March 31, 2026

INTERIM FINANCIAL STATEMENTS OF
NCM DIVIDEND CHAMPIONS

NCM Asset Management Limited

TO THE UNITHOLDERS OF NCM DIVIDEND CHAMPIONS

These unaudited interim financial statements are as at March 31, 2026. The unaudited interim financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS") and include statements of financial position as at March 31, 2026 and September 30, 2025, statements of comprehensive income, statements of changes in net assets attributable to unitholders, and statements of cash flows for the six months ended March 31, 2026 and March 31, 2025; and notes to the financial statements, comprising a summary of material accounting policies, schedule of investment portfolio and other explanatory information.

The accompanying interim financial statements have not been reviewed by the external auditors of the Fund. The external auditors will be auditing the annual financial statements of the Fund prepared in accordance with IFRS.

We would be pleased to respond to any inquiries regarding this Fund.

NCM Dividend Champions
May 28, 2026

NCM DIVIDEND CHAMPIONS

Interim Statements of Financial Position
(unaudited)

(in Canadian dollars, except units outstanding)

As at	March 31 2026	September 30 2025
Assets		
Cash and cash equivalents	7,765,002	4,938,086
Dividends receivable	152,666	130,607
Interest receivable	261	–
Subscriptions receivable	36,845	8,314
Investments, at fair value through profit or loss	108,506,522	106,608,665
Total assets	116,461,296	111,685,672
Liabilities		
Accrued expenses (note 7)	191,090	190,879
Portfolio assets purchased	–	221,716
Redemptions payable	298,995	69,020
Derivative instruments	175,931	153,687
Total liabilities (excluding net assets attributable to holders of redeemable units)	666,016	635,302
Net assets attributable to holders of redeemable units	115,795,280	111,050,370
Net assets attributable to holders of redeemable units:		
Series A	31,730,978	29,820,982
Series F	77,333,354	75,064,270
Series AA	2,469,524	2,201,481
Series FF	4,261,424	3,963,637
Redeemable units outstanding (note 6):		
Series A	797,380	712,578
Series F	1,760,463	1,633,407
Series AA	61,202	52,349
Series FF	103,002	92,551
Net assets attributable to holders of redeemable units per unit:		
Series A	39.79	41.85
Series F	43.93	45.96
Series AA	40.35	42.05
Series FF	41.37	42.83

See accompanying notes to interim financial statements.

On behalf of the Board of Directors of NCM Asset Management Ltd.:

Alex Sasso

Keith Leslie

Interim Statements of Comprehensive Income (Loss)
(unaudited)

Six months ended March 31, 2026 and 2025

(in Canadian dollars)

	2026	2025
Dividend income	1,306,911	1,247,883
Interest for distribution purposes	68,461	87,050
Securities lending income	2,893	3,122
Net gain (loss) on investments at fair value through profit or loss		
Net realized gain (loss) on investments	3,862,228	4,503,162
Net realized gain (loss) on derivative instruments	(102,080)	(782,813)
Net change in unrealized appreciation (depreciation) in fair value of investments	(264,946)	(636,460)
Net change in unrealized appreciation (depreciation) on derivative instruments	(75,158)	(76,723)
Total investment revenue (loss)	4,798,309	4,345,221
Management fees (note 7)	739,793	658,916
Transaction costs	66,401	84,038
HST/GST	59,062	51,966
Custodian and record keeping fees	34,667	33,687
Administrative fees (note 7)	13,337	43,646
Legal and filing fees	12,730	15,277
Audit fees	10,906	9,800
Independent review committee	7,656	9,191
Other	6,793	5,931
Tax and other professional fees	4,596	10,403
Computer services	48	8,475
Total operating expenses	955,989	931,330
Increase (decrease) in net assets attributable to holders of redeemable units before tax	3,842,320	3,413,891
Withholding tax expense	23,938	34,555
Increase (decrease) in net assets attributable to holders of redeemable units, net of tax	3,818,382	3,379,336

See accompanying notes to interim financial statements.

