UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF YELLOW PAGES LIMITED

June 30, 2026 and 2025

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Interim Condensed Consolidated Statements of Income and Other Comprehensive (Loss) Income

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

For the three and six-month periods ended June 30,	Note		2026		2025		2026		2025
Revenues	3	**$**	**47,564**	$	51,682	**$**	**94,392**	$	102,490
Operating costs			**38,493**		40,998		**76,292**		79,921
Income from operations before depreciation and amortization, and restructuring and other charges			**9,071**		10,684		**18,100**		22,569
Depreciation and amortization			**2,813**		2,963		**5,836**		6,230
Restructuring and other charges	4		**1,444**		846		**1,603**		2,548
Income from operations			**4,814**		6,875		**10,661**		13,791
Financial charges, net	5		**282**		718		**429**		973
Settlement loss on annuity purchase	8		**–**		3,970		**–**		3,970
Income before income taxes			**4,532**		2,187		**10,232**		8,848
Provision for income taxes			**1,228**		644		**2,850**		2,342
Net income		**$**	**3,304**	$	1,543	**$**	**7,382**	$	6,506
Other Comprehensive (Loss) Income									
Items that will not be reclassified subsequently to net income									
Actuarial (losses) gains on post-employment benefit plans	8		**(5,948)**		(7,062)		**4,024**		(9,426)
Income taxes relating to items that will not be reclassified subsequently to net income			**1,571**		1,866		**(1,063)**		2,491
Other comprehensive (loss) income			**(4,377)**		(5,196)		**2,961**		(6,935)
Total comprehensive (loss) income		**$**	**(1,073)**	$	(3,653)	**$**	**10,343**	$	(429)
Income per share									
Basic income per share		**$**	**0.25**	$	0.11	**$**	**0.55**	$	0.48
Weighted average shares outstanding – basic income per share	9		**13,369,932**		13,565,333		**13,468,746**		13,563,221
Diluted income per share		**$**	**0.24**	$	0.11	**$**	**0.54**	$	0.46
Weighted average shares outstanding – diluted income per share	9		**13,556,223**		13,755,747		**13,656,882**		13,756,350

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	Note	June 30, 2026	December 31, 2025
ASSETS			
CURRENT ASSETS			
Cash		**$ 36,065**	$ 62,681
Trade and other receivables	*7*	**27,202**	28,776
Income taxes receivable		**1,103**	1,039
Prepaid expenses		**3,918**	4,437
Deferred publication costs		**1,286**	1,222
Net investment in subleases		**2,607**	2,490
TOTAL CURRENT ASSETS		**72,181**	100,645
NON-CURRENT ASSETS			
Deferred commissions		**2,392**	2,600
Financial and other assets	*6*	**1,785**	1,786
Right-of-use assets		**3,783**	4,122
Net investment in subleases		**17,939**	19,268
Property and equipment		**2,155**	2,275
Intangible assets		**16,859**	21,399
Deferred income taxes		**6,539**	10,493
TOTAL NON-CURRENT ASSETS		**51,452**	61,943
TOTAL ASSETS		**$ 123,633**	$ 162,588
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Trade and other payables		**$ 18,207**	$ 21,629
Provisions		**8,825**	12,818
Deferred revenues		**591**	638
Current portion of lease obligations		**4,112**	3,941
TOTAL CURRENT LIABILITIES		**31,735**	39,026
NON-CURRENT LIABILITIES			
Provisions		**385**	420
Post-employment benefits	*8*	**31,316**	39,109
Lease obligations		**30,094**	32,194
TOTAL NON-CURRENT LIABILITIES		**61,795**	71,723
TOTAL LIABILITIES		**93,530**	110,749
CAPITAL AND RESERVES		**82,464**	96,379
DEFICIT		**(52,361)**	(44,540)
TOTAL EQUITY		**30,103**	51,839
TOTAL LIABILITIES AND EQUITY		**$ 123,633**	$ 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 six-month periods ended June 30,

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		–	–	–	–	2,961	**2,961**
Net income		–	–	–	–	7,382	**7,382**
Total comprehensive income		–	–	–	–	10,343	**10,343**
Dividends to shareholders	*9*	–	–	–	–	(6,784)	**(6,784)**
Restricted shares expense	*10*	–	–	10	10	–	**10**
Restricted shares reclassification	*10*	–	–	(10)	(10)	2	**(8)**
Repurchase of common shares per plan of arrangement, transaction costs and tax on repurchase of equity, net of shares held by trustee	*9*	(14,091)	176	–	(13,915)	(11,382)	**(25,297)**
Balance, June 30, 2026		**$ 81,061**	**$ (1,010)**	**$ 2,413**	**$ 82,464**	**$ (52,361)**	**$ 30,103**

