

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF YELLOW PAGES LIMITED

March 31, 2026 and 2025

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Interim Condensed Consolidated Statements of Income and Other Comprehensive Income

(in thousands of Canadian dollars, except share and per share information)

For the three-month periods ended March 31,	<i>Note</i>	2026	2025
Revenues	3	\$ 46,828	\$ 50,808
Operating costs		37,799	38,923
Income from operations before depreciation and amortization, and restructuring and other charges		9,029	11,885
Depreciation and amortization		3,023	3,267
Restructuring and other charges	4	159	1,702
Income from operations		5,847	6,916
Financial charges, net	5	147	255
Income before income taxes		5,700	6,661
Provision for income taxes		1,622	1,698
Net income		\$ 4,078	\$ 4,963
Other Comprehensive Income			
Items that will not be reclassified subsequently to net income			
Actuarial gains (losses) on post-employment benefit plans	8	9,972	(2,364)
Income taxes relating to items that will not be reclassified subsequently to net income		(2,634)	625
Other comprehensive gain (loss)		7,338	(1,739)
Total comprehensive income		\$ 11,416	\$ 3,224
Income per share			
Basic income per share		\$ 0.30	\$ 0.37
Weighted average shares outstanding – basic income per share	9	13,568,659	13,561,086
Diluted income per share		\$ 0.30	\$ 0.35
Weighted average shares outstanding – diluted income per share	9	13,758,668	13,757,882

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim Condensed Consolidated Statements of Financial Position

(in thousands of Canadian dollars)

As at	<i>Note</i>	March 31, 2026	December 31, 2025
ASSETS			
CURRENT ASSETS			
Cash		\$ 55,833	\$ 62,681
Trade and other receivables	7	27,813	28,776
Income taxes receivable		1,107	1,039
Prepaid expenses		3,877	4,437
Deferred publication costs		1,232	1,222
Net investment in subleases		2,553	2,490
TOTAL CURRENT ASSETS		92,415	100,645
NON-CURRENT ASSETS			
Deferred commissions		2,368	2,600
Financial and other assets	6	1,773	1,786
Right-of-use assets		3,952	4,122
Net investment in subleases		18,611	19,268
Property and equipment		2,164	2,275
Intangible assets		19,093	21,399
Deferred income taxes		6,193	10,493
TOTAL NON-CURRENT ASSETS		54,154	61,943
TOTAL ASSETS		\$ 146,569	\$ 162,588
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Trade and other payables		\$ 17,749	\$ 21,629
Provisions		5,646	12,818
Deferred revenues		580	638
Current portion of lease obligations		4,026	3,941
TOTAL CURRENT LIABILITIES		28,001	39,026
NON-CURRENT LIABILITIES			
Provisions		357	420
Post-employment benefits	8	27,192	39,109
Lease obligations		31,154	32,194
TOTAL NON-CURRENT LIABILITIES		58,703	71,723
TOTAL LIABILITIES		86,704	110,749
CAPITAL AND RESERVES			
DEFICIT		(36,514)	(44,540)
TOTAL EQUITY		59,865	51,839
TOTAL LIABILITIES AND EQUITY		\$ 146,569	\$ 162,588

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim Condensed Consolidated Statements of Changes in Equity

(in thousands of Canadian dollars)