NCM DIVIDEND CHAMPIONS

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units
(unaudited)

Six months ended March 31, 2026 and 2025

(in Canadian dollars)

	All Series	
	2026	2025
Net assets attributable to holders of redeemable units, beginning of period	111,050,370	100,099,304
Increase (decrease) in net assets, attributable to holders of redeemable units	3,818,382	3,379,336
Transactions attributable to holders of redeemable units during the period:		
Issuance of redeemable units	8,707,466	4,094,250
Reinvestment of distributions	7,538,056	5,510,683
Redemptions of redeemable units	(6,383,876)	(6,033,996)
	9,861,646	3,570,937
Distributions declared	(8,935,118)	(6,526,593)
	(8,935,118)	(6,526,593)
Net assets attributable to holders of redeemable units, end of period	115,795,280	100,522,984

See accompanying notes to interim financial statements.

Interim Statements of Cash Flows
(unaudited)

Six months ended March 31, 2026 and 2025

(in Canadian dollars)

	2026	2025 (Adjusted – Note 2(e))
Cash flows from (used in) operating activities		
Increase (decrease) in net assets attributable to holders of redeemable units	3,818,382	3,379,336
Adjustments for:		
Net realized (gain) loss on sale of investments at fair value through profit or loss	(3,862,228)	(4,503,162)
Net realized (gain) loss on sale of options	117,627	(159,823)
Net change in unrealized (appreciation) depreciation of investments at fair value through profit or loss	264,946	636,460
Net change in unrealized (appreciation) depreciation on derivative instruments	75,158	76,723
Purchase of investments and options	(70,571,414)	(59,140,935)
Proceeds from the sale and maturity of investments and options	71,870,239	64,337,993
Dividend income	(1,306,911)	(1,247,883)
Dividends received, net of withholding tax paid	1,260,914	1,264,500
Withholding tax paid	23,938	34,555
Interest for distribution purposes	(68,461)	(87,050)
Interest received	68,200	99,090
Accrued expenses	211	5,053
Net cash from (used in) operating activities	1,690,601	4,694,857
Cash flows from (used in) financing activities		
Proceeds from the issuance of redeemable units	8,627,588	3,960,934
Amounts paid on redemption of redeemable units	(6,102,554)	(5,809,618)
Distributions to holders of redeemable units, net of reinvestments	(1,397,062)	(1,012,330)
Net cash from (used in) financing activities	1,127,972	(2,861,014)
Net increase (decrease) in cash and cash equivalents	2,818,573	1,833,843
Effect of exchange rates on cash and cash equivalents	8,343	51,048
Cash and cash equivalents at beginning of period	4,938,086	4,978,878
Cash and cash equivalents at end of period	7,765,002	6,863,769

See accompanying notes to interim financial statements.

NCM DIVIDEND CHAMPIONS

Schedule of Investment Portfolio
(unaudited)

As at March 31, 2026

(in Canadian dollars)

