



STEADYHAND FOUNDERS FUND

**INTERIM MANAGEMENT REPORT
OF FUND PERFORMANCE**

For the financial period ended June 30, 2026

Purpose
INVESTMENTS

| Where thoughtful
Canadians invest.



This interim management report of fund performance contains financial highlights contains financial highlights, but does not contain either interim or annual financial statements of the investment fund. You can get a copy of the interim or annual financial statements at your request, and at no cost, by calling 1-866-261-4569, by writing to us at 130 Adelaide St. W, Suite 3100, P.O. Box 109, Toronto, ON M5H 3P5 or by visiting our website at www.purposeinvest.com or SEDAR at www.sedarplus.ca.

Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects," "anticipates," "intends," "plans," "believes," "estimates," or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties, and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these deviations, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events. We stress that the abovementioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions, and urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

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INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

INVESTMENT OBJECTIVE AND STRATEGIES

Steadyhand Founders Fund's fundamental investment objective is to achieve long-term capital growth and income through exposure to a diversified portfolio of primarily Canadian and foreign common stocks, fixed income securities, alternatives, commodities and cash.

The fundamental investment objective of the Fund may only be changed with the approval of a majority of unitholders at a meeting called for that purpose.

RISKS

The primary risks associated with an investment in the Fund are equity price risk and credit risk. The other risks are outlined in the simplified prospectus. There were no changes to the Fund over the reporting period that affected its overall level of risk.

RESULTS OF OPERATIONS

The net asset value per unit as at:

	June 30, 2026 (\$)	December 31, 2025 (\$)
Series		
Series A Shares	17.10	16.31

During the period ended June 30, 2026, the Fund paid distributions as follows:

Month	Series A Shares (\$)
March	0.0450
June	0.0450
Total	0.0900

Over the period from January 1 to June 30, 2026, financial markets were significantly influenced by a geopolitical conflict that began in late February, which drove credit spreads wider and contributed to volatility across asset classes. Both the Bank of Canada and the Federal Reserve maintained steady policy rates throughout the first half of the year, with Canada holding its overnight rate at 2.25% and the United States keeping the federal funds rate in the 3.50%-3.75% range, even as central banks monitored evolving geopolitical risks and their potential inflationary effects. The conflict's impact was particularly evident in credit markets, where US high yield spreads widened by roughly 50 basis points and European high yield spreads expanded by approximately 80 basis points from the initial shock, though investment grade credit remained relatively resilient with spreads holding in historically tight ranges. US Treasury yields moved higher over the period, with the 10-year yield rising above 4.5% and the 30-year yield exceeding 5% by mid-May as policy-rate expectations shifted. The Bank of Canada specifically highlighted concerns about oil price effects from Middle East tensions alongside ongoing challenges from weak domestic activity and US trade-policy uncertainty, underscoring the complex backdrop facing policymakers during the period.

Multi-asset markets in the first half of 2026 were characterized by persistent policy rate stability, with the Bank of Canada maintaining its overnight rate target at 2.25% throughout the period and the Federal Reserve holding the federal funds target range at 3.50%-3.75%, while longer-term yields moved higher with the 10-year US Treasury yield rising above 4.5% by mid-May. The rolling 3-year correlation between global stocks and bonds remained positive and elevated in the 89th percentile of the past 35 years, representing a structural shift from the traditionally negative stock-bond correlation that multi-asset portfolios have historically relied on for diversification. Despite this correlation challenge, diversification still delivered meaningful benefit as equities, commodities, credit, and duration all generated healthy returns over the period, with credit spreads remaining relatively contained despite some widening during geopolitical tensions in February and March. Overall, multi-asset returns were supported by selective positioning and income generation across asset classes, with bond yields reset meaningfully higher and inflation moderating

creating more attractive valuations than in several prior years and strengthening the case for diversified allocation strategies.

The Fund posted positive performance over the period. The Fund's gains were concentrated in equity holdings, which represented the largest asset class contributor, while fixed income also stood at gains. From a geographic perspective, Canadian holdings carried the Fund's gains. Overall, the Fund's positioning across multiple Steadyhand underlying funds, with equity exposure as the largest component, reflected where gains were concentrated during the period.

RECENT DEVELOPMENTS

Effective June 10, 2025, Purpose Unlimited Inc. ("Purpose" or "Purpose Unlimited") has completed its acquisition of Steadyhand Investment Management Ltd. and Steadyhand Investment Funds Inc. (collectively, "Steadyhand"). Following the closing of the acquisition, all investment funds and portfolios previously managed by Steadyhand Investment Management Ltd. will now be managed by Purpose Investments Inc., Purpose's asset management business and a wholly owned subsidiary of Purpose.

The current manager of the Funds is Purpose Investments Inc. (the "Manager" or "Purpose").

