Capital régional et coopératif Desjardins

Separate Financial Statements
June 30, 2026 and 2025
(in thousands of Canadian dollars)

Independent auditor’s report

To the Shareholders of Capital régional et coopératif Desjardins

Our opinion

In our opinion, the accompanying separate financial statements present fairly, in all material respects, the financial position of Capital régional et coopératif Desjardins (CRCD) as at June 30, 2026 and December 31, 2025, and its financial performance and its cash flows for the six-month periods ended June 30, 2026 and 2025 in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards).

What we have audited

CRCD’s separate financial statements comprise:

- the balance sheets as at June 30, 2026 and December 31, 2025;
- the statements of comprehensive income for the six-month periods ended June 30, 2026 and 2025;
- the statements of changes in net assets for the six-month periods ended June 30, 2026 and 2025;
- the statements of cash flows for the six-month periods ended June 30, 2026 and 2025; and
- the notes to the separate financial statements, comprising material accounting policy information and other explanatory information.

Certain required disclosures have been presented elsewhere in the 2026 Interim Management Discussion and Analysis, rather than in the notes to the separate financial statements. These disclosures are cross-referenced from the separate financial statements and are identified as audited.

PricewaterhouseCoopers LLP
1250 René-Lévesque Boulevard West, Suite 2500
Montréal, Quebec, Canada H3B 4Y1
T.: +1 514 205 5000, F.: +1 514 876 1502
Fax to mail: ca_montreal_main_fax@pwc.com

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the separate financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of CRCD in accordance with the ethical requirements that are relevant to our audit of the separate financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Other information

Management is responsible for the other information. The other information comprises the 2026 Interim Management Discussion and Analysis.

Our opinion on the separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the separate financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the separate financial statements

Management is responsible for the preparation and fair presentation of the separate financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the separate financial statements, management is responsible for assessing CRCD's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate CRCD or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing CRCD's financial reporting process.

Auditor's responsibilities for the audit of the separate financial statements

Our objectives are to obtain reasonable assurance about whether the separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these separate financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of CRCD's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on CRCD's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause CRCD to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the separate financial statements, including the disclosures, and whether the separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

/s/PricewaterhouseCoopers LLP[1]

Montréal, Quebec
August 13, 2026

[1] CPA auditor, public accountancy permit No. A125840

Balance Sheets

(in thousands of Canadian dollars, except for number of common shares outstanding and net asset value per common share)	Notes	As at June 30, 2026 $	As at December 31, 2025 $
ASSETS			
Cash	8	**141,140**	111,155
Accounts receivable	9	**67,442**	32,278
Other investments	10	**654,282**	624,246
Development capital investments	11	**1,971,301**	2,005,511
Intangible assets		**154**	614
Current and deferred income taxes	18	**49,424**	54,314
		2,883,743	2,828,118
LIABILITIES			
Accounts payable		**9,857**	15,537
NET ASSETS	14	**2,873,886**	2,812,581
NUMBER OF COMMON SHARES OUTSTANDING		**139,198,759**	144,577,598
NET ASSET VALUE PER COMMON SHARE		**20.65**	19.45

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

On behalf of the Board of Directors of Capital régional et coopératif Desjardins,

(signed) Jean-Guy Senécal, FCPA, Director

(signed) Vanessa Guimond, CPA auditor, D.Fisc., Director

Statements of Comprehensive Income

For the six-month periods ended June 30

(in thousands of Canadian dollars, except for weighted average number of common shares and net earnings per common share)	Notes	**2026 $**	2025 $
REVENUE			
Interest	10 and 11	**6,245**	26,675
Dividends and distributions		**195,550**	10,183
Other income	17	**32,235**	81
		234,030	36,939
GAINS (LOSSES) ON DEVELOPMENT CAPITAL INVESTMENTS AND OTHER INVESTMENTS	16		
Realized		**180,319**	(2,286)
Unrealized		**(229,295)**	(6,056)
		(48,976)	(8,342)
Financial fees	13	**(82)**	(9)
TOTAL NET REVENUE AND GAINS (LOSSES) ON DEVELOPMENT CAPITAL INVESTMENTS AND OTHER INVESTMENTS		**184,972**	28,588
OPERATING EXPENSES	17		
Administration fees		**2,768**	—
Management fees		**—**	13,874
Other operating expenses		**1,173**	5,535
Shareholder services		**5,774**	5,448
		9,715	24,857
EARNINGS BEFORE INCOME TAXES		**175,257**	3,731
Income taxes	18	**10,513**	754
NET EARNINGS AND COMPREHENSIVE INCOME FOR THE PERIOD		**164,744**	2,977
WEIGHTED AVERAGE NUMBER OF COMMON SHARES		**141,214,367**	144,071,352
NET EARNINGS PER COMMON SHARE		**1.17**	0.02

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

Statements of Changes in Net Assets

For the six-month periods ended June 30

	Share capital (Note 14)						Retained earnings	Net assets
	"Issuance" shares[1]		"Exchange" shares[1]		Total			
(in thousands of Canadian dollars)	Number	$	Number	$	Number	$	$	$
BALANCE - DECEMBER 31, 2025	**119,371,693**	**1,658,319**	**25,205,905**	**391,951**	**144,577,598**	**2,050,270**	**762,311**	**2,812,581**
Net earnings and comprehensive income for the period	**—**	**—**	**—**	**—**	**—**	**—**	**164,744**	**164,744**
Share capital transactions								
Issuance of common shares	**241,972**	**4,571**	**—**	**—**	**241,972**	**4,571**	**—**	**4,571**
Redemption of common shares[2]	**(4,531,272)**	**(54,232)**	**(1,089,539)**	**(16,046)**	**(5,620,811)**	**(70,278)**	**(37,732)**	**(108,010)**
BALANCE - JUNE 30, 2026	**115,082,393**	**1,608,658**	**24,116,366**	**375,905**	**139,198,759**	**1,984,563**	**889,323**	**2,873,886**
BALANCE - DECEMBER 31, 2024	120,901,227	1,630,421	25,324,447	393,775	146,225,674	2,024,196	701,802	2,725,998
Net earnings and comprehensive income for the period	—	—	—	—	—	—	2,977	2,977
Share capital transactions								
Issuance of common shares	85,528	1,522	—	—	85,528	1,522	—	1,522
Redemption of common shares[2]	(3,510,183)	(41,327)	(55,797)	(861)	(3,565,980)	(42,188)	(23,526)	(65,714)
BALANCE - JUNE 30, 2025	117,476,572	1,590,616	25,268,650	392,914	142,745,222	1,983,530	681,253	2,664,783

(1) "Issuance" shares refer to Class A “Issuance” common shares issued up to February 28, 2025, and Class C "Issuance" common shares issued since March 1, 2025, whereas "Exchange" shares refer to Class B “Exchange” common shares; collectively referred to as common shares.

(2) This data does not include the redemption requests made within 30 days of subscription.

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

Statements of Cash Flows

For the six-month periods ended June 30

(in thousands of Canadian dollars)	Notes	2026 $	2025 $
CASH FLOWS RELATED TO OPERATING ACTIVITIES			
Net earnings for the period		**164,744**	2,977
Non-cash adjustments			
Losses (gains) on development capital investments and other investments		**48,976**	8,342
Amortization of premiums and discounts on other investments		**(1,030)**	(1,082)
Amortization of intangible assets		**460**	518
Deferred income taxes		**(378)**	(428)
Capitalized interest and other non-cash items		**—**	(15,764)
Changes in operating assets and liabilities			
Current income taxes		**5,268**	(7,020)
Accounts receivable		**(20,656)**	(2,243)
Accounts payable		**(5,680)**	(3,881)
Acquisition of development capital investments		**(35,849)**	(205,975)
Proceeds from the disposal of development capital investments		**4,816**	128,192
Acquisition of other investments		**(138,426)**	(170,365)
Proceeds from the disposal of other investments		**110,811**	283,332
Other		**368**	—
		133,424	16,603
CASH FLOWS RELATED TO FINANCING ACTIVITIES			
Issuance of common shares		**4,571**	1,522
Redemption of common shares		**(108,010)**	(65,714)
		(103,439)	(64,192)
Net increase (decrease) in cash during the period		**29,985**	(47,589)
Cash - Beginning of period		**111,155**	43,745
CASH - END OF PERIOD	8	**141,140**	(3,844)
Supplemental information on cash flows related to operating activities[(1)]			
Interest received		**11,765**	25,074
Dividends and distributions received		**204,875**	9,694
Income taxes paid		**(5,607)**	(8,180)

[(1)] As at January 1, 2026, investments in companies, cooperatives and external funds included in the development capital investments portfolio were transferred at fair value to two new partner funds (Desjardins Capital Appui PME S.E.C. and Desjardins Capital Private Equity L.P.) in exchange for an interest having an equal fair value. This transaction had no impact on cash (see Note 3).