For the three-month periods ended March 31,

		2026					
	Note	Shareholders' capital	Restricted shares	Stock-based compensation and other reserves	Total capital and reserves	Deficit	Total equity
Balance, December 31, 2025		\$ 95,152	\$ (1,186)	\$ 2,413	\$ 96,379	\$ (44,540)	\$ 51,839
Other comprehensive income		–	–	–	–	7,338	7,338
Net income		–	–	–	–	4,078	4,078
Total comprehensive income		–	–	–	–	11,416	11,416
Dividends to shareholders	9	–	–	–	–	(3,392)	(3,392)
Restricted shares expense	10	–	–	10	10	–	10
Restricted shares reclassification	10	–	–	(10)	(10)	2	(8)
Balance, March 31, 2026		\$ 95,152	\$ (1,186)	\$ 2,413	\$ 96,379	\$ (36,514)	\$ 59,865
							2025
	Note	Shareholders' capital	Restricted shares	Stock-based compensation and other reserves	Total capital and reserves	Deficit	Total equity
Balance, December 31, 2024		\$ 95,087	\$ (1,198)	\$ 2,413	\$ 96,302	\$ (42,502)	\$ 53,800
Other comprehensive loss		–	–	–	–	(1,739)	(1,739)
Net income		–	–	–	–	4,963	4,963
Total comprehensive income		–	–	–	–	3,224	3,224
Dividends to shareholders	9	–	–	–	–	(3,391)	(3,391)
Restricted shares settled	10	–	12	–	12	–	12
Restricted shares expense	10	–	–	42	42	–	42
Restricted shares reclassification	10	–	–	(42)	(42)	19	(23)
Balance, March 31, 2025		\$ 95,087	\$ (1,186)	\$ 2,413	\$ 96,314	\$ (42,650)	\$ 53,664

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim Condensed Consolidated Statements of Cash Flows

(in thousands of Canadian dollars)

For the three-month periods ended March 31,	Note	2026	2025
OPERATING ACTIVITIES			
Net income		\$ 4,078	\$ 4,963
Adjusting items			
Stock-based compensation expense – equity settled		10	42
Depreciation and amortization		3,023	3,267
Restructuring and other charges		159	1,702
Financial charges, net		147	255
Provision for income taxes		1,622	1,698
Change in operating assets and liabilities		(4,313)	(6,705)
Stock-based compensation cash payments		(3,934)	(372)
Funding of post-employment benefit plans in excess of costs		(2,451)	(666)
Restructuring and other charges paid		(521)	(502)
Interest paid		(367)	(404)
Cash (used in) from operating activities		(2,547)	3,278
INVESTING ACTIVITIES			
Additions to intangible assets		(548)	(440)
Additions to property and equipment		–	(33)
Payments received from net investment in subleases		594	541
Cash from investing activities		46	68
FINANCING ACTIVITIES			
Dividends paid	9	(3,392)	(3,391)
Payment of lease obligations		(955)	(998)
Cash used in financing activities		(4,347)	(4,389)
NET DECREASE IN CASH		(6,848)	(1,043)
CASH, BEGINNING OF YEAR		62,681	44,204
CASH, END OF PERIOD		\$ 55,833	\$ 43,161

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

1. Description

Yellow Pages Limited, through its subsidiaries, offers local and national businesses access to digital and print media and marketing solutions to reach consumers in all the provinces and territories of Canada. References herein to Yellow Pages Limited (or the “Company”) represent the financial position, financial performance, cash flows and disclosures of Yellow Pages Limited and its subsidiaries on a consolidated basis.

Yellow Pages Limited’s registered head office is located at 1751 Rue Richardson, Montreal, Québec, Canada, H3K 1G6 and the common shares of Yellow Pages Limited are listed on the Toronto Stock Exchange (“TSX”) under the symbol “Y”.

The Board of Directors (the “Board”) approved the interim condensed consolidated financial statements for the three-month periods ended March 31, 2026 and 2025 on May 13, 2026 for publication on May 14, 2026.

2. Basis of presentation and material accounting policies

2.1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with IAS 34 – *Interim Financial Reporting* and do not include all of the information required for full annual financial statements. The accounting policies and methods of computation applied in these interim condensed consolidated financial statements are consistent with IFRS® Accounting Standards and are the same as those applied by Yellow Pages Limited in its audited consolidated financial statements as at and for the years ended December 31, 2025 and 2024. These interim condensed consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the years ended December 31, 2025 and 2024.