RELATED PARTY TRANSACTIONS

FUND MANAGEMENT ACTIVITIES

Purpose is deemed to be a related party as Manager of the Fund, often also appointing itself to such roles as trustee and/or portfolio manager. Accordingly, Purpose is responsible for the day-to-day administration of the Fund and receives a management fee in consideration for its services. No management fees or administration fees are payable by a Fund that, to a reasonable person, would duplicate a fee payable by the underlying funds of that fund for the same service. In addition, the Fund will not pay any sales fees or redemption fees upon a purchase or redemption of securities of an underlying fund where (a) the underlying fund is managed by Purpose or an affiliate or associate of Purpose, or (b) a reasonable person would consider that fee to duplicate a fee payable by an investor in the Fund. Please refer to the "Management Fee" section for fees paid to Purpose.

Purpose has also established an Independent Review Committee ("IRC") as required by National Instrument 81-107 *Independent Review Committee for Investment Funds*. The mandate of the IRC is to review, and provide input on, the Manager's written policies and procedures that deal with conflict of interest matters in respect of the Fund. IRC members receive fees and reimbursement of expenses for services provided to the Fund and other Purpose managed funds and such costs are allocated among all the Funds on a fair and reasonable basis. The fees for services rendered to the Fund are reported in the Statements of Comprehensive Income.

The Fund is permitted to purchase, sell and hold units or shares in other investment funds for which Purpose is the manager. With respect to the purchase, sale or holdings in such units or shares, Purpose relies on standing instructions from the IRC as a positive recommendation permitting such investments subject to Purpose complying with its established policies and procedures regarding fund-on-fund investments and reporting on such compliance periodically to the IRC.

PURCHASE AND SALE OF FUND UNITS

Steadyhand Investment Funds Inc. ("SIFI"), a registered mutual fund dealer under securities legislation in British Columbia, Alberta, Manitoba, Ontario and Saskatchewan. SIFI is the principal distributor of the Steadyhand Funds pursuant to a distribution agreement made as of August 9, 2010, between Purpose and SIFI, which means that investors can buy units in the Steadyhand Funds from SIFI. Investors can also purchase units in the Steadyhand Funds through another registered dealer. SIFI is an affiliate of Purpose Investments Inc., which is the manager of the Steadyhand Funds.

**INDEPENDENT REVIEW COMMITTEE**

The Manager is required to comply with the policies and procedures presented to the IRC with respect to various potential conflicts of interest including valuation and the allocation of operating expenses and to provide periodic reports to the IRC in accordance with NI 81-107.

The members of the Independent Review Committee as at December 31, 2025 were Douglas G. Hall (Chair), Jean M. Fraser and Karen A. McRae. Effective January 1, 2026, Douglas G. Hall and Karen A. McRae ceased to be independent review committee members and Randall C. Barnes and Stacy Rosen were appointed to be independent review committee members. Therefore, the members of the Independent Review Committee as at June 30, 2026 were Randall C. Barnes (Chair), Jean M. Fraser and Stacy Rosen.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the years ended December 31, except 2026 which is provided as at June 30:

NET ASSETS PER UNIT¹

Series A Shares	2026 ^a (\$)	2025 (\$)	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)
Net assets, beginning of period	16.31	15.40	14.26	13.39	15.09	14.21
Increase (decrease) from operations:						
Total revenue	0.11	0.62	0.59	0.43	0.43	0.65
Total expenses	(0.07)	(0.14)	(0.13)	(0.12)	(0.12)	(0.14)
Realized gains (losses) for the period	0.28	0.37	0.18	0.12	0.01	0.13
Unrealized gains (losses) for the period	0.60	0.57	0.87	0.77	(1.74)	0.72
Total increase (decrease) from operations ²	0.92	1.42	1.51	1.20	(1.42)	1.36
Distributions:						
From investment income	(0.09)	(0.08)	(0.02)	(0.17)	(0.14)	(0.14)
From dividends	–	(0.06)	(0.21)	(0.01)	–	–
From capital gains	–	(0.30)	(0.08)	(0.09)	(0.06)	(0.28)
Total distributions ³	(0.09)	(0.44)	(0.31)	(0.27)	(0.20)	(0.42)
Net assets, end of period	17.10	16.31	15.40	14.26	13.39	15.09

Notes:

- Information presented is for the period January 1, 2026 to June 30, 2026.
- This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of shareholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with shareholders.
- Net assets and distributions are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of shares outstanding over the financial period.
- Distributions were paid in cash or reinvested in additional shares of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Series A Shares	2026	2025	2024	2023	2022	2021
Total net asset value (\$) (000s) ¹	792,848	751,687	705,201	634,921	585,994	635,579
Number of shares outstanding (000s) ¹	46,379	46,095	45,796	44,510	43,772	42,124
Management expense ratio ²	1.34%	1.34%	1.34%	1.34%	1.34%	1.34%
Management expense ratio before waivers or absorptions ²	1.34%	1.34%	1.34%	1.34%	1.34%	1.34%
Trading expense ratio ³	0.03%	0.03%	0.03%	0.03%	0.03%	0.08%
Fund expense ratio ⁴	1.37%	1.37%	1.37%	1.37%	1.37%	1.42%
Portfolio turnover rate ⁵	5.61%	12.73%	6.84%	10.38%	5.20%	6.46%

Notes:

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at December 31 of the year shown except 2026 which is shown as at June 30.
- The management expense ratio ("MER") is calculated as the total expenses, excluding distributions, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services.
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all series of shares of the Fund.
- The Fund Expense Ratio ("FER") shown includes the Fund's management expenses and trading costs. These costs are deducted from the fund's assets, reducing returns, but you do not pay them directly. FER excludes personalized costs or fees you may pay to your dealer (e.g., account administration or advisory fees). These will appear in your dealer's annual charges and compensation report, as required under CSA Total Cost Reporting rules.
- The portfolio turnover rate is calculated at the portfolio level based on the lesser of purchases or proceeds of sales of securities for the year, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the year. The Fund's portfolio turnover rate indicates how actively the Fund's investment sub-advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all series of shares of the Fund.