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

Notes to Separate Financial Statements

Note 1 – Governing statute, mission, administration and investments

Governing statute and mission

Capital régional et coopératif Desjardins (“CRCD”) is constituted by an Act assented to by the National Assembly of Quebec (C.Q.L.R. chapter C-6.1) (the “Act”) and is deemed to have been constituted by the filing of articles on July 1, 2001. CRCD began its activities on November 5, 2001 and is a legal person with share capital. CRCD has business offices at 2 Complexe Desjardins, East Tower, Suite 1717, Montréal, Quebec, Canada, and its head office is located at 100 Rue des Commandeurs, Lévis, Quebec, Canada. Its mission is to invest its pooled capital in Quebec companies to promote wealth creation across all regions and for future generations.

Administration

The affairs of CRCD are administered by a Board of Directors consisting of 13 members:

- Six members are appointed by the president of the Fédération des caisses Desjardins du Québec;
- Three members are elected by the general meeting of shareholders;
- Three members are appointed by the nine previously appointed members, including one considered to be representative of the eligible cooperatives and another of the eligible entities set out in the Act; and
- One Desjardins Group Relations director is appointed by the twelve directors.

Investments

In accordance with its mission, CRCD has to promote the economic development of regions by investing the majority of its assets in eligible investments taking the form of development capital or venture capital. These investments may be directly made in Quebec eligible entities or indirectly in private investment funds. These investments are grouped together and presented under the name "development capital investments" (formerly known as "investments impacting the Quebec economy").

CRCD’s eligible investments, as defined in the Act, must represent on average at least 65% of CRCD’s average net assets of the preceding year ("Investment Rule"). Furthermore, a portion representing at least 50% of that percentage must be made in entities situated in Quebec regions outside of the Montreal metropolitan community and the Quebec metropolitan community ("Eligible Regions") or in eligible cooperatives, as defined in the Act ("Regional Rule").

Since January 1, 2026, CRCD has been making all its development capital investments indirectly by investing in private partner funds managed by Desjardins Capital Management inc. (Desjardins Capital). These investments are made in investment funds managed in Quebec with the expectation that the funds will invest in eligible Quebec entities. Additional information is provided in Note 3, Implementation of the new business model.

To govern the application of these legislative provisions, a policy was approved by the Board of Directors of CRCD and the Minister of Finance of Quebec. This policy provides, in particular, that (i) investments made by the partner funds in eligible entities will be eligible under the Investment Rule up to an amount equal to the amount invested by CRCD in such partner funds, and (ii) investments made by partner funds in eligible entities located in Eligible Regions and eligible cooperatives will be eligible under the Regional Rule up to the amount invested by CRCD in such partner funds.

In the event of non-compliance with any of these targets at the end of the fiscal year, the authorized issue of capital would be reduced for the capitalization period following the end of this fiscal year.

Note 2 – Basis of presentation

Statement of compliance

CRCD has prepared its separate financial statements (the “financial statements”) in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IASB”) (“IFRS Accounting Standards”).

Certain prior year figures have been reclassified to conform with the financial statement presentation for the current period. These reclassifications had no impact on CRCD's earnings or total assets and liabilities. In connection with its new business model, CRCD revised the presentation of certain financial information.

These financial statements were approved by the Board of Directors on August 13, 2026.

Basis of measurement

These financial statements have been prepared on a fair value basis, except with respect to cash, accounts receivable other than amounts receivable on disposal of development capital investments and other investments, accounts payable, intangible assets as well as current and deferred income taxes, which are measured at amortized cost and at cost.

Investment entity

CRCD has several shareholders that are not related and holds a number of investments directly or indirectly in partner funds. Ownership interests in CRCD are in the form of redeemable shares, subject to certain conditions, which are reported in net assets, in accordance with the puttable instrument exemption under IAS 32, *Financial Instruments: Presentation*.

With the implementation of the new business model (see Note 3), CRCD reassessed, taking into account the facts and circumstances, whether it continues to be an investment entity as defined in IFRS 10, *Consolidated Financial Statements* ("IFRS 10"). CRCD concluded that it continues to be an investment entity, as it obtains funds from multiple shareholders, commits to its shareholders to invest funds for returns from capital appreciation, and measures and evaluates the performance of its investments on a fair value basis. Accordingly, CRCD does not prepare consolidated financial statements, and investments in subsidiaries and associates reported in development capital investments are recognized at fair value through profit or loss.

Presentation and functional currency

These financial statements are expressed in Canadian dollars, which is also the functional currency of CRCD. Dollar amounts reported in the tables of the notes to the financial statements are in thousands of dollars, unless otherwise stated.

Balance sheet presentation

CRCD presents its Balance Sheets in a decreasing order of liquidity. All the assets and liabilities are non-current assets and liabilities, as they are not mainly held for trading, except for the following current items: cash, accounts receivable, accounts payable and current and deferred income taxes. The current portion of other investments is presented in Note 10, while the current portion of development capital investments is presented in Note 11. The presentation for the prior year has been revised to conform with the presentation for the current period.

Note 3 – Implementation of the new business model

On January 1, 2026, CRCD's new business model became effective. Under this new model, CRCD now carries out all of its development capital investment activities exclusively through indirect means, by investing in private partner funds established and managed by Desjardins Capital ("partner funds"), namely the Desjardins Capital Appui PME S.E.C. fund, the Desjardins Capital Private Debt L.P. fund (formerly known as "Desjardins Capital PME s.e.c.") and the Desjardins Capital Private Equity L.P. fund. Prior to December 31, 2025, CRCD held most of its development capital investments directly in companies, cooperatives and external funds managed by managers other than Desjardins Capital ("external funds"). As a result, the information presented in these financial statements, and mainly in Notes 11, 12, 16 and 17, for the period ended June 30, 2026, reflects this new business model.

The changes made to the business model have no impact on other investments.

As at January 1, 2026, investments in companies, cooperatives and external funds included in the development capital investments portfolio were transferred at fair value to two new partner funds (Desjardins Capital Appui PME S.E.C. and Desjardins Capital Private Equity L.P.) in exchange for an interest having an equal fair value. The investments transferred and the fund units received are presented in the table below. More specifically, CRCD retained the uncollected accounts receivable on development capital investments as at December 31, 2025 as well as the note and the two suretyships. This transfer had no impact on cash.

	Fair value		
	December 31, 2025 $	Transfer $	January 1, 2026 $
Unsecured			
Common shares	813,978	(813,978)	—
Preferred shares	276,043	(276,043)	—
Fund units – Desjardins Capital Appui PME S.E.C.	—	931,827	931,827
Fund units – Desjardins Capital Private Debt L.P.	424,503	—	424,503
Fund units – Desjardins Capital Private Equity L.P.	—	577,459	577,459
Fund units – Other partner funds	69,817	—	69,817
Fund units – External funds	69,423	(69,423)	—
Loans and advances	340,207	(340,207)	—
Note	1,905	—	1,905
Secured			
Loans and advances	9,635	(9,635)	—
Total	2,005,511	—	2,005,511

As a result of the strategic shift of the business model, the fee structure was also adjusted. Since January 1, 2026, CRCD has paid its manager, Desjardins Capital, administration fees for services provided as investment fund manager. These administration fees are reported in CRCD's operating expenses. Additional information is provided in Note 17, Operating expenses.

As a limited partner in the partner funds, CRCD assumes management fees for each fund based on comparable market rates. These management fees are paid for services provided by Desjardins Capital as manager of these funds, based on the amount of CRCD's interest in such funds. In addition, CRCD assumes performance fees representing a portion of its return exceeding a threshold set out in contractual agreements and established based on market practices. Management fees and performance fees are deducted from the return of each fund and, consequently, are reflected in the fair value of these investments.