2.2 Standard, interpretations and amendments to published standards adopted with no effect on the interim condensed consolidated financial statements

Effective January 1, 2026, the Company adopted the following amended accounting standards;

Amendments to IFRS 9 and IFRS 7 - *Disclosures to clarify the classification of financial assets and the settlement of financial liabilities using an electronic payment system*

In May 2024, the IASB amended IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: *Disclosures to clarify the classification of financial assets and the settlement of financial liabilities using an electronic payment system*. The amendments also introduce additional disclosures about investments in equity instruments designated at fair value through other comprehensive income and about financial instruments with contractual terms that could change the timing or amount of contractual cash flows based on the occurrence or non-occurrence of a contingent event. The adoption of these amendments did not have any significant impact to the Company’s financial statements.

2.3 Accounting Standards that are issued but not yet effective and not yet applied on the interim condensed consolidated financial statements

New standard IFRS 18 - *Presentation and Disclosures in Financial Statements*

On April 9, 2024, the International Accounting Standards Board (“IASB”) issued its new standard IFRS 18 *Presentation and Disclosures in Financial Statements* that will replace IAS 1 *Presentation of Financial Statements*. The new standard aims at improving how entities communicate in their financial statements by setting new requirements to:

- Improve comparability, through a specified structure of the statement of profit and loss that is more comparable between entities;
- Enhance disclosure of the management-defined performance measures to improve transparency and make them subject to audit; and
- Render the grouping of information more useful and relevant through enhanced guidance on how to organize information in financial statements including note disclosures.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027. The standard is applied retrospectively, with specific transition provisions, and early adoption is permitted. The Company is assessing the impact of this new standard on its current financial statement presentation.

3. Revenues

The Company reviews revenues by similar products and services, such as Print and Digital.

Print revenues are recognized at a point in time, whereas 99% of digital revenues were recognized over the term of the contract and 1% at a point in time for the three-month periods ended March 31, 2026 and March 31, 2025.

The following table presents revenue information by similar products and services:

For the three-month periods ended March 31,	2026	2025
Digital	\$ 38,207	\$ 40,693
Print	8,621	10,115
Total revenues	\$ 46,828	\$ 50,808

4. Restructuring and Other Charges

Yellow Pages Limited recorded restructuring and other charges of \$0.2 million during the three-month period ended March 31, 2026 consisting mainly of restructuring charges of \$0.3 million associated with workforce reductions, partially offset by a \$0.1 million recovery of other costs. Yellow Pages Limited recorded restructuring and other charges of \$1.7 million during the three-month period ended March 31, 2025, consisting of \$1.3 million of employee related costs and \$0.4 million of other non-recurring costs.

5. Financial charges, net

The significant components of the financial charges, net are as follows:

For the three-month periods ended March 31,	2026	2025
Interest on lease obligations, net of interest income on investment in subleases	\$ 167	\$ 221
Net interest on the defined benefit obligations	477	329
Interest income on cash balances	(435)	(426)
Other, net	(62)	131
Financial charges, net	\$ 147	\$ 255

6. Financial risk management

Fair value hierarchy

The three levels of fair value hierarchy are as follows:

- Level 1 – inputs are unadjusted quoted prices of identical instruments in active markets.
- Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 – inputs used in a valuation technique are not based on observable market data in determining fair values of the instruments.

Determination of fair value and the resulting hierarchy requires the use of observable market data whenever available. The classification of a financial instrument in the hierarchy is based upon the lowest level of input that is significant to the measurement of fair value.

The 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.

Cash, trade and other receivables, and trade and other payables and certain provisions are not measured at fair value in the consolidated statement of financial position, as their carrying amount is a reasonable approximation of fair value due to their short-term maturity.

Asset-Based Loan

On August 27, 2025, the Company, through its subsidiary Yellow Pages Digital & Media Solutions Limited, extended the term of its asset-based loan (ABL) to September 2028. The amended agreement also lowered the total commitment from \$20.0 million to \$15.0 million, with an additional reduction of \$2.5 million each year beginning in September 2026. The ABL is being used for general corporate purposes. Through the ABL, the Company has access to the funds in the form of prime rate loans or letters of credit. The ABL is subject to a trailing twelve-month fixed charge coverage ratio when there is an event of default or when excess availability is less than 10% of the facility limit. Upon such event, the fixed charge coverage ratio must be a minimum of 1.1 times.