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		–	–	–	–	(6,935)	(6,935)
Net income		–	–	–	–	6,506	6,506
Total comprehensive loss		–	–	–	–	(429)	(429)
Shares issued under the stock option plan	*9, 10*	65	–	–	65	(3)	62
Dividends to shareholders	*9*	–	–	–	–	(6,783)	(6,783)
Restricted shares settled	*10*	–	12	–	12	–	12
Restricted shares expense	*10*	–	–	60	60	–	60
Restricted shares reclassification	*10*	–	–	(60)	(60)	36	(24)
Balance, June 30, 2025		$ 95,152	$ (1,186)	$ 2,413	$ 96,379	$ (49,681)	$ 46,698

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 six-month periods ended June 30,	Note		2026		2025
OPERATING ACTIVITIES					
Net income		**$**	**7,382**	$	6,506
Adjusting items					
Stock-based compensation expense – equity settled			**10**		60
Depreciation and amortization			**5,836**		6,230
Restructuring and other charges			**1,603**		2,548
Financial charges, net			**429**		973
Settlement loss on annuity purchase			**–**		3,970
Provision for income taxes			**2,850**		2,342
Change in operating assets and liabilities			**(213)**		(3,659)
Stock-based compensation cash payments			**(3,995)**		(383)
Funding of post-employment benefit plans in excess of costs			**(4,731)**		(1,171)
Restructuring and other charges paid			**(1,285)**		(1,184)
Interest paid			**(726)**		(810)
Cash from operating activities			**7,160**		15,422
INVESTING ACTIVITIES					
Additions to intangible assets			**(883)**		(756)
Additions to property and equipment			**(95)**		(33)
Payments received from net investment in subleases			**1,212**		1,099
Cash from investing activities			**234**		310
FINANCING ACTIVITIES					
Dividends paid	*9*		**(6,784)**		(6,783)
Issuance of common shares			**–**		62
Repurchase of common shares per plan of arrangement, transaction costs and tax on repurchase of equity, net of shares held by trustee	*9*		**(25,297)**		–
Payment of lease obligations			**(1,929)**		(1,923)
Cash used in financing activities			**(34,010)**		(8,644)
NET (DECREASE) INCREASE IN CASH			**(26,616)**		7,088
CASH, BEGINNING OF YEAR			**62,681**		44,204
CASH, END OF PERIOD		**$**	**36,065**	$	51,292

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 and six-month periods ended June 30, 2026 and 2025 on August 5, 2026 for publication on August 6, 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 Standards, 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 or 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.

(all tabular amounts are in thousands of Canadian dollars, except share information)

3. Revenues

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

Print revenues were 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 and six-month periods ended June 30, 2026 and June 30, 2025.

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

For the three and six-month periods ended June 30,	2026	2025	2026	2025
Digital	**$ 38,434**	$ 40,966	**$ 76,641**	$ 81,659
Print	**9,130**	10,716	**17,751**	20,831
Total revenues	**$ 47,564**	$ 51,682	**$ 94,392**	$ 102,490

4. Restructuring and Other Charges

Yellow Pages Limited recorded restructuring and other charges of $1.4 million during the second quarter of 2026 consisting mainly of restructuring charges of $0.7 million associated with workforce reductions, $0.2 million charge related to future operation costs provisioned related to lease contracts for previously vacated office space and $0.5 million of other charges. Yellow Pages Limited recorded restructuring and other charges of $0.8 million during the second quarter of 2025, consisting of $0.2 million of employee-related costs, $0.1 million charge related to future operation costs provisioned related to lease contracts for previously vacated office space and $0.5 million of other charges.

Yellow Pages Limited recorded restructuring and other charges of $1.6 million during the six-month period ended June 30, 2026 consisting mainly of restructuring charges of $1.0 million associated with workforce reductions, $0.2 million charge related to future operation costs provisioned related to lease contracts for previously vacated office space and $0.4 million of other charges. Yellow Pages Limited recorded restructuring and other charges of $2.5 million during the six-month period ended June 30, 2025, consisting of $1.6 million of employee-related costs, $0.1 million charge related to future operation costs provisioned related to lease contracts for previously vacated office space and $0.9 million of other charges.

5. Financial charges, net

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

For the three and six-month periods ended June 30,	2026	2025	2026	2025
Interest on lease obligations, net of interest income on investment in subleases	**$ 158**	$ 199	**$ 325**	$ 420
Net interest on the defined benefit obligations	**478**	381	**955**	710
Interest income on cash balances	**(408)**	(371)	**(843)**	(797)
Other, net	**54**	509	**(8)**	640
Financial charges, net	**$ 282**	$ 718	**$ 429**	$ 973

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.

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- 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 availability of the ABL is subject to certain covenants.

As at June 30, 2026, the Company had $0.6 million of letters of credit issued and outstanding, and was subject to an availability reserve of $1.5 million, resulting in an availability of $12.9 million remaining under the ABL.