With the implementation of the new business model, CRCD's governance was also adjusted with respect to managing and monitoring the development capital investments portfolio. As CRCD no longer holds direct investments in companies, cooperatives or external funds, its governance role is now focused on determining asset allocation percentages in the various partner funds, while Desjardins Capital is responsible for selecting and authorizing investments on behalf of the partner funds.

Note 4 – Material accounting policies

In connection with the new business model (see Note 3), the presentation of accounting policies was revised to identify clearly those applicable as of January 1, 2026, and those applied solely to the development capital investments directly made in companies, cooperatives and external funds up to December 31, 2025. Clarifications were also provided on certain policies that are material under the new model and to distinguish, where necessary, the policies applicable under the new model from those used for the comparative period.

a) Subsidiaries and associates

In applying IFRS Accounting Standards, CRCD made significant judgments to determine whether some limited partnerships are controlled by CRCD under IFRS 10, *Consolidated Financial Statements*, and whether other limited partnerships are instead investments that are not subject to control or significant influence and recognized under IFRS 9, *Financial Instruments*.

CRCD concluded that it controls the Desjardins Capital Appui PME S.E.C., Desjardins Capital Private Equity L.P. and Société en commandite Essor et Coopération limited partnerships, as it holds power over the relevant activities, has rights to variable returns from its involvement with these entities and has the ability to affect these returns through its power over the relevant activities. However, as CRCD meets the definition of an investment entity, these subsidiaries are not consolidated and are instead recognized at fair value through profit or loss.

b) Financial instruments

Recognition and derecognition

CRCD accounts for its financial instruments at fair value on initial recognition. Fair value on initial recognition generally corresponds to the transaction price, which is the consideration paid or received. Transaction costs that are directly attributable to the acquisition or disposal of financial instruments measured at fair value through profit or loss are directly recognized in net earnings as incurred. For financial instruments that are not measured at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the instrument are included in the initial carrying amount of the financial asset or financial liability. These costs usually comprise professional fees, commissions and other costs directly related to the transaction.

Purchases and sales of financial assets are recognized at the transaction date. A financial asset is derecognized when CRCD no longer has the contractual rights to receive the cash flows from this asset or when it has transferred these rights and substantially all the risks and rewards of ownership of the asset. A financial liability is derecognized when the obligation is extinguished, which is when the obligation specified in the contract is discharged or cancelled or expires.

Classification and measurement

Upon initial recognition, financial assets are classified according to the business model used by CRCD to manage these financial assets and their contractual cash flow characteristics.

Development capital investments, other investments and amounts receivable on disposal of development capital investments and other investments (accounts receivable) are classified as at fair value through profit or loss since these financial instruments are part of a portfolio managed in accordance with a documented financial asset integrated management strategy whose performance is evaluated on a fair value basis and for which information is provided internally on this basis to CRCD's key management personnel. As a result, any resulting gain (loss) on investments is recognized in net earnings.

Cash, all other accounts receivable and accounts payable are classified and measured at amortized cost, which approximates their fair value given their nature and short maturity.

Note 4 – Material accounting policies *(continued)*

c) Fair value measurement

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

Fair value of assets and liabilities traded in a market

The fair value of assets and liabilities traded in a market considered as active is based on the quoted price within the bid-ask spread that is most representative of fair value in the circumstances. In certain cases, if the market is not considered an active market, the most recent quoted price within the bid-ask spread may be adjusted to adequately reflect the fair value.

Since January 1, 2026, only other investments have comprised assets and liabilities traded in a market, as CRCD transferred all its development capital investments held directly in companies to private partner funds that are not traded in a market. As at December 31, 2025, development capital investments also included assets and liabilities traded in a market.

Fair value of assets and liabilities not traded in a market

When assets and liabilities are not traded in a market, fair value is determined using valuation techniques chosen based on set criteria and prevailing market conditions at each reporting date. The valuation method for a financial instrument is generally consistent from period to period, except where a change will result in more accurate estimates of fair value. Financial instruments that are not traded in a market are mainly included in development capital instruments. The fair value of development capital investments is determined using valuation techniques and principles that are based on guidelines generally used in the venture capital industry in Quebec by business valuation professionals holding the professional designation of Chartered Business Valuator ("CBV") and in accordance with IFRS Accounting Standards.

Application as at January 1, 2026

Since January 1, 2026, CRCD has carried out its development capital investment activities exclusively through indirect means by investing in private partner funds. The fair value of these interests is determined using a single valuation technique, the adjusted net asset value technique, which is based on the latest financial statements of the partner funds, adjusted to factor in any item that occurred between the financial statements date and the valuation date. The financial statements of the main partner funds in which CRCD invests, which directly hold investments in companies, cooperatives and external funds measured at fair value, are audited every six months. The valuation techniques used by the partner funds vary based on the relevant financial instruments. The main techniques are discounted contractual cash flows, capitalized cash flows and adjusted net asset value.

The fair value of amounts receivable on disposal of development capital investments is determined using the discounted contractual cash flow method, taking into account the credit risk of the entity, among other factors. Generally, the estimation of amounts receivable and the timing of their collection depends on future events or meeting certain conditions.

The fair value of amounts receivable on disposal of other investments corresponds to the redemption value of units held, determined based on the net asset value provided by the fund managers at valuation date.

Interests in funds included in other investments are recorded at fair value and have not been changed with the implementation of the new business model. Fair value represents net asset per unit, as established by the funds on the valuation date.

Comparative data as at December 31, 2025, and for the period ended June 30

Up to December 31, 2025, CRCD carried out its investment activities directly in companies and cooperatives and indirectly in external funds. CRCD measured its assets and liabilities not traded in a market using the following techniques, whether they were in development capital investments or other investments:

Loans and advances, non-participating shares

The fair value of loans and advances and non-participating shares is determined by discounting CRCD’s expected contractual cash flows using a discount rate reflecting the return it would demand in light of entity-specific credit risk.

Note 4 – Material accounting policies *(continued)*

c) Fair value measurement *(continued)*

Participating shares

The main technique used to determine the fair value of participating shares is capitalized cash flows. Two key variables used in that technique are representative cash flow and the capitalization rate. To determine representative cash flow, recurring cash flows are estimated using the entity's historical results and/or financial forecasts. A risk weight is subsequently applied to each of the cash flows thus determined to reflect its probability of occurrence. The rate used to capitalize the representative cash flow thus obtained reflects the way in which the entity could fund its operations and the risks associated with the occurrence of that representative cash flow.

Where the price of a recent arm's length market transaction between knowledgeable, willing parties is available, this valuation technique is used. It may also be appropriate to use a technique based on a third-party purchase offer when deemed serious and credible. The use of judgment is required in determining whether the fair value of the recent transaction or purchase offer is the best evidence of fair value at the measurement date. The period during which it is deemed appropriate to refer to a past transaction or purchase offer depends on the circumstances specific to each investment.

Another valuation technique used is the adjusted net asset value method, which consists in remeasuring all assets and liabilities on the balance sheet of the entity at their fair value at the measurement date. The key adjustments made are related to the fair value of assets and liabilities, newly available information and significant events that occurred between the balance sheet date of the entity and the valuation date.

Investment funds

Interests in investment funds, including partner funds, are valued using the adjusted net asset value method based on the latest audited financial statements, with adjustments made to reflect events occurring between the date of the financial statements and the valuation date.

Canadian equities funds, real estate funds, infrastructure funds and market-neutral equity funds

Interests in Canadian equities funds, real estate funds, infrastructure funds and market-neutral equity funds are recorded at their fair value. Fair value represents the net assets per unit as determined by the funds as at the valuation date.

Amounts receivable on disposal of development capital investments

The fair value of amounts receivable on disposal of development capital investments is determined by discounting contractual cash flows and considers, in particular, the entity-specific credit risk. Typically, estimating the amounts receivable and the timing of their collection depends on whether specified future events occur or conditions are met.

d) Share capital

The common shares of CRCD are redeemable at the holder's option subject to certain conditions and therefore constitute financial liabilities and are reported in net assets.

Share issuances and redemptions are recorded as net asset transactions. Share redemptions are recognized when the requests are approved under redemption criteria at the redemption value in effect, and are derecognized on an average cost basis.

Note 4 – Material accounting policies *(continued)*

e) Revenue recognition

Interest

Since January 1, 2026, interest has stemmed exclusively from other investments and has been recognized using the effective interest method. Amortization of premiums and discounts, calculated using the effective interest method, is recognized in the Statement of Comprehensive Income under "Interest". Up to December 31, 2025, interest also stemmed from development capital investments directly made in companies, cooperatives and external funds and was recognized at the contractual rate, when collection was reasonably assured.