MANAGEMENT FEES

Effective June 10, 2025, Purpose has completed its acquisition of Steadyhand Investment Management Ltd. Following the closing of the acquisition, all investment funds and portfolios previously managed by Steadyhand Investment Management Ltd. will now be managed by Purpose. Purpose is the current Manager of the Fund.

The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis.

Annual Management Fee
(% of Net Asset Value of each unit)

Class	One Simple Fee
Series A Shares	1.34%

The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.34%. This fee is calculated daily and paid monthly based on the net asset value of units of the Fund. For the period ended June 30, 2026, the Fund paid gross fees of \$5,107,890 to the Manager and distributed \$1,822,270 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

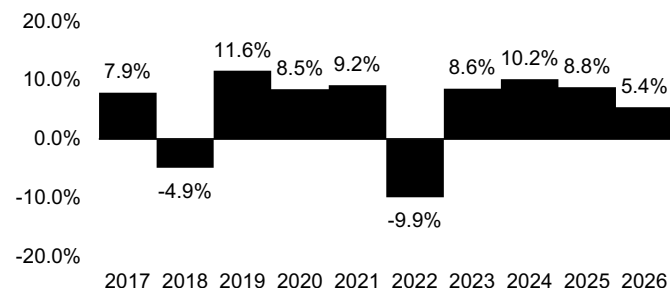
PAST PERFORMANCE

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

YEAR-BY-YEAR RETURNS

The bar charts below show the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A Shares – NAV



Return labelled 2026 is for the period from January 1, 2026 to June 30, 2026.

SUMMARY OF INVESTMENT PORTFOLIO

As at June 30, 2026

SECTOR MIX

	% of Fund's Net Asset Value
Pooled Investment Funds	99.6
Net Other Assets	0.4
Total	100.0

TOP 25 HOLDINGS

	% of Fund's Net Asset Value
Steadyhand Income Fund, Series O	48.5
Steadyhand Equity Fund, Series O	16.7
Steadyhand Global Equity Fund, Series O	16.5
Steadyhand Savings Fund, Series O	10.0
Steadyhand Global Small-Cap Equity Fund, Series O	4.1
Steadyhand Small-Cap Equity Fund, Series O	3.8
Cash & cash equivalents	0.5

For investments in other investment funds, their prospectus and other information is available at www.sedarplus.ca. The investment portfolio may change due to ongoing portfolio transactions. An updated listing is available quarterly.

FUND INFORMATION

MANAGER

Purpose Investments Inc.
130 Adelaide Street West
Suite 3100, P.O. Box 109
Toronto, ON M5H 3P5

AUDITOR

Ernst & Young LLP
EY Tower
100 Adelaide Street West, P.O. Box 1
Toronto, ON M5H 0B3

CUSTODIAN

CIBC Mellon Trust Company
1 York Street, Suite 700
Toronto, ON M5J 0B6

REGISTRAR AND TRANSFER AGENT

TSX Trust Company
100 Adelaide Street West, Suite 301
Toronto, ON M5H 4H1

UNITHOLDER RECORDKEEPING

CGI
250 Yonge Street, Suite 2000
Toronto, ON M5B 2L7

INDEPENDENT REVIEW COMMITTEE OF STEADYHAND FUNDS

RANDALL C. BARNES*

Chair of the Independent Review Committee

JEAN M. FRASER

Member of the Independent Review Committee

STACY ROSEN*

Member of the Independent Review Committee

DOUGLAS G. HALL*

Member of the Independent Review Committee

KAREN A. McRAE*

Member of the Independent Review Committee

OFFICERS AND DIRECTORS OF PURPOSE INVESTMENTS INC.

SOM SEIF

Chief Executive Officer, Chairman of the Board of Directors

TYLER MEYRICK

Chief Financial Officer and Director

SINI ERME

Chief Compliance Officer

* The members of the Independent Review Committee as at December 31, 2025 were Douglas G. Hall (Chair), Jean M. Fraser and Karen A. McRae. Effective January 1, 2026, Douglas G. Hall and Karen A. McRae ceased to be independent review committee members and Randall C. Barnes and Stacy Rosen were appointed to be independent review committee members. Therefore, the members of the Independent Review Committee as at June 30, 2026 were Randall C. Barnes (Chair), Jean M. Fraser and Stacy Rosen.

Front cover photo by Rebecca on Unsplash.