As at March 31, 2026, the Company had \$0.6 million of letters of credit issued and outstanding, resulting in an availability of \$14.4 million remaining under the ABL.

As at March 31, 2026, the Company was in compliance with all covenants under the loan agreement governing the ABL.

7. Trade and other receivables

As at	March 31, 2026	December 31, 2025
Current	\$ 20,579	\$ 22,271
Past due less than 180 days	5,287	4,287
Past due over 180 days	1,897	1,981
Trade receivables¹	\$ 27,763	\$ 28,539
Other receivables	\$ 50	\$ 237
Trade and other receivables	\$ 27,813	\$ 28,776

¹ Trade receivables are presented net of allowance for revenue adjustments ("AFRA") and expected credit loss allowance ("ECL") of \$7.5 million as at March 31, 2026 (\$7.5 million as at December 31, 2025).

The following table provides information about contract assets, which are included in trade and other receivables.

As at	March 31, 2026	December 31, 2025
Contract assets	\$ 12,656	\$ 12,968
Allowance for revenue adjustments and ECL	(228)	(245)
Contract assets net of allowance for revenue adjustments and ECL	\$ 12,428	\$ 12,723

The contract assets, which are included in trade and other receivables, consist of payments for print products on delivered directories that are not yet due from the customer and represent the Company's right to consideration for the services rendered. Any amount previously recognized as a contract asset is reclassified to trade receivables once it is invoiced to the customer. The change in contract assets for the three-month period ended March 31, 2026 is primarily related to the fluctuation in print revenue.

The revenues related to the performance obligations that are unsatisfied (or partially unsatisfied at the reporting date) are expected to be recognized over the next twelve (12) months. The contract liabilities consist of deferred revenues which primarily relate to the advanced consideration received from customers for which revenue is recognized over time.

8. Post-employment benefits

Yellow Pages Limited recorded an actuarial gain of \$7.3 million in other comprehensive income, net of income taxes of \$2.6 million during the first quarter of 2026. The total gain of \$10.0 million comprised a gain of \$1.3 million from higher-than-expected actual return on plan assets, a gain of \$6.3 million from an increase in the discount in the discount rate from 4.9% to 5.1% and plan experience, and a gain of \$2.4 million from the premium adjustment related to the pension benefit annuitized in 2025 for experience that occurred prior to the annuity purchase.

Yellow Pages Limited recorded an actuarial loss of \$1.7 million in other comprehensive income, net of income taxes of \$0.6 million during the first quarter of 2025. A loss of \$4.1 million due to the increase in the inflation rate from 1.8% to 1.9% was partially offset by a gain of \$1.8 million resulting from higher-than-expected actual return on plan assets.

9. Shareholders' capital

Common shares – Issued

	Number of Shares	Amount
Balance, March 31, 2026 and December 31, 2025	13,758,660	\$ 95,152

The total number of common shares of Yellow Pages Limited held by the trustee for the purpose of funding the restricted share unit and performance share unit plan (the "RSU and PSU Plan") amounted to 190,001 as at March 31, 2026 (see *Note 18 Stock-based compensation plans* for additional details).

Dividends

YP's dividend payout policy and the declaration of dividends on any of the Company's outstanding common shares are subject to the discretion of the Board and, consequently, there can be no guarantee that the dividend payout policy will be maintained or that dividends will be declared.

During the three-month period ended March 31, 2026, the Company paid quarterly dividends of \$0.25 per common share on March 16, 2026 for a total consideration of \$3.4 million to common shareholders. During the three-month period ended March 31, 2025, the Company paid quarterly dividends of \$0.25 per common share on March 17, 2025 for a total consideration of \$3.4 million to common shareholders.

Income per share

The following table presents the weighted average number of shares outstanding used in computing income per share and the weighted average number of shares outstanding used in computing diluted income per share as well as net income used in the computation of basic income per share to net income adjusted for any dilutive effect:

For the three-month periods ended March 31,	2026	2025
Weighted average number of shares outstanding used in computing basic income per share ¹	13,568,659	13,561,086
Dilutive effect of restricted share units	190,001	190,876
Dilutive effect of stock options	8	5,920
Weighted average number of shares outstanding used in computing diluted income per share¹	13,758,668	13,757,882

¹ The weighted average number of shares outstanding used in the income per share calculation is reduced by the shares held by the trustee for the purpose of funding the RSU and PSU Plan.