Dividends and distributions

Since January 1, 2026, dividends and distributions have stemmed from development capital investments made in the Desjardins Capital Appui PME S.E.C., Desjardins Capital Private Debt L.P. and Desjardins Capital Private Equity L.P. funds in active deployment and other investments. Up to December 31, 2025, dividends also stemmed from development capital investments directly made in companies and cooperatives. Dividends are recognized at the holder-of-record date and when they are declared by the issuing companies.

Distributions are recognized when they are declared by the funds in the development capital investments or other investments portfolios.

Gains and losses

Realized gains and losses on investments are recognized at the time of the sale and represent the difference between sales proceeds and cost. Since January 1, 2026, realized gains and losses on development capital investments have stemmed exclusively from the redemption of partner fund units, whose cost represents the amount invested by CRCD. Up to December 31, 2025, realized gains and losses on these investments also included disposals of investments directly made in companies and cooperatives, whose cost represents the amount invested by CRCD.

Changes in the fair value of amounts receivable on disposal of investments are considered adjustments to sales proceeds and are therefore recorded as realized gains and losses. Realized gains and losses on a financial liability are recognized when the liability is paid and represent the difference between the amount CRCD paid to settle the financial liability and its initial value.

f) Foreign exchange contracts

As part of its development capital investment activities, CRCD uses foreign exchange contracts aimed at systematically hedging foreign exchange risk for assets measured in foreign currencies, unless the exposure is included in the long-term expected returns of certain asset classes. CRCD has decided not to apply hedge accounting. CRCD economically hedges the development capital investments in foreign currencies made by the partner funds in proportion to its interest in these funds.

g) Income taxes

The income tax expense comprises current taxes and deferred taxes. Income taxes are recognized in the Statements of Comprehensive Income.

Current tax is the tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods.

Deferred tax is recognized on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, except for deferred tax on unrealized gains, discussed in the following paragraph. Deferred tax is calculated on an undiscounted basis using enacted or substantively enacted tax rates and legislation at the end of the reporting period that are expected to apply in the period in which the deferred tax asset will be realized and the deferred tax liability will be settled. Deferred tax assets are generally recognized only to the extent that it is probable that future taxable income will be available against which temporary differences can be utilized.

Note 4 – Material accounting policies *(continued)*

g) Income taxes *(continued)*

CRCD is subject to federal and Quebec income taxes. It is also subject to the tax rules applicable to a mutual fund corporation. For federal tax purposes, CRCD may, in particular, obtain a refund of its tax paid on capital gains through the redemption of its shares. This expected tax refund is recognized as an asset on the balance sheet. CRCD considers it is, in substance, exempt from federal income tax related to capital gains (losses) for the purposes of applying IFRS Accounting Standards and, accordingly, does not recognize any deferred taxes relating to unrealized gains (losses) on investments or deferred taxes related to unrealized recoveries resulting from tax mechanisms related to refundable capital gains tax on hand. For Quebec tax purposes, realized capital gains (losses) are not taxable (deductible).

Note 5 – Significant judgments, estimates and assumptions

The preparation of financial statements in accordance with IFRS Accounting Standards requires CRCD to make judgments, estimates and assumptions that affect the reported amounts of certain assets, liabilities, revenue and expenses and the related disclosures. Changes in assumptions can have a material effect on the financial statements for the period in which those assumptions were changed. CRCD considers the assumptions used to be appropriate and accordingly that its financial statements present fairly its financial position and its results.

The significant accounting policy that requires CRCD to make subjective or complex judgments, often about matters that are inherently uncertain, pertains to the fair value measurement of assets and liabilities not traded in an active market, mainly for development capital investments. The global economic and geopolitical environment continues to have an impact on judgments made as well as on the significant estimates and assumptions made by management in preparing the financial statements of the six-month period ended June 30, 2026. The judgments, estimates and assumptions that will be made for the coming periods will be reassessed in light of changes in this highly uncertain environment and could therefore differ from those made in preparing these financial statements.

The level of subjectivity of judgments, estimates and assumptions vary based on the valuation techniques used, which rely on the nature and characteristics of the financial instrument. The management framework applicable to the development capital investment valuation process is defined in the *Regulation Respecting Development Capital Investment Fund Continuous Disclosure* ("Regulation on Continuous Disclosure") issued by the Autorité des marchés financiers ("AMF").

In accordance with the provisions of the Regulation on Continuous Disclosure, when presenting the annual or interim financial statements of CRCD to its Audit and Risk Management Committee, two CRCD designated representatives are responsible for confirming the reasonableness of the aggregate fair value of the development capital investments portfolio and certifying that the fair value of each of these investments was established through a structured process.

Application as at January 1, 2026

Since January 1, 2026, CRCD has carried out its development capital investment activities exclusively through indirect means by investing in private partner funds managed by Desjardins Capital (see Note 3). The fair value of these interests is determined using a single valuation technique that is based on the latest audited financial statements of the partner funds, adjusted to factor in any item that occurred between the financial statements date and the valuation date. The judgment made therefore relies on information from the partner funds. The financial statements of the main partner funds in which CRCD invests, namely the Desjardins Capital Appui PME S.E.C., Desjardins Capital Private Debt L.P. and Desjardins Capital Private Equity L.P. funds, which directly hold investments in companies, cooperatives and external funds measured at fair value, are audited every six months. As limited partner of these partner funds, CRCD also receives information on the portfolio and fund performance.

Note 5 – Significant judgments, estimates and assumptions *(continued)*

Comparative data as at December 31, 2025

Up to December 31, 2025, with respect to development capital investments directly made in companies, cooperatives and external funds, a significant judgment was made in the assumptions used in the various valuation techniques. While those techniques make as much use as possible of observable inputs, fair value was also determined based on internal inputs and estimates (unobservable inputs) that take into account the features specific to the financial instrument and any relevant measurement factor. The use of unobservable inputs required CRCD to exercise judgment to ensure that those inputs reflect the assumptions that market participants would use to determine fair value based on the best information available as at December 31, 2025 in the circumstances. CRCD 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.

Note 6 – Accounting standards issued but not yet adopted

The IASB published IFRS 18, *Presentation and Disclosures in the Financial Statements*, ("IFRS 18") in April 2024, which will replace the current IAS 1, *Presentation of Financial Statements*.

IFRS 18 introduces three new elements aimed at improving the presentation of information provided in financial statements. It introduces three new categories of income and expenses (operating, investing, and financing) to enhance the comparability of the income statement between companies. In addition, the objective of IFRS 18 is to improve the transparency of performance indicators defined by management. Lastly, IFRS 18 provides guidance on how to present information in the financial statements.

The provisions of the new IFRS 18 standard will apply retrospectively for fiscal years beginning on or after January 1, 2027. CRCD is currently assessing the impact of adopting this standard on its financial statements.

There are no other accounting standards published by the IASB that are not yet in effect as at June 30, 2026, which could have a significant impact on CRCD's financial statements.

Note 7 – Risks associated with financial instruments

The risks associated with financial instruments that affect CRCD's financial position are discussed in detail in the "Financial risks" section of CRCD's Management's Discussion and Analysis, which includes the “Market risk”, “Credit and counterparty risk”, “Concentration risk” and “Liquidity risk” headings that are an integral part of these audited financial statements.

Note 8 – Cash

Cash consists of cash and money market instruments with purchased maturities of less than 90 days. No money market instrument was held as at June 30, 2026 and December 31, 2025.

As at June 30, 2026, there was no cash held in trust ($1.3 million as at December 31, 2025).

Note 9 – Accounts receivable

	As at June 30, 2026 $	As at December 31, 2025 $
Interest, dividends and distributions receivable on development capital investments and other investments	**6,705**	19,263
Amounts receivable on disposal of development capital investments	**12,550**	13,003
Amounts receivable on disposal of other investments	**14,962**	—
Amount receivable related to the reimbursement of fund performance fees (note 17)	**32,136**	—
Other	**1,089**	12
Total	**67,442**	32,278

The changes in credit risk did not have a material impact on the fair value of amounts receivable on disposal of development capital investments and other investments. These amounts receivable include amounts denominated in U.S. dollars for $17.2 million ($2.1 million as at December 31, 2025).