As at June 30, 2026, the Company was in compliance with all covenants under the loan agreement governing the ABL.

7. Trade and other receivables

As at	June 30, 2026	December 31, 2025
Current	**$ 20,665**	$ 22,271
Past due less than 180 days	**4,268**	4,287
Past due over 180 days	**1,890**	1,981
Trade receivables[1]	**$ 26,823**	$ 28,539
Other receivables	**$ 379**	$ 237
Trade and other receivables	**$ 27,202**	$ 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 June 30, 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	June 30, 2026	December 31, 2025
Contract assets	**$ 13,097**	$ 12,968
Allowance for revenue adjustments and ECL	**(231)**	(245)
Contract assets net of allowance for revenue adjustments and ECL	**$ 12,866**	$ 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 six-month period ended June 30, 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.

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8. Post-employment benefits

Yellow Pages Limited recorded an actuarial loss of $4.4 million in other comprehensive income, net of income taxes of $1.6 million during the second quarter of 2026. A loss of $8.4 million due to a decrease in the discount rate from 5.1% to 4.9% and the increase in the inflation rate from 2.0% to 2.1% was partially offset by a gain of $2.5 million from higher-than-expected actual return on plan assets. Yellow Pages Limited recorded an actuarial loss of $5.2 million in other comprehensive income, net of income taxes of $1.9 million during the second quarter of 2025. A loss of $16.6 million due to lower-than-expected actual return on plan assets was partially offset by a gain of $9.5 million due to the increase in the discount rate from 4.6% to 4.8%.

Yellow Pages Limited recorded an actuarial gain of $3.0 million in other comprehensive income, net of income taxes of $1.1 million during the six-month period ended June 30, 2026. The total gain of $4.0 million comprised a gain of $3.7 million from higher-than-expected actual return on plan assets, 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, partially offset by a loss of $2.1 million due to a decrease in the discount rate from 5.1% to 5.0%, an increase in the inflation rate from 2.0% to 2.1% and plan experience. Yellow Pages Limited recorded an actuarial loss of $6.9 million in other comprehensive income, net of income taxes of $2.5 million during the six-month period ended June 30, 2025. A loss of $18.9 million due to lower-than-expected actual return on plan assets and increase in inflation rate from 1.80% to 1.90% was partially offset by a gain of $9.5 million due to the increase in the discount rate from 4.6% to 4.8%.

Settlement loss on annuity purchase

On May 30, 2025, Yellow Pages Limited completed the purchase of group annuity contracts for $209.9 million from a Canadian insurer. The defined benefit pension plan obligations for the group that are settled via the annuity purchase are $205.9 million. Under the agreement, the Canadian insurer has issued annuities covering the responsibility for pension benefits owed to approximately 860 Yellow Pages pensioners and beneficiaries. The insurer began administering all pension benefits covered by the group annuity in October 2025. Following the transaction, pension benefits for these annuitants are protected under Assuris, the life insurance compensation association designated under the Insurance Companies Act of Canada.

For accounting purposes, this buy-out transaction essentially eliminates further legal or constructive obligation for pension benefits covered by the group annuity, and a settlement occurred. As a result of this transaction, a non-cash settlement loss of $4.0 million was recognized during the second quarter of 2025.

9. Shareholders' capital

Common shares – Issued

	Number of Shares		Amount
Balance, December 31, 2025	13,758,660	$	95,152
Common shares repurchased per plan of arrangement	(2,037,489)		(14,091)
Balance, June 30, 2026	**11,721,171**		**81,061**

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 161,864 as at June 30, 2026 (see *Note 10 Stock-based compensation plans* for additional details).

2026 Plan of Arrangement

On April 7, 2026, the Board approved a distribution to the Shareholders of approximately $25.0 million by way of a share repurchase from all Shareholders pursuant to a statutory arrangement under the Business Corporations Act (British Columbia). The Shareholders approved the plan of arrangement (the "2026 Arrangement") at the Annual General and Special Meeting of Shareholders held on June 11, 2026 and the Company subsequently obtained the final order from the Supreme Court of British Columbia approving the 2026 Arrangement on June 15, 2026. On June 22, 2026, the Company repurchased from Shareholders *pro rata* an aggregate of 2,037,489 common shares (including 28,137 shares held by the trustee) at a purchase price of $12.27 per share for a total of $25.3 million. This amount includes $0.1 million of transaction costs and $0.5 million tax on repurchase of equity and is net of $0.3 million related to the cancellation of 28,137 of the Company's 190,001 shares held by the trustee.