For the three-month periods ended March 31,	2026	2025
Net income used in the computation of basic income per share	\$ 4,078	\$ 4,963
Impact of assumed conversion of stock options, net of applicable taxes	–	(186)
Total net income used in the computation of diluted income per share	\$ 4,078	\$ 4,777

For the three-month periods ended March 31, 2026 and 2025, the diluted income per share calculation did not take into consideration the potential dilutive effect of stock options that are not in the money and therefore not dilutive.

10. Stock-based compensation plans

Yellow Pages Limited's stock-based compensation plans consist of restricted share units, performance share units, stock options and share appreciation rights.

Restricted Share Unit and Performance Share Unit Plan

Participants are granted a certain number of RSUs and PSUs, as applicable, for a given performance period. Dividends in the form of additional RSUs or PSUs are credited to the Participant's account on each dividend payment date and are equivalent in value to the dividend paid on common shares. The RSUs are time-based awards and vest upon the continuous employment of the Participants for a period of 36 months starting from the date of the grant or such other period not exceeding 36 months determined by the Board. The PSUs are performance-based awards and will vest upon confirmation by the Board of the achievement of specified performance targets and upon the continuous employment of the Participants for a period of 36 months starting from the date of the grant or such other period not exceeding 36 months determined by the Board. The PSUs for which the performance targets have not been achieved shall automatically be forfeited and cancelled. The number of PSUs that vest could potentially reach up to one-and-a-half times the actual number of PSUs awarded if the actual performance reaches the maximum level of performance targets.

On April 18, 2023, a modification to the RSU and PSU Plan, adding a cash alternative at the Participant's option to the settlement of all unvested RSUs and PSUs outstanding as of such date and all grants subsequent to such date, resulting in an obligation to settle in cash. A reclass from equity to liability was recorded at the modification date, based on the fair value of the unvested RSUs outstanding as of such date. The variation due to change in fair value subsequent to the modification date is included in operating costs.

The total number of common shares of Yellow Pages Limited held by the trustee for the purpose of funding the RSU and PSU Plan amounted to 190,001 as at March 31, 2026.

The following table summarizes the continuity of the RSUs during the three-month periods ended March 31:

	2026		2025	
	Number of RSUs	Liability ¹	Number of RSUs	Liability ¹
Outstanding, beginning of year	315,055	\$ 2,597	333,537	\$ 2,597
Granted ²	56,791	31	113,565	58
Dividends credited ³	3,201	34	8,320	102
RSUs reclassified from equity-settled to cash settled	–	7	–	23
Settled	(198,730)	(2,317)	(19,746)	(210)
Forfeited	(1,525)	(2)	–	–
Variation due to change in fair value and vesting	–	329	–	(47)
Outstanding, end of period⁴	174,792	\$ 679	435,676	\$ 2,523
Weighted average remaining life (years)	1.67		1.05	

¹ The liability related to the RSUs is recorded in trade and other payables, and the expense related to the vested RSUs and the variation due to change in fair value are included in operating costs.

² The liability related to the RSUs granted represents the portion that is vested as at March 31.

³ Dividends in the form of additional RSUs are credited to the Participant's account on each dividend payment date and are equivalent in value to the dividend paid on common shares.

⁴ The number of restricted shares vested as of March 31, 2026 is 58,066 (2025 – 239,014).

The following table summarizes the continuity of the PSUs during the three-month periods ended March 31:

	2026		2025	
	Number of PSUs ¹	Liability ²	Number of PSUs	Liability
Outstanding, beginning of year	–	\$ –	–	\$ –
Granted ³	30,569	12	–	–
Dividends credited ⁴	570	–	–	–
Variation due to change in fair value and vesting	–	(2)	–	–
Outstanding, end of period⁵	31,139	\$ 10	–	\$ –
Weighted average remaining life (years)	2.92		–	

¹ The outstanding number of PSUs represents a payout of 100%. In addition, there is a potential payout in excess of 100% and limited to a maximum payout of 150% pursuant to the achievement of certain performance targets.