Description	Number of Shares	Cost ($)	Fair Value ($)	% of Net Assets
CANADIAN EQUITIES				
Communication Services				
Quebecor Inc., Class 'B'	51,450	2,562,074	3,039,152	
		2,562,074	3,039,152	2.6%
Consumer Discretionary				
Dollarama Inc.	11,350	2,143,268	1,937,786	
		2,143,268	1,937,786	1.7%
Consumer Staples				
George Weston Ltd.	53,550	3,429,668	5,262,894	
Jamieson Wellness Inc.	199,400	5,829,777	6,859,360	
		9,259,445	12,122,254	10.5%
Energy				
Canadian Natural Resources Ltd.	43,350	2,199,253	2,941,731	
Freehold Royalties Ltd.	204,250	2,869,748	3,547,822	
Keyera Corp., Subscription Receipt	42,550	1,829,150	2,129,628	
Pembina Pipeline Corp.	98,050	5,029,358	6,105,573	
Tourmaline Oil Corp.	55,900	3,322,236	3,721,822	
Whitecap Resources Inc.	77,000	1,211,819	1,208,900	
		16,461,564	19,655,476	17.0%
Financials				
iA Financial Corp. Inc.	18,200	2,872,640	2,809,716	
Intact Financial Corp.	13,880	3,591,389	3,498,871	
Royal Bank of Canada	21,390	3,386,727	4,810,183	
Toronto-Dominion Bank (The)	19,100	1,997,949	2,481,472	
		11,848,705	13,600,242	11.7%
Industrials				
Badger Infrastructure Solutions Ltd.	57,850	2,498,960	3,589,014	
Canadian National Railway Co.	26,750	3,682,858	3,830,065	
Cargojet Inc.	13,350	1,201,316	1,072,539	
MDA Space Ltd.	49,250	1,585,710	1,735,570	
Toromont Industries Ltd.	9,150	1,197,141	1,782,054	
		10,165,985	12,009,242	10.4%
Materials				
Agnico Eagle Mines Ltd.	5,450	1,384,343	1,538,916	
Chemtrade Logistics Income Fund	92,800	1,287,555	1,499,648	
		2,671,898	3,038,564	2.6%
Real Estate				
Granite REIT	81,500	5,974,010	6,666,700	
		5,974,010	6,666,700	5.7%
Utilities				
Fortis Inc.	18,150	1,110,730	1,408,621	
Hydro One Ltd.	27,600	1,140,771	1,585,620	
		2,251,501	2,994,241	2.6%
TOTAL CANADIAN EQUITIES		**63,338,450**	**75,063,657**	**64.8%**
UNITED STATES EQUITIES				
Communication Services				
Alphabet Inc., Class 'A'	7,770	2,056,194	3,118,135	
		2,056,194	3,118,135	2.7%
Energy				
Valero Energy Corp.	4,600	1,380,944	1,586,138	
		1,380,944	1,586,138	1.4%
Financials				
Raymond James Financial Inc.	14,800	2,864,991	2,990,513	
Visa Inc., Class 'A'	8,785	3,528,474	3,705,434	
		6,393,465	6,695,947	5.8%
Health Care				
Johnson & Johnson	5,300	1,179,666	1,807,980	
Zoetis Inc.	8,900	1,436,456	1,468,215	
		2,616,122	3,276,195	2.8%
Industrials				
Emerson Electric Co.	10,550	1,685,501	1,929,014	
Lincoln Electric Holdings Inc.	4,950	1,361,962	1,720,638	
Republic Services Inc.	13,650	3,221,553	4,172,169	
		6,269,016	7,821,821	6.8%
Information Technology				
Microsoft Corp.	7,950	5,019,004	4,106,896	
		5,019,004	4,106,896	3.5%
Materials				
Linde PLC	2,700	1,768,031	1,868,016	
		1,768,031	1,868,016	1.6%
Real Estate				
Flagship Communities REIT	131,200	2,549,504	3,550,637	
		2,549,504	3,550,637	3.1%
TOTAL UNITED STATES EQUITIES		**28,052,280**	**32,023,785**	**27.7%**

NCM DIVIDEND CHAMPIONS

Schedule of Investment Portfolio (continued)
(unaudited)

As at March 31, 2026

(in Canadian dollars)

Description	Number of Shares	Cost ($)	Fair Value ($)	% of Net Assets
INTERNATIONAL EQUITIES				
United Kingdom				
Rio Tinto PLC, ADR	10,900	1,326,883	1,419,080	
		1,326,883	1,419,080	1.2%
TOTAL INTERNATIONAL EQUITIES		**1,326,883**	**1,419,080**	**1.2%**
TOTAL EQUITIES		**92,717,613**	**108,506,522**	**93.7%**
Less: Transaction costs included in average cost		(34,394)		
TOTAL INVESTMENTS		**92,683,219**	**108,506,522**	**93.7%**
Derivative instruments			(175,931)	-0.2%
Other assets, less liabilities			7,464,689	6.5%
TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			**115,795,280**	**100.0%**