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Dividends

The Company's dividend payout policy and the declaration of dividends on any of its 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 six-month period ended June 30, 2026, the Company paid quarterly dividends of $0.25 per common share on March 16, 2026 and June 15, 2026 for a total consideration of $6.8 million to common shareholders. During the six-month period ended June 30, 2025, the Company paid quarterly dividends of $0.25 per common share on March 17, 2025 and June 16, 2025 for a total consideration of $6.8 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 and six-month periods ended June 30,	2026	2025	2026	2025
Weighted average number of shares outstanding used in computing basic income per share[1]	**13,369,932**	13,565,333	**13,468,746**	13,563,221
Dilutive effect of restricted share units	**186,291**	190,414	**188,136**	191,046
Dilutive effect of stock options	–	–	–	2,083
Weighted average number of shares outstanding used in computing diluted income per share	**13,556,223**	13,755,747	**13,656,882**	13,756,350

For the three and six-month periods ended June 30,	2026	2025	2026	2025
Net income used in the computation of basic income per share	**$ 3,304**	$ 1,543	**$ 7,382**	$ 6,506
Impact of assumed conversion of stock options, net of applicable taxes	–	–	–	(111)
Total net income used in the computation of diluted income per share	**$ 3,304**	$ 1,543	**$ 7,382**	$ 6,395

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 and six-month periods ended June 30, 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.

(all tabular amounts are in thousands of Canadian dollars, except share information)

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 161,864 as at June 30, 2026.

The following table summarizes the continuity of the RSUs during the six-month periods ended June 30:

		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**	**131**	113,565	230
Dividends credited[3]	**6,601**	**57**	17,985	261
RSUs reclassified from equity-settled to cash settled	**–**	**7**	–	27
Settled	**(203,607)**	**(2,378)**	(19,746)	(210)
Forfeited	**(6,291)**	**(19)**	(4,326)	(26)
Variation due to change in fair value and vesting	**–**	**511**	–	445
Outstanding, end of period[4]	**168,549**	**$ 906**	441,015	$ 3,324
Weighted average remaining life (years)	**1.44**		0.79	

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 June 30.*
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 June 30, 2026 is 73,022 (2025 – 291,801).*

The following table summarizes the continuity of the PSUs during the six-month periods ended June 30:

		2026		2025
	Number of PSUs[1]	**Liability[2]**	Number of PSUs	Liability
Outstanding, beginning of year	–	$ –	–	$ –
Granted[3]	**30,569**	**44**	–	–
Dividends credited[4]	**1,181**	**1**	–	–
Forfeited	**(1,030)**	–		
Variation due to change in fair value and vesting	**–**	**(2)**	–	–
Outstanding, end of period[5]	**30,720**	**$ 43**	–	$ –
Weighted average remaining life (years)	**2.67**		–	

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 June 30.*
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 June 30, 2026 is 3,364.*

(all tabular amounts are in thousands of Canadian dollars, except share information)

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 six-month periods ended June 30:

		2026		2025
	Number of options	**Liability[1]**	Number of options	Liability[1]
Outstanding, beginning of year	**581,462**	**$ 279**	2,020,826	$ 907
Exercised	**–**	**–**	(5,890)	(3)
Settled	**(126,729)**	**(349)**	(208,269)	(131)
Forfeited and cancelled	**(19,422)**	**(28)**	(324,132)	(240)
Variation due to change in fair value and vesting	**–**	**480**	–	(32)
Outstanding, end of period[2]	**435,311**	**$ 382**	1,482,535	$ 501

[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 June 30, 2026 is 381,607 (2025 – 1,239,258).*

The following table summarizes the continuity of stock options under the Stock Option Plan, during the six-month periods ended June 30:

		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
Exercised	**–**	**–**	(5,890)	$ 10.60
Settled	**(126,729)**	**$ 10.60**	(208,269)	$ 10.60
Forfeited and cancelled	**(19,422)**	**$ 10.93**	(324,132)	$ 11.50
Outstanding, end of period	**435,311**	**$ 12.20**	1,482,535	$ 12.68
Exercisable, end of period	**193,641**	**$ 14.21**	602,325	$ 13.56

Share appreciation rights plan

The following table summarizes the continuity of the share appreciation rights (“SARs”) during the six-month periods ended June 30:

		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	257
Settled	**(550,849)**	**(1,268)**	(87,904)	(54)
Forfeited and cancelled	**(53,976)**	**(18)**	(639,951)	(44)
Variation due to change in fair value and vesting	**–**	**2,060**	–	106
Outstanding, end of period[2]	**1,691,739**	**$ 1,604**	2,435,469	$ 608

[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 June 30, 2026 is 925,838 (2025 – 771,975).*

(all tabular amounts are in thousands of Canadian dollars, except share information)

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

For the three and six-month periods ended June 30,	2026	2025	2026	2025
RSU plan	$ 288	$ 815	$ 690	$ 970
PSU plan	33	–	43	–
Stock Options	101	178	452	(272)
SARs	618	405	2,042	319
Total expense	**$ 1,040**	$ 1,398	**$ 3,227**	$ 1,017