Based on the information available as at the reporting date and the assumptions made as to the timing of the collection, CRCD expects to collect accounts receivable with a value of $66.5 million ($31.4 million as at December 31, 2025) no later than 12 months after the reporting date.

Note 10 – Other investments

The unaudited Statement of other investments is available on written request to CRCD's head office or on our website at www.capitalregional.com and on SEDAR+ at www.sedarplus.com. The Statement does not form an integral part of the financial statements.

	As at June 30, 2026		
	Cost $	Unrealized gains (losses) $	Fair value $
Assets - Other investments			
Bonds			
Federal or guaranteed	**115,686**	**(5,162)**	**110,524**
Provincial, municipal or guaranteed	**188,865**	**(8,554)**	**180,311**
	304,551	**(13,716)**	**290,835**
Foreign exchange contracts[1]	**—**	**189**	**189**
Canadian equity funds	**56,707**	**31,053**	**87,760**
Real estate funds	**78,709**	**9,264**	**87,973**
Infrastructure fund	**60,000**	**18,996**	**78,996**
Market-neutral equity funds	**103,907**	**4,622**	**108,529**
Total	**603,874**	**50,408**	**654,282**

Note 10 – Other investments *(continued)*

	As at December 31, 2025		
	Cost $	Unrealized gains (losses) $	Fair value $
Assets - Other investments			
Bonds			
Federal or guaranteed	102,928	(6,328)	96,600
Provincial, municipal or guaranteed	183,420	(13,215)	170,205
	286,348	(19,543)	266,805
Foreign exchange contracts[1]	—	(334)	(334)
Canadian equity funds	56,587	24,214	80,801
Real estate funds	95,802	5,850	101,652
Infrastructure fund	60,000	16,763	76,763
Market-neutral equity funds	101,510	(2,951)	98,559
Total	600,247	23,999	624,246

[1] Foreign exchange contracts to sell a notional amount of US$75.2 million (US$75.6 million as at December 31, 2025) and a notional amount of €16.2 million (€17.8 million as at December 31, 2025) have a six-month maturity.

Breakdown of bonds by maturity date

	As at June 30, 2026		
	1 to 5 years $	**Over 5 years $**	**Total $**
Cost	**25,306**	**279,245**	**304,551**
Par value	**27,432**	**347,811**	**375,243**
Fair value	**25,251**	**265,584**	**290,835**
Average nominal rate[1]	**1.26%**	**2.67%**	**2.57%**
Average effective rate	**3.01%**	**3.95%**	**3.87%**

	As at December 31, 2025		
	1 to 5 years $	Over 5 years $	Total $
Cost	10,824	275,524	286,348
Par value	12,225	338,188	350,413
Fair value	10,875	255,930	266,805
Average nominal rate[1]	0.56%	2.59%	2.52%
Average effective rate	3.09%	3.84%	3.81%

[1] All bonds bear fixed interest rates.

Other investments include investments exposed to foreign currencies, namely the U.S. dollar and the euro, with a fair value of $48.6 million ($65.1 million as at December 31, 2025).

For the six-month period ended June 30, 2026, interest income from bonds recognized at the effective rate amounted to $5.6 million ($5.3 million for the six-month period ended June 30, 2025).

Note 11 – Development capital investments

The audited Schedule of cost of development capital investments and the unaudited Index of the Company's share in investments in partner funds are available on written request to CRCD's head office or on our website at www.capitalregional.com and on SEDAR+ at www.sedarplus.com. The Schedule and Index do not form an integral part of the financial statements.

Since January 1, 2026, CRCD has carried out its development capital investment activities exclusively through indirect means by investing in private partner funds managed by Desjardins Capital (see Note 3). The information as at December 31, 2025 represents development capital investments directly made in companies and cooperatives. Fund units comprise CRCD's interests in partner funds, including the Desjardins Capital Private Debt L.P. fund (formerly known as "Desjardins Capital PME s.e.c."), and interests in external funds.

Breakdown of investments by financial instrument

	As at June 30, 2026		
	Cost **$**	**Unrealized gains (losses)** **$**	**Fair value** **$**
Unsecured			
Fund units – Desjardins Capital Appui PME S.E.C.	**956,827**	**(139,037)**	**817,790**
Fund units – Desjardins Capital Private Debt L.P.	**339,895**	**100,336**	**440,231**
Fund units – Desjardins Capital Private Equity L.P.	**587,459**	**55,504**	**642,963**
Fund units – Other partner funds	**38,535**	**30,144**	**68,679**
Note	**397**	**1,241**	**1,638**
Total	**1,923,113**	**48,188**	**1,971,301**

	As at December 31, 2025		
	Cost $	Unrealized gains (losses) $	Fair value $
Unsecured			
Common shares	564,625	249,353	813,978
Preferred shares	291,364	(15,321)	276,043
Fund units – Desjardins Capital PME s.e.c.	339,895	84,608	424,503
Fund units – Other partner funds	39,410	30,407	69,817
Fund units – External funds	59,357	10,066	69,423
Loans and advances[1]	392,339	(52,132)	340,207
Note	397	1,508	1,905
Secured			
Loans and advances[1]	13,864	(4,229)	9,635
Total	1,701,251	304,260	2,005,511

[1] Loans and advances bear interest at a weighted average rate of 8.8% and have a residual maturity of 3.5 years. The interest rate is fixed for most interest-bearing loans and advances. For the six-month period ended June 30, 2025, interest income recognized at the contractual rate amounted to $18.6 million. The fair value of these notes and advances maturing in less than one year is $36.4 million.

Development capital investments include investments measured in euros for a fair value of $23.3 million ($25.4 million as at December 31, 2025) and no investments measured in U.S. dollars ($100.6 million as at December 31, 2025).

Note 11 – Development capital investments *(continued)*

Breakdown of investments and funds committed by segment

To meet the objectives set out in IFRS 7, *Financial Instruments: Disclosures*, with respect to the significance of financial instruments for the financial position and performance, CRCD determined that the presentation by segment of underlying investments made in partner funds, which are considered in proportion to its interests in these funds, is required. The information on investments in external funds indirectly held by CRCD as at June 30, 2026, and directly held as at December 31, 2025, is presented in the "Funds" segment.

	As at June 30, 2026				
Segment[1]	**Manufacturing $**	**Services $**	**Technological innovations $**	**Funds $**	**Total $**
Investments at cost	**842,198**	**793,627**	**207,055**	**80,233**	**1,923,113**
Unrealized gains (losses)	**28,054**	**19,166**	**(6,802)**	**7,770**	**48,188**
Fair value	**870,252**	**812,793**	**200,253**	**88,003**	**1,971,301**
Funds committed but not disbursed[2]					**59,482**
Suretyships[2] [3]					**7,044**
Total					**2,037,827**

	As at December 31, 2025				
Segment[1][4]	Manufacturing $	Services $	Technological innovations $	Funds $	Total $
Investments at cost	641,189	789,598	213,001	57,463	1,701,251
Unrealized gains (losses)	223,589	86,819	(21,519)	15,371	304,260
Fair value	864,778	876,417	191,482	72,834	2,005,511
Funds committed but not disbursed[2]					184,778
Suretyship[2] [3]					7,044
Total					2,197,333

(1) The other assets held by partner funds have been allocated based on the fair value of investments in each segment.
(2) Funds committed but not disbursed as well as suretyships are not included in the Balance Sheets.
(3) Under section 22 of its constituting act, when CRCD makes an investment in the form of a guarantee or a suretyship, it must establish and maintain for the term of this investment a reserve equivalent to not less than 50% of its value. This reserve is funded from the other investments.
(4) To improve the presentation of investments by segment, CRCD deemed preferable to allocate between the relevant segments the investments made by the partner funds. Comparative figures for the year ended December 31, 2025 were therefore reclassified to conform with the presentation used in the current period.

Funds committed but not disbursed

As at June 30, 2026, funds committed but not disbursed represented amounts committed by CRCD to partner funds but not yet disbursed as at that date. As at December 31, 2025, funds committed but not disbursed included amounts committed by CRCD to partner funds and amounts to be disbursed to companies, cooperatives and external funds directly held by CRCD. Future disbursements are subject to certain conditions. Assuming that the conditions are met, the payments due to partner funds during the year ending December 31, 2026 would be $35 million.

