	32,438
Earnings before income taxes	170,643	116,572	28,737	315,952	(4,870)	311,082
Income taxes	45,796	24,499	934	71,229	–	71,229
	124,847	92,073	27,803	244,723	(4,870)	239,853
Non-controlling interest	–	(672)	–	(672)	–	(672)
	\$ 124,847	\$ 91,401	\$ 27,803	244,051	(4,870)	239,181
Lifeco other items ⁽¹⁾				(4,870)	4,870	–
Net earnings available to common shareholders				\$ 239,181	\$ –	\$ 239,181

(1) The proportionate share of Lifeco other items is not related to a specific segment and therefore excluded from segment results. This item has been adjusted to reconcile Total Segment results to the Company's Consolidated Statements of Earnings.

(2) Interest expense includes interest on long-term debt and interest on leases.

2025

Nine months ended September 30	Wealth Management	Asset Management	Corporate and Other	Total Segment	Adjustments ⁽¹⁾	Total
Revenues						
Wealth management	\$ 1,996,581	\$ –	\$ (10,885)	\$ 1,985,696	\$ –	\$ 1,985,696
Asset management	–	862,758	(80,324)	782,434	–	782,434
Dealer compensation	–	(249,175)	(4,418)	(253,593)	–	(253,593)
Net asset management	–	613,583	(84,742)	528,841	–	528,841
Net investment income and other	6,301	13,126	13,360	32,787	–	32,787
Proportionate share of associates' earnings	(890)	125,556	81,470	206,136	(13,061)	193,075
	2,001,992	752,265	(797)	2,753,460	(13,061)	2,740,399
Expenses						
Advisory and business development	845,625	69,571	(6)	915,190	–	915,190
Operations and support	356,243	292,186	2,304	650,733	–	650,733
Sub-advisory	158,489	4,367	(95,627)	67,229	–	67,229
	1,360,357	366,124	(93,329)	1,633,152	–	1,633,152
	641,635	386,141	92,532	1,120,308	(13,061)	1,107,247
Interest expense ⁽²⁾	77,167	19,466	–	96,633	–	96,633
Earnings before income taxes	564,468	366,675	92,532	1,023,675	(13,061)	1,010,614
Income taxes	151,200	74,013	2,992	228,205	–	228,205
	413,268	292,662	89,540	795,470	(13,061)	782,409
Non-controlling interest	–	(3,834)	–	(3,834)	–	(3,834)
	\$ 413,268	\$ 288,828	\$ 89,540	791,636	(13,061)	778,575
Lifeco other items ⁽¹⁾				(13,061)	13,061	–
Net earnings available to common shareholders				\$ 778,575	\$ –	\$ 778,575
Identifiable assets	\$ 12,621,264	\$ 4,071,632	\$ 1,558,744	\$ 18,251,640	\$ –	\$ 18,251,640
Goodwill	1,346,245	1,290,526	–	2,636,771	–	2,636,771
Total assets	\$ 13,967,509	\$ 5,362,158	\$ 1,558,744	\$ 20,888,411	\$ –	\$ 20,888,411

(1) The proportionate share of Lifeco other items is not related to a specific segment and therefore excluded from segment results. This item has been adjusted to reconcile Total Segment results to the Company's Consolidated Statements of Earnings.

(2) Interest expense includes interest on long-term debt and interest on leases.

Nine months ended September 30	Wealth Management	Asset Management	Corporate and Other	Total Segment	Adjustments ⁽¹⁾	Total
Revenues						
Wealth management	\$ 1,795,284	\$ –	\$ (6,636)	\$ 1,788,648	\$ –	\$ 1,788,648
Asset management	–	819,808	(78,763)	741,045	–	741,045
Dealer compensation	–	(241,226)	(2,716)	(243,942)	–	(243,942)
Net asset management	–	578,582	(81,479)	497,103	–	497,103
Net investment income and other	9,077	14,674	11,952	35,703	–	35,703
Proportionate share of associates' earnings	(7,725)	103,920	73,637	169,832	(10,162)	159,670
	1,796,636	697,176	(2,526)	2,491,286	(10,162)	2,481,124
Expenses						
Advisory and business development	759,785	62,625	(6)	822,404	–	822,404
Operations and support	344,614	274,916	1,666	621,196	–	621,196
Sub-advisory	140,880	4,117	(88,115)	56,882	–	56,882
	1,245,279	341,658	(86,455)	1,500,482	–	1,500,482
	551,357	355,518	83,929	990,804	(10,162)	980,642
Interest expense ⁽²⁾	77,347	19,569	–	96,916	–	96,916
Earnings before income taxes	474,010	335,949	83,929	893,888	(10,162)	883,726
Income taxes	129,264	69,810	2,742	201,816	–	201,816
	344,746	266,139	81,187	692,072	(10,162)	681,910
Non-controlling interest	–	(3,157)	–	(3,157)	–	(3,157)
	\$ 344,746	\$ 262,982	\$ 81,187	688,915	(10,162)	678,753
Lifeco other items ⁽¹⁾				(6,862)	6,862	–
Rockefeller debt refinancing ⁽¹⁾				(3,300)	3,300	–
Net earnings available to common shareholders				\$ 678,753	\$ –	\$ 678,753
Identifiable assets						
	\$ 11,575,931	\$ 3,700,852	\$ 1,214,042	\$ 16,490,825	\$ –	\$ 16,490,825
Goodwill	1,346,245	1,290,526	–	2,636,771	–	2,636,771
Total assets	\$ 12,922,176	\$ 4,991,378	\$ 1,214,042	\$ 19,127,596	\$ –	\$ 19,127,596

(1) The proportionate share of Lifeco other items and Rockefeller debt refinancing are not related to a specific segment and therefore excluded from segment results. These items have been adjusted to reconcile Total Segment results to the Company's Consolidated Statements of Earnings.

(2) Interest expense includes interest on long-term debt and interest on leases.

Note 18. Subsequent event

Wealthsimple Financial Corp.

On October 31, 2025, the Company participated in a \$550 million primary equity offering by Wealthsimple, investing \$100 million. As a result of the transaction, the Company's total investment increased to \$2,256 million, representing a 25.5% economic interest in Wealthsimple.