NCM DIVIDEND CHAMPIONS

Schedule of Derivative Instruments - Forward Foreign Currency Contracts

As at March 31, 2026

Counterparty	Credit Rating	Settlement Date	Currency to be Delivered		Currency to be Received		Contract Price	Fair Value of Derivative Instruments
Toronto-Dominion Bank (The)	A-1	April 15, 2026	7,454,000	USD	10,220,552	CAD	1.3711	(175,931)
Derivative instruments - liabilities								(175,931)

1. Reporting Entity

On August 27, 2018, Norrep Fund changed its name to NCM Norrep Fund. On May 20, 2022, NCM Norrep Fund changed its name to NCM Dividend Champions. NCM Dividend Champions (the "Fund") is an open-ended mutual fund trust established under the laws of Alberta pursuant to a Declaration of Trust dated June 3, 1997 and restated January 1, 2002 and August 16, 2011. The Fund's principal place of business is Dome Tower, Suite 1800, 333 - 7th Avenue S.W., Calgary, Alberta, T2P 2Z1.

The Fund may issue an unlimited number of units. Each unit represents an equal undivided interest in the net assets of the Fund.

NCM Asset Management Ltd. ("Manager and Portfolio Manager") provides investment management services and manages the day-to-day operations of the Fund. Effective May 15, 2020 the Trustee changed to NCM Asset Management Ltd., CIBC Mellon Trust Company ("CIBC Mellon") is the custodian of the Fund and NCM Asset Management Ltd. is the Promoter of the Fund.

2. Basis of Reporting

(a) Statement of compliance:

These financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board. The Fund's material accounting policy information under IFRS is presented in note 3. These policies have been applied consistently to all periods presented.

These interim financial statements have also been prepared in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting.

The financial statements of the Fund were approved and were authorized for issue by the Manager's Board of Directors on May 28, 2026.

(b) Basis of measurement:

The financial statements have been prepared on the historical cost basis, except for investments and derivative instruments which are measured at fair value.

(c) Functional and presentation currency:

The financial statements are presented in Canadian dollars, which is the Fund's functional currency, and all values are rounded to the nearest dollar except where otherwise indicated.

(d) Use of judgements and estimates:

These financial statements include estimates and assumptions made by management that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and gains and losses during the reporting period. Actual results could differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. Information about estimation uncertainties at the reporting date that may have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year relates to the determination of fair value of investments.

(e) Correction of prior period

The statement of cash flow for the comparative period has been corrected to remove non-cash transfers between fund series. Proceeds and redemptions from the issuance of redeemable units has been reduced by $224,444. Net cash from (used in) financing activities was not impacted.

3. Material accounting policy information

The Fund has consistently applied the following accounting policies to all periods presented in these financial statements, unless otherwise stated.

(a) Financial assets and financial liabilities:

(i) Classification

The Fund follows IFRS 9 Financial Instruments. The standard requires assets to be initially recognized at fair value and subsequently measured at amortized cost or fair value, with changes in fair value recognized in profit and loss or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing financial assets or the contractual cash flow characteristics of the financial assets.

Assessment and decision on the business model approach used is an accounting judgement.

Under IFRS 9, derivatives are classified as FVTPL. The Fund classifies financial assets and financial liabilities into the following categories.

Financial assets at fair value through profit or loss:

- All investments, including derivatives

Financial assets at amortized cost:

- Cash and cash equivalents and receivables

Financial liabilities at amortised cost:

- All liabilities other than redeemable units

The Fund recognizes all financial assets and liabilities at fair value through profit or loss on initial recognition because it manages securities on a fair value basis in accordance with its documented investment strategy. Internal reporting and performance measurement of these securities and the Fund as a whole is on a fair value basis. The Manager also receives management fees which are based on the overall fair value of the Fund.

(ii) Recognition and initial measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities at fair value through profit or loss ("FVTPL") are initially recognized at fair value, with transaction costs recognized in profit or loss. Financial assets or financial liabilities not at FVTPL are initially recognized at fair value plus transaction costs that are directly attributable to their acquisition or issue.

(iii) Derecognition

Financial assets are derecognized only when the contractual rights to the cash flows from the asset expire, or it transfers the financial assets and substantially all the risks and rewards of ownership of the asset to another entity. The Fund derecognizes financial liabilities when, and only when, the Fund's obligations are discharged, cancelled or they expire.

(iv) 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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Fund measures fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The Fund measures instruments quoted in an active market at last traded price.

3. Material accounting policy information (continued)

(a) Financial assets and financial liabilities (continued):

(iv) Fair value measurement (continued)

For securities where market quotes are not available, the Fund values the initial investment at the amount paid. After initial investment, the Fund uses estimation techniques to determine fair value including observable market data, discounted cash flows and internal models that compare the investments to its peer group.

Fair value of investments in restricted units is determined using an economic model taking into account various factors including risk free rate of interest, volatility, market value and length of restriction.

Fair value of investments in share purchase warrants is determined using a recognized economic model taking into account various factors including risk free rate of interest, dividend rates, volatility, market value and trading volume of the underlying stock.

Fair value of subscription receipts is determined using a recognized economic model taking into account various factors including risk free interest rate, volatility, price of underlying security, expiry date and purchase price.

Fair value of investments in bonds represents a price that may fall between the last bid and ask price provided by an independent security pricing service, depending on which service provider is used.

There is no difference between pricing fair value and accounting fair value.

(v) Amortized cost measurement

The amortized cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at recognition, minus principal repayments (if applicable), plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount recognized and the maturity amount (if applicable), minus any reduction for impairment (if applicable).

(vi) Specific instruments

Cash and cash equivalents

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value and are used by the Fund in the management of short-term commitments, other than cash collateral provided in respect of derivatives and securities borrowing transactions.

Redeemable units

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The Fund has multiple classes of redeemable units that do not have identical features and therefore, do not qualify as equity under IAS 32, Financial Instruments: Presentation. The redeemable units, which are classified as financial liabilities and measured at redemption amount, provide investors with the right to require redemption, subject to available liquidity, for cash at a unit price based on the Fund’s valuation policies at each redemption date. The units represent the residual interest in the Fund.

3. Material accounting policy information (continued)

(b) Interest for distribution purposes:

The interest for distribution purposes shown on the Statements of Comprehensive Income (Loss) represents the coupon interest received by the Fund accounted for on an accrual basis and is recognized through profit or loss. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities.

(c) Dividend income:

Dividend income is recognized in profit or loss on the date on which the right to receive payment is established. This is usually the ex-dividend date.

(d) Distributions to holders of redeemable units:

Any distribution made will be in proportion to the number of units held by each unitholder.

Distributions per unit are calculated as the total amount of distributions divided by the number of units on the record date.

(e) Net gain (loss) from financial instruments at fair value through profit or loss:

Net unrealized/realized gain/loss from financial instruments at fair value through profit or loss is calculated using the average cost method.

(f) Income tax:

As at March 31, 2026 the Fund was a “mutual fund trust” under the Income Tax Act (Canada) and accordingly, is not taxed on that portion of its taxable income that is paid or allocated to unitholders. The Fund pays out sufficient net income and net realized capital gains so that it will not be subject to income taxes. Certain dividend and interest income received by the Fund is subject to withholding tax imposed in certain countries of origin. Income that is subject to such tax is recognized gross of the taxes and the corresponding withholding tax is recognized as a tax expense. The Fund incurred withholding tax expense of $23,938 (2025 - $34,555) for the period ended March 31, 2026.

(g) Net assets attributable to holders of redeemable units:

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of a particular series of units by the total number of units of that particular series outstanding at the end of the period.

(h) Translation of foreign currency:

Foreign currency amounts are expressed in Canadian dollars as follows:

(i) fair value of investments and accrued receivables and payables and other assets and liabilities at the rate of exchange at the end of the period; and

(ii) purchases and sales of investments and dividend and interest income at the rate of exchange prevailing on the respective dates of such transactions. Foreign currency differences are recognized as a component of net gain/loss from financial instruments at fair value through profit or loss.

(i) Derivative financial instruments:

The Fund may use derivative financial instruments to reduce its exposure to fluctuations in foreign currency exchange rates. Derivative financial instruments are recorded at mark to market with changes in fair value recorded in the Statements of Comprehensive Income (Loss).

Options are contracts entitling the holder to purchase or sell a specified item at a specified price, during a specified period or on a specified date. Options purchased are recorded as investments; options written (sold) are recorded as liabilities. Any gain or loss resulting from revaluation is included in change in unrealized gain (loss) on derivative instruments on the Statements of Comprehensive Income (Loss).

3. Material accounting policy information (continued)

(i) Derivative financial instruments (continued):

The risks include the possibility there may be an illiquid options market or the inability of the counterparties to fulfill their obligations under the contract. Writing options involves, to varying degrees, elements of market risk in excess of the amount recognized in the Statements of Financial Position.

(j) Securities lending transactions:

The Fund is permitted to enter into securities lending transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date. Securities lending transactions are administered by The Bank of New York Mellon (collectively the "Securities Lending Agent").

The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the Statements of Comprehensive Income (Loss) as Securities lending income and recognized when earned.

(k) Accounting standards issued but not yet effective:

IFRS 18 was issued on April 9, 2024, replacing IAS 1 Presentation of Financial Statements and applies for annual reporting periods beginning on or after 1 January 2027. The new accounting standard introduces the following key new requirements.

- Entities are required to classify all income and expenses into five categories in the statement of profit or loss, namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to present a newly-defined operating profit subtotal. Entities' net profit will not change as a result of applying IFRS 18.
- Management-defined performance measures (MPMs) are disclosed in a single note in the financial statements.
- Enhanced guidance is provided on how to group information in financial statements.

In addition, all entities are required to use the operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method.

The Manager is still in the process of assessing the impact of the new accounting standard, particularly with respect to the structure of the Fund's Statements of Comprehensive Income (Loss), the Statements of Cash Flows and the additional disclosures required for MPMs. The Manager is also assessing the impact of how information is grouped in the financial statements, including for items currently labelled as 'other'.

Other accounting standards:

The following new and amended accounting standards are not expected to have a significant impact on the Funds' financial statements.

- Lack of Exchangeability (Amendments to IAS 21)
- Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7)

4. Fair value measurement

(a) Investments:

The fair values of financial assets and financial liabilities that are traded on active markets are based on quoted market prices. For all other financial instruments, the Fund determines fair values using other valuation techniques.

4. Fair value measurement (continued)

(a) Investments (continued):

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

A three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's investments. The hierarchy of inputs is summarized below:

- Inputs that are quoted prices (unadjusted) in active markets for identical instruments (Level 1);
- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable (Level 2);
- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable (Level 3).

Changes in valuation methods may result in transfers into or out of an investment's assigned level. The Fund recognizes transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change occurred.

(b) Fair value hierarchy – Financial instruments measured at fair value:

The tables below analyze investments measured at fair value at the reporting dates by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

(in Canadian dollars)	**Level 1**	**Level 2**	**Level 3**	**Total**
NCM Dividend Champions - March 31, 2026				
Public securities				
Equities - long	108,506,522	—	—	108,506,522
Derivative instruments	—	(175,931)	—	(175,931)
Total Investments including Derivatives	108,506,522	(175,931)	—	108,330,591

(in Canadian dollars)	**Level 1**	**Level 2**	**Level 3**	**Total**
NCM Dividend Champions - September 30, 2025				
Public securities				
Equities - long	104,704,451	—	—	104,704,451
Equities - ETF	1,904,214	—	—	1,904,214
Derivative instruments	(78,892)	(74,795)	—	(153,687)
Total Investments including Derivatives	106,529,773	(74,795)	—	106,454,978

There were no transfers into or out of Level 1, Level 2 and Level 3 during the periods ended March 31, 2026 and September 30, 2025.

(c) Financial instruments not measured at fair value:

The carrying values of cash and cash equivalents, dividends and interest receivable, accrued expenses, and other receivables and payables approximate their fair values due to their short term nature.

5. Financial instruments and associated risks

The Fund's activities expose it to a variety of risks associated with financial instruments as follows: credit risk, liquidity risk and market risk (including currency risk, interest rate risk and price risk). The Fund's overall risk management program seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance. Market disruptions associated with acts of terrorism, war, natural disasters and epidemics can lead to increased market volatilities and be highly disruptive to economies, individual companies, sectors, industries, markets, currencies, interest and inflation rates, credit ratings and investor sentiment. Such disruptions can adversely affect the financial instrument risks associated with the Fund and its investments. All investments result in a risk of loss of capital.

5. Financial instruments and associated risks (continued)

Credit risk:

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund.

Cash and cash equivalents and receivables have low impairment risks due to their short term nature.

A portion of the Fund's portfolio may consist of instruments that have a credit quality rated below investment grade by internationally recognized credit rating organizations or may be unrated. These securities involve significant risk exposure as there is uncertainty regarding the issuer's capacity to pay interest and repay principal in accordance with the terms of the obligations. Low rated and unrated debt instruments generally offer a higher current yield than that available from higher grade issuers, but typically involve greater risk. As at March 31, 2026 and September 30, 2025, the Fund did not own any debt securities.

Credit risk arising on transactions for units issued and portfolio assets sold relates to transactions awaiting settlement, also known as settlement risk.

'Settlement risk' is the risk of loss due to the failure of an entity to honor its obligations to deliver cash, securities or other assets as contractually agreed. Credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the high credit quality of the brokers used.

For the majority of the transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations. Also, legal entitlement will not pass until all monies have been received for the units purchased or the portfolio assets sold. If either party does not meet its obligation then the transaction will fail.

Substantially all of the assets of the Fund are held by CIBC Mellon, the Custodian. Bankruptcy or insolvency of the custodian may cause the Fund's rights with respect to securities held by the custodian to be delayed or limited. The Fund monitors its risk by monitoring the credit quality and credit rating and financial positions of the custodian. If the credit quality or the financial position deteriorates significantly then the Portfolio Manager will move the investment holdings to another financial institution.

Liquidity risk:

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or other financial assets.

The Fund is exposed to daily cash redemptions of redeemable units. Investments in small, mid-capitalization and micro-capitalization companies may involve greater risks than in larger, more established companies since such companies may have more limited markets and financial resources and their securities may be more sensitive to market changes. As well, the liquidity of the securities may be limited. Consequently, in order to fund redemptions, the Fund may have to liquidate shareholdings in the more liquid large and medium-sized companies.

To the extent that the liquidity is limited, the Fund's ability to realize profits and/or minimize losses may be limited, which could adversely affect the net asset value of the Fund. Also, the Fund's investments may include unlisted equity instruments which are not traded on an organized public market and which may be illiquid. As a result, the Fund may not be able to quickly liquidate some of its. investments in these instruments at an amount close to their fair value in order to meets its liquidity requirements. The Fund believes it maintains sufficient cash and cash equivalent positions to maintain liquidity.

5. Financial instruments and associated risks (continued)

Liquidity risk (continued):

The Fund's liquidity risk is managed on a daily basis by the Portfolio Manager. The Fund's redemption policy allows for redemptions at any time during any given month.

The Fund is subject to regulatory requirements whereby the Fund shall not purchase an illiquid asset if, immediately after the purchase, more than ten percent of the net assets of the Fund, taken at market value at the time of purchase, would consist of illiquid assets.

Market risk:

Market risk embodies the potential for both losses and gains and includes currency risk, interest rate risk and price risk.

The Fund's strategy on the management of investment risk is driven by the Fund's investment objective. The Fund is designed to achieve long-term capital appreciation and consistent income by investing in all market capitalization issuers. The portfolio may consist of all types of equity and debt obligations of issuers in Canada and the United States that may or may not be listed for trading upon the facilities of stock exchanges or other organized and regulated trading facilities in Canada and the United States.

Assets of the Fund may also be invested in debt obligations or held in cash to the extent that economic, market or other conditions make it appropriate.

The Fund may engage in a limited amount of short selling as well as in securities lending, repurchase and reverse repurchase transactions. The Fund may also invest in derivatives (including forward contracts, calls and puts) and in Horizon BetaPro ETF's. These transactions will be used to achieve the Fund's overall investment objectives and to enhance the Fund's returns.

No material change in the investment objectives, policies or restrictions of the Fund may be made without the approval of a majority of the votes cast at a meeting of the Fund duly called for that purpose.

The Fund's market risk is managed on a daily basis by the Portfolio Manager in accordance with the policies and procedures in place.

Details of the nature of the Fund's investment portfolio at March 31, 2026 are disclosed in the schedule of investment portfolio.

(a) Currency risk:

Investment in securities denominated in a currency other than Canadian dollars will be affected by the changes in the value of the Canadian dollar in relation to the value of the currency in which the security is denominated.

Therefore, the value of securities held by the Fund may be worth more or less depending on their susceptibility to foreign exchange rates. At the reporting date the Fund had 22.1% and (September 30, 2025 – 20.4%) of its net asset value in USD currency.

Sensitivity analysis:

At March 31, 2026 had the Canadian dollar strengthened or weakened by 1% in relation to all currencies with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by $255,447 (September 30, 2025 - $226,076). In practice the actual trading results may differ from this sensitivity analysis and difference could be material.

5. Financial instruments and associated risks (continued)

Market risk (continued):

(b) Interest rate risk:

Interest rate risk arises on interest bearing financial instruments. A change in general interest rates is a main factor affecting the price of a fund that invests in fixed-income securities. Fixed-income securities, like bonds, pay interest based on interest rates when the bond is issued.

High yield corporate bond prices are impacted by the credit metrics, liquidity and business fundamentals of the corporate entity movements in underlying interest rates and inflows and outflows in and out of high yield space. There were no bonds held at March 31, 2026 and September 30, 2025.

(c) Other price risk:

Other price risk is the risk that value of the instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment or its issuer, or factors affecting all instruments traded in the market. All securities present a risk of loss of capital. However, if the Fund holds short positions it is subject to certain inherent risks. The ultimate cost to the Fund to acquire these securities may exceed the liability reflected in these financial statements.

Price risk is managed by the Fund's Portfolio Manager by constructing a diverse portfolio of securities. The price of a security is affected by individual company developments and by general economic and financial conditions in those countries where the issuer of the security is located, does business or where the security is listed for trading. In addition, certain securities are not listed on any prescribed stock exchange and thus a liquid market for resale may not exist.

The Portfolio Manager will monitor these factors daily and make decisions regarding the portfolio based on their knowledge of the market conditions and diversify the portfolio of investments accordingly. The price risk resulting from financial instruments is equivalent to their fair value.

Sensitivity analysis:

Management's estimate of the impact of a 1% increase or decrease in the 70% S&P/TSX Composite Total Return index, 30% S&P 500 Total Return Index in Canadian Dollars at March 31, 2026 is an increase or decrease in the net assets attributable to holders of redeemable units of approximately $1,085,065 (September 30, 2025 - $1,066,087).

In practice, the actual trading results may differ from this estimate and the difference could be material.

The Fund's financial assets exposed to other price risk were concentrated in the following industries as a percentage of total investments at March 31, 2026 and September 30, 2025:

Equities	2026	2025
Energy	19.6%	15.1%
Materials	5.8%	1.0%
Industrials	18.2%	24.5%
Consumer Discretionary	1.8%	–
Consumer Staples	11.2%	9.6%
Health Care	3.0%	5.8%
Financials	18.7%	19.6%
Information Technology	3.8%	6.1%
Communication Services	5.7%	4.8%
Utilities	2.8%	2.5%
Real Estate	9.4%	9.2%
Exchanged Traded Funds	–	1.8%
Total	100.0%	100.0%

6. Net assets attributable to unitholders of redeemable units

The authorized capital of the Fund consists of an unlimited number of units of each class, each representing an equal undivided