² The liability related to the PSUs is recorded in trade and other payables, and the expense related to the vested PSUs and the variation due to change in fair value are included in operating costs.

³ The liability related to the PSUs granted represents the portion that is vested as at March 31.

⁴ Dividends in the form of additional PSUs are credited to the Participant's account on each dividend payment date and are equivalent in value to the dividend paid on common shares.

⁵ The number of performance shares vested as of March 31, 2026 is 865.

Stock options

A maximum of 2,806,932 stock options may be granted under the Stock Option Plan.

The following table summarizes the continuity of the stock options during the three-month periods ended March 31:

	2026		2025	
	Number of options	Liability ¹	Number of options	Liability ¹
Outstanding, beginning of year	581,462	\$ 279	2,020,826	\$ 907
Settled	(126,729)	(349)	(196,489)	(121)
Forfeited and cancelled	(7,641)	(9)	–	–
Variation due to change in fair value and vesting	–	360	–	(450)
Outstanding, end of period²	447,092	\$ 281	1,824,337	\$ 336

¹ The liability related to the stock options is recorded in trade and other payables, and the expense related to the vested options and the variation due to change in fair value are included in operating costs.

² The number of stock options vested as of March 31, 2026 is 369,138 (2025 – 1,336,527).

	2026		2025	
	Number of options	Weighted average exercise price per option	Number of options	Weighted average exercise price per option
Outstanding, beginning of year	581,462	\$ 11.81	2,020,826	\$ 12.27
Settled	(126,729)	\$ 10.60	(196,489)	\$ 10.60
Forfeited and cancelled	(7,641)	\$ 11.44	–	\$ –
Outstanding, end of period	447,092	\$ 12.16	1,824,337	\$ 12.45
Exercisable, end of period	187,518	\$ 14.27	623,692	\$ 13.49

Share appreciation rights plan

The following table summarizes the continuity of the share appreciation rights (“SARs”) during the three-month periods ended March 31:

	2026		2025	
	Number of SARs	Liability ¹	Number of SARs	Liability ¹
Outstanding, beginning of year	2,296,564	\$ 830	643,627	\$ 343
Granted	–	–	2,519,697	86
Settled	(550,849)	(1,268)	(87,904)	(54)
Forfeited and cancelled	(16,608)	(6)	–	–
Variation due to change in fair value and vesting	–	1,430	–	(172)
Outstanding, end of period²	1,729,107	\$ 986	3,075,420	\$ 203

¹ The liability related to the SAR Plan is recorded in trade and other payables, and the expense related to the units vested and the variation due to change in fair value are included in operating costs.

² The number of SARs vested as of March 31, 2026 is 765,873 (2025 – 492,038).

Deferred Share Unit Plan

During the fourth quarter of 2024, the Board approved the termination and liquidation of the deferred share unit plan (the “DSU plan”), effective as of December 16, 2024, and the payment of all accrued benefits so that such amounts are payable in lump sum to the Participants. Pursuant to the DSU plan, each Participant was entitled to a lump sum cash payment equal to the number of DSUs credited to the Participant’s account multiplied by the VWAP of YP’s common share for the five trading days immediately preceding the effective termination date. As of December 31, 2025, \$1.4 million remained payable and was included in Trade and other payables. The Company paid the remaining \$1.4 million during January 2026. As at March 31, 2026, no amounts remain payable under the DSU plan (March 31, 2025 - \$1.4 million).

The following amounts for stock-based compensation are recorded in the consolidated statements of income in operating costs:

For the three-month periods ended March 31,	2026	2025
RSU plan	\$ 402	\$ 155
PSU plan	10	–
Stock Options	351	(450)
SARs	1,424	(86)
Total expense (recovery)	\$ 2,187	\$ (381)