Suretyships

As at June 30, 2026, CRCD had provided suretyships totalling $7.0 million in respect of loans to companies in which CRCD had invested before January 1, 2026 ($7.0 million as at December 31, 2025). Such suretyships may be enforced only in the event that a company fails to meet its contractual obligations. As at June 30, 2026 and as at December 31, 2025, the term of these suretyships as of grant date ranged from three to five years. As at June 30, 2026 and as at December 31, 2025, no amount has been recognized in liabilities as a provision for expected credit losses arising from any such suretyships.

Note 11 – Development capital investments *(continued)*

Investments in subsidiaries and associates

Subsequent to quantitative and qualitative analyses, CRCD has determined that it has control (subsidiaries) or exercises significant influence (associates) over the following number of entities:

	As at June 30, 2026		As at December 31, 2025	
	Number	**Fair value $**	Number	Fair value $
Subsidiaries				
Partner companies	**5**	**157,693**	6	208,028
Partner funds[1]	**3**	**1,478,595**	1	18,176
Associates				
Partner companies	—	—	56	764,594
Partner funds[1]	—	—	3	21,307

[1] In connection with its new business model, CRCD reassessed the classification of certain investments in limited partnerships. As a result, for the year ended December 31, 2025, one investment previously presented as an investment in an associate is now presented as an investment in a subsidiary. In addition, five investments previously presented as investments in associates are no longer presented further to updating the analysis as CRCD exercises no significant influence.

The principal place of business of these entities is in Quebec, and the country of incorporation is Canada.

Interests in the share capital of these partner companies consist of common shares and preferred shares. The percentage of equity securities held directly by CRCD or indirectly through partner funds in each of these partner companies is equal to or over 50% for subsidiaries, and between 2% and 50% for associates as at December 31, 2025. As at June 30, 2026, the voting rights are equivalent to the proportion of interests held except for two subsidiaries (two subsidiaries and 16 associates as at December 31, 2025).

Interests in partner funds are made up of units. The holding percentage in each of these partner funds ranges from 95% to 100% for subsidiaries as at June 30, 2026 and ranges from 13% to 33% for associates as at December 31, 2025.

Note 12 – Fair value of financial instruments

The implementation of the new business model as at January 1, 2026 (see Note 3), brings the use of a single valuation technique for all development capital investments which are exclusively and indirectly made in partner funds. Up to December 31, 2025, the majority of development capital investments were directly made in companies, cooperatives and external funds, which explains why the comparative information is presented differently.

Hierarchy levels of financial instruments measured at fair value

Financial instruments are categorized using the following three hierarchical levels:

- Level 1: Measurement based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: Inputs are other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables show the breakdown by level of the fair value measurements of financial instruments recognized at fair value in the Balance Sheets:

	As at June 30, 2026			
	Level 1 $	**Level 2 $**	**Level 3 $**	**Total $**
Financial assets				
Development capital investments	**—**	**—**	**1,971,301**	**1,971,301**
Other investments	**486,464**	**849**	**166,969**	**654,282**
Amounts receivable on disposal of development capital investments	**—**	**—**	**12,550**	**12,550**
Amounts receivable on disposal of other investments	**—**	**—**	**14,962**	**14,962**
Total financial assets	**486,464**	**849**	**2,165,782**	**2,653,095**

	As at December 31, 2025			
	Level 1 $	Level 2 $	Level 3 $	Total $
Financial assets				
Development capital investments	17,280	—	1,988,231	2,005,511
Other investments	444,116	1,715	178,415	624,246
Amounts receivable on disposal of development capital investments	—	—	13,003	13,003
Total financial assets	461,396	1,715	2,179,649	2,642,760

Transfers between hierarchy levels of financial instruments measured at fair value are made at the reporting date. No transfer between hierarchy levels took place during the six-month period ended June 30, 2026 (no transfer during the year ended December 31, 2025).

Note 12 – Fair value of financial instruments *(continued)*

Level 3 financial instruments

The following tables present the reconciliation between the beginning and ending balances of Level 3 financial instruments:

	For the six-month period ended June 30, 2026			
	Development capital investments $	Other investments $	Amounts receivable on disposal of development capital investments $	Amounts receivable on disposal of other investments $
Fair value as at December 31, 2025	**1,988,231**	**178,415**	**13,003**	**—**
Realized gains (losses)	**198,513**	**(3,200)**	**(453)**	**—**
Unrealized gains (losses)	**(263,845)**	**6,015**	**—**	**—**
Acquisitions/issuances	**1,783,717**	**2,702**	**—**	**14,962**
Disposals/repayments	**(1,735,315)**	**(16,963)**	**—**	**—**
Fair value as at June 30, 2026	**1,971,301**	**166,969**	**12,550**	**14,962**
Unrealized gains (losses) in comprehensive income on investments and financial liabilities held as at June 30, 2026	**(68,344)**	**6,015**	**—**	**—**

	For the six-month period ended June 30, 2025		
	Development capital investments $	Other investments $	Amounts receivable on disposal of development capital investments $
Fair value as at December 31, 2024	1,891,195	181,874	4,375
Realized gains (losses)	(2,807)	—	1,608
Unrealized gains (losses)	(20,289)	1,616	—
Acquisitions/issuances	221,738	2,642	783
Disposals/repayment	(124,981)	—	(4,185)
Fair value as at June 30, 2025	1,964,856	186,132	2,581
Unrealized gains (losses) in comprehensive income on investments and financial liabilities held as at June 30, 2025	(33,716)	1,616	—

Note 12 – Fair value of financial instruments *(continued)*

Level 3 financial instruments *(continued)*

The following tables present the main techniques and inputs used to measure the fair value of Level 3 financial instruments:

	As at June 30, 2026			
	Fair value $	Main valuation techniques	Unobservable inputs	Input value range (weighted average)
Development capital investments				
Note	**1,638**	Adjusted net asset value	Fund's net assets	(4)
Fund units	**1,969,663**	Adjusted net asset value	Fund's net assets	(2)
	1,971,301			
Other investments – Real estate funds and Infrastructure funds	**166,969**	Adjusted net asset value	Fund's net assets	(2)
Amounts receivable on disposal of development capital investments	**12,550**	Discounted cash flows	Required return	0% to 3.1% (1.49%)
Amounts receivable on disposal of other investments	**14,962**	Others(3)	—	—

Note 12 – Fair value of financial instruments *(continued)*

	As at December 31, 2025			
	Fair value $	Main valuation techniques	Unobservable inputs	Input value range (weighted average)
Development capital investments				
Loans and advances	193,020	Discounted cash flows	Required return	5.1% to 18.8% (9.1%)
	29,375	Others[3]	—	25.0% to 75.0% (60.8%)
Participating controlling shares	118,841	Capitalized cash flows	Capitalization rate	8.6% to 9.9% (8.8%)
			% of representative cash flows[1]	7.4% to 14.9% (13.7%)
	58,354	Recent transactions and bids	Paid/bid price	—
	31,986	Adjusted net asset value	Entity's net assets	[2]
Participating non-controlling shares	506,618	Capitalized cash flows	Capitalization rate	7.8% to 16.8% (10.6%)
			% of representative cash flows[1]	3.3% to 70.7% (32.0%)
	181,541	Recent transactions and bids	Paid/bid price	—
	196,545	Adjusted net asset value	Entity's net assets	[2]
	106,303	Others[3]	—	—
Note	1,905	Adjusted net asset value	Fund's net assets	[4]
Fund units	563,743	Adjusted net asset value	Fund's net assets	[2]
	1,988,231			
Other investments – Real estate funds and Infrastructure funds	178,415	Adjusted net asset value	Fund's net assets	[2]
Amounts receivable on disposal of development capital investments	13,003	Discounted cash flows	Required return	0% to 6.8% (2.1%)

[1] As the entities comprising the portfolio vary widely in size, representative cash flows are presented as a percentage of sales.
[2] As the entities and funds comprising the portfolio vary widely in size, no input value range is provided for the net assets of the entity/fund.
[3] Other valuation techniques include discounted transaction value, redemption value and liquidation value methods.
[4] The note is related to a development capital investment in a fund.

Note 12 – Fair value of financial instruments *(continued)*

Sensitivity of the fair value to unobservable inputs

Application as at January 1, 2026

Since January 1, 2026, CRCD has carried out its development capital investment activities exclusively through indirect means by investing in private partner funds managed by Desjardins Capital (see Note 3). These fund units are measured using the adjusted net asset value valuation technique using the most recent audited financial statements of such partner funds.

According to this technique, the fair value of fund units is based on an observable input, namely the net assets reported in the most recent audited financial statements of each fund held and adjusted to reflect any acquisitions or disposals of fund units made by CRCD as well as any changes in fair value of the investments held by the partner funds between the financial statement date for each fund and the valuation date.

Comparative data as at December 31, 2025

Up to December 31, 2025, CRCD made its development capital investments directly in companies, cooperatives and external funds and measured them using various valuation techniques. CRCD considers that fair value estimates made for the financial statements are appropriate. If different assumptions were used for unobservable inputs, the results could be different.

Loans and advances, non-participating shares – Discounted cash flows

An increase (decrease) in the required rate of return, taken individually, generally results in a decrease (increase) in fair value. According to CRCD, a reasonably possible variation in this rate could be around +/- 0.5%. However, such a change would not have a direct material impact on the fair value of loans and advances, and non-participating shares.

Participating shares – Capitalized cash flows

Participating shares take into account investments made in a single entity in the form of loans and advances, and non-participating shares. Accordingly, the fair value of participating shares includes these mixed investments. If different assumptions were used for the two unobservable inputs, namely representative cash flow and capitalization rate, to measure a given investment, the fair value of the investment could increase or decrease. However, since these two unobservable inputs are interrelated, the use of different assumptions for one of these inputs generally leads to a revised assumption for the other input, thereby limiting the impact on fair value.

Typically, CRCD determines a range of acceptable fair values for each investment measured and uses the mid-point of the range for financial statement reporting purposes. If all the ranges are summed up, the cumulative difference between the top and bottom acceptable fair values and the investment fair value expressed as a percentage of CRCD's net assets as at December 31, 2025 is approximately +/-0.2% for participating controlling shares and +/-1.0% for non participating shares.

According to CRCD, for each investment subject to measurement, the impact of a change in the two unobservable inputs to reflect other reasonably possible assumptions should be less than this percentage on the net assets of CRCD.

Participating shares – Recent transactions and bids

According to these techniques, the fair value of participating shares is based on an observable input, namely the price of a recent transaction negotiated between unrelated parties or the price of a bid received. CRCD must use judgment to determine whether the recent transaction is still representative of the fair value as at the measurement date or whether the bid is serious and credible. CRCD may also, if necessary, make any adjustments considered required and include unobservable inputs in the fair value measurement. The amount of the adjustments is generally immaterial compared with the related transaction or bid price used. CRCD considers that the fair value it could have obtained by using unobservable inputs based on different reasonably possible assumptions would not be materially different from the fair value used.

Note 12 – Fair value of financial instruments *(continued)*

Sensitivity of fair value to unobservable inputs *(continued)*

Comparative data as at December 31, 2025 (continued)

Fund units – Adjusted net asset value

According to this technique, the fair value of fund units is based on an observable input, namely the net assets reported in the most recent audited financial statements of each fund held and adjusted to reflect any acquisitions or disposals of fund units made by CRCD between the financial statement date for each fund and the valuation date. In certain circumstances, CRCD must make certain other adjustments that are more judgmental in nature. CRCD considers that the fair value it could have obtained by using unobservable inputs based on different reasonably possible assumptions would not have been materially different from the fair value used.

Other valuation techniques

Since the fair value of assets measured using other techniques is not significant, CRCD considers that the fair value it could have obtained by using unobservable inputs based on different reasonably possible assumptions would not have been materially different from the fair value used.

Note 13 – Line of credit

As at June 30, 2026 and as at December 31, 2025, CRCD had an authorized credit facility of $300 million with the Fédération des caisses Desjardins du Québec ("FCDQ"). As at June 30, 2026, this credit facility bears interest at the Canadian prime rate less 0.95% for bank overdrafts and CORRA plus 1.20% for direct advances (Desjardins prime rate plus 0.5% as at December 31, 2025). This credit facility is renewable annually.

As at June 30, 2026 and as at December 31, 2025, no amount was drawn on this credit facility.

Note 14 – Share capital

Authorized

CRCD's share capital comprises three classes of shares: Class A "Issuance", Class B "Exchange" and Class C "Issuance". Class A shares were issued to raise capital until February 28, 2025, and have been replaced by Class C shares since March 1, 2025. Class B shares, whose program ended on February 28, 2023, offered shareholders who would defer the redemption of their eligible shares for seven years the option to take advantage of a new tax credit.

Shares are issued without par value and are participating, with voting rights and the right to elect directors to the Board of Directors. They are redeemable subject to certain conditions set out in the Act.

Each issue period lasts 12 months and begins on March 1 of each year.

Issued

The net assets of CRCD as at June 30, 2026 totalled $2,873.9 million broken down by issue as follows:

	Balance in millions of dollars[1]			
Issue	**"Issuance" shares**	**"Exchange" shares**	**Total**	**Eligible for redemption[2]**
2001 to June 2019	1,319.0	115.4	1,434.4	Today
July to December 2019	177.0	131.2	308.2	July to December 2026
2020	189.0	134.2	323.2	2027
2021	163.3	58.0	221.3	2028
2022	166.2	59.1	225.3	2029
2023	69.0	—	69.0	2030
2024	144.5	—	144.5	2031
2025	148.0	—	148.0	2032
Net asset	**2,376.0**	**497.9**	**2,873.9**	

[1] Calculated using the net asset value per share as at June 30, 2026.
[2] The possible redemption date is determined based on the transaction date.

Note 15 – Capital disclosures

CRCD's objective with respect to capital management is to ensure the availability of sufficient cash resources to make investments in line with its mission and meet shareholders' share redemption requests. CRCD's capital consists of its net assets.

CRCD is not subject to any external capital requirements other than those governing the issuance and redemption of its shares, as mentioned in Note 14.

CRCD's policy is to reinvest the annual earnings generated by its operations and not to pay dividends to its shareholders, with a view to increasing the capital available for investment and enhancing share valuations.

Note 16 – Gains (losses) on development capital investments and other investments

The change in value of development capital investments represents the proportionate share of CRCD in partner funds, which includes the impact of both the funds' performance and cash flows (capital calls and distributions). Consequently, it is not a direct measure of the performance of the partner funds.

	As at June 30, 2026			As at June 30, 2025		
	Realized $	Unrealized $	Total $	Realized $	Unrealized $	Total $
Development capital investments						
Desjardins Capital Appui PME S.E.C.	—	(139,037)	(139,037)	—	—	—
Desjardins Capital Private Debt L.P.	—	15,728	15,728	—	6,892	6,892
Desjardins Capital Private Equity L.P.	—	55,504	55,504	—	—	—
Other partner funds	3,095	(530)	2,565	2,634	(3,282)	(648)
External funds	10,066	(10,066)	—	3,597	1,831	5,428
Direct investments in companies and cooperatives	177,214	(177,671)	(457)	(9,080)	(19,552)	(28,632)
	190,375	(256,072)	(65,697)	(2,849)	(14,111)	(16,960)
Other investments	(10,056)	26,777	16,721	563	8,055	8,618
Total	180,319	(229,295)	(48,976)	(2,286)	(6,056)	(8,342)

CRCD recognized a realized gain on investments totalling $187.7 million upon the transfer of development capital investments to the Desjardins Capital Appui PME S.E.C. and Desjardins Capital Private Equity L.P. funds in connection with the implementation of the new business model as at January 1, 2026 (see Note 3).

Note 17 – Operating expenses

Administration fees and management fees

As a result of the strategic shift of CRCD's business model (see Note 3), the fee structure was adjusted. Although the method used to calculate the total fees paid by CRCD to Desjardins Capital in effect since January 1, 2026, has changed, the management and administration fees assumed by CRCD remained capped at 1.75% of CRCD's average assets' value for fiscal 2026. In calculating the maximum cap, any liabilities related to development capital investments and other investments are deducted from the average assets' value, and an adjustment is made to avoid double billing relative to CRCD's interests in other investment funds, whether in the development capital investments portfolio or in the other investments portfolio.

Application as at January 1, 2026

Administration fees are a lump-sum compensation paid to Desjardins Capital pursuant to the management agreement for services provided to meet CRCD's needs, in particular with respect to managing operations, financial strategies, assets, share ownership, risks, capitalization, shareholder relations, governance and reporting. These administration fees are included in CRCD's operational expenses.

Management fees are paid for services provided by Desjardins Capital as manager of the partner funds, and they are calculated based on the amount of the interest of CRCD in these funds. These fees include IT development and maintenance costs related to investment management. Performance fees representing a portion of its return exceeding a threshold set out in contractual agreements and established based on market practices may also be paid. These management fees and performance fees are deducted from the return of each fund and, consequently, are reflected in the fair value of these investments and resulting returns.

Note 17 – Operating expenses *(continued)*

Application as at January 1, 2026 (continued)

Any excess over the maximum cap of 1.75% related to management fees paid by CRCD in its development capital investments portfolio or other investments portfolio was deducted from the administration fees for fiscal 2026 in accordance with the management agreement. Any excess over the cap related to performance fees for the investment funds included in the development capital investments portfolio or the other investments portfolio is presented in other income and accounts receivable as amount receivable related to the reimbursement of fund performance fees ($32.1 million as at June 30, 2026).

Comparative data as at December 31, 2025 and for the period ended June 30

Up to December 31, 2025, management fees represented all the fees paid to Desjardins Capital pursuant to the management agreement then in effect, for managing its operations, including managing its development capital investments portfolio, which included investments directly made in companies, cooperatives and external funds, and its other investments portfolio.

There were no administration fees for the year ended December 31, 2025.

Other operating expenses and shareholder services

Other operating expenses and shareholder services for the six-month periods ended June 30 are detailed as follows:

	For the six-month periods ended June 30	
	2026 $	2025 $
Other operating expenses		
IT expenses	**—**	4,145
Professional services fees	**325**	355
Investment advisor fees	**176**	—
Compensation of members of the Board of Directors and its committees	**251**	387
Audit fees	**145**	114
Custodial and trustee fees	**112**	130
Other expenses	**164**	404
Total	**1,173**	5,535
Shareholder services		
Trustee fees (registration)	**1,086**	1,243
Reporting to shareholders	**209**	258
Share distribution fees	**3,261**	3,134
IT expenses	**887**	783
Other expenses	**331**	30
Total	**5,774**	5,448

Note 18 – Income taxes

Income tax expense (recovery)

Income tax expense for the six-month periods ended June 30 is detailed as follows:

	2026 $	2025 $
Current	**10,891**	1,182
Deferred	**(378)**	(428)
Total	**10,513**	754

Reconciliation of the income tax rate

The actual income tax rate for the six-month periods ended June 30 differs from the basic income tax rate for the following reasons:

	2026 $	2025 $
Income taxes at the combined basic tax rate of 39.5% in 2026 and 2025	**69,227**	1,473
Permanent differences between earnings before income taxes and taxable income and other items		
Realized and unrealized losses (gains) on development capital investments and other investments	**21,451**	5,537
Non-taxable dividends and distributions	**(76,308)**	(3,133)
Other	**(3,857)**	(3,123)
Total	**10,513**	754

Current and deferred income tax balance

Current and deferred income taxes recognized in the Balance Sheets are detailed as follows:

	As at June 30, 2026 $	As at December 31, 2025 $
Assets		
Refundable tax on hand	**44,627**	33,809
Income taxes recoverable	**366**	16,452
Deferred taxes	**4,431**	4,053
Total	**49,424**	54,314

Items giving rise to deferred tax assets (liabilities) are detailed as follows:

	As at June 30, 2026 $	As at December 31, 2025 $
Deferred taxes – Share issue expenses and share distribution fees	**4,390**	4,186
Deferred taxes – Other	**41**	(133)
Total deferred tax assets	**4,431**	4,053

CRCD expects to receive $2.2 million ($18.4 million receivable as at December 31, 2025) in income taxes no later than 12 months after the reporting date.

Note 19 – Related party transactions

Related parties include Desjardins Capital, CRCD’s manager, which is a subsidiary of FCDQ and is part of Desjardins Group. CRCD is therefore indirectly related to Desjardins Group. Related parties also include CRCD’s key management personnel.

- CRCD has entrusted Desjardins Capital with its management and operations, in accordance with the strategies and objectives approved by the Board of Directors. This management agreement, which had been in effect since January 1, 2018, was amended and restated as of the agreed-upon date of January 1, 2026, for an initial period of five years. Upon expiration of the term, it is automatically renewed for one-year terms, unless terminated by one of the parties. For more information on the fee structure, see Note 17, Operating expenses.
- CRCD has appointed Desjardins Trust Inc. as a shareholder registrar and share transfer agent. Desjardins Trust Inc. also acts as an intermediary for various shareholder support services. The registrar agreement was amended and restated as of the agreed-upon date of January 1, 2023, for an initial period of three years. Upon expiration of the term, it is automatically renewed for one-year terms, unless terminated by one of the parties.
- CRCD has entrusted Desjardins Trust Inc. with custody services for its assets. The custody and administration agreement was amended and restated as of the agreed-upon date of January 1, 2023, for an unlimited period of time, unless terminated by one of the parties.
- CRCD has appointed FCDQ to oversee the distribution of its shares through the Desjardins caisse network and AccèsD. The distribution agreement was amended and restated as of the agreed-upon date of January 1, 2023 for an initial period of three years. Upon expiration of the term, it is automatically renewed for one-year terms, unless terminated by one of the parties. CRCD also agreed to pay Desjardins Technology Group Inc., as needed, project fees for the work required to upgrade the tools and applications supporting the CRCD share distribution processes.
- CRCD has entrusted the Desjardins caisse network with issuing its shares.
- CRCD has entrusted FCDQ with the banking operations related to its day-to-day activities and its role as counterparty in foreign exchange contracts.
- CRCD had appointed Desjardins Securities Inc. as its full service broker, to serve as an intermediary for buying and selling shares traded on public markets, up to December 31, 2025. As of January 1, 2026, such agreements are in effect within the partner funds.
- CRCD, through its manager, has entrusted Desjardins Global Asset Management Inc. ("DGAM") with the management of a portion of the other investment portfolio, more specifically managing on a day-to-day basis the fixed-income portfolio and foreign currency hedging, as well as monitoring the funds managed by external managers and DGAM.

Note 19 – Related party transactions *(continued)*

Related party transactions

CRCD has entered into transactions with other Desjardins Group entities in the normal course of business, and all these transactions were measured at the exchange amount. Unless otherwise indicated, none of the transactions incorporated special terms or conditions. The balances are generally settled in cash. The transactions and end-of-period balances are detailed as follows:

	As at June 30, 2026			As at December 31, 2025		
	Desjardins Capital $	**Other related parties[1] $**	**Total $**	Desjardins Capital $	Other related parties[1] $	Total $
Balance Sheets						
Assets						
Cash	**—**	**141,140**	**141,140**	—	109,871	109,871
Other investments	**—**	**189**	**189**	—	(335)	(335)
Intangible assets	**—**	**154**	**154**	—	615	615
Accounts receivables	**32,136**	**159**	**32,295**	—	—	—
Liabilities						
Accounts payable	**2,099**	**3,499**	**5,598**	3,917	9,689	13,606

	For the six-month periods ended June 30					
	2026			2025		
	Desjardins Capital $	**Other related parties[1] $**	**Total $**	Desjardins Capital $	Other related parties[1] $	Total $
Statements of Comprehensive Income						
Revenue						
Interest	**—**	**598**	**598**	—	—	—
Other income	**32,136**	**—**	**32,136**	—	—	—
Gains (losses) on development capital investments and other investments	**—**	**(4,392)**	**(4,392)**	—	1,795	1,795
Financial fees	**—**	**(82)**	**(82)**	—	(9)	(9)
Expenses						
Administration fees	**2,768**	**—**	**2,768**	—	—	—
Management fees	**—**	**—**	**—**	13,874	—	13,874
Other operating expenses	**—**	**354**	**354**	—	4,480	4,480
Shareholder services	**—**	**5,565**	**5,565**	—	5,161	5,161

[1] Other related parties include FCDQ and its subsidiaries, namely Desjardins Securities Inc., Desjardins Technology Group Inc., Desjardins Trust Inc., Desjardins Investment Inc. and Desjardins Global Asset Management Inc. They also include the Desjardins caisse network.

Key management personnel compensation

CRCD's key management personnel are the members of the Board of Directors. For the six-month periods ended June 30, 2026 and 2025, compensation of key management personnel comprised solely short-term benefits totalling $0.2 million and $0.3 million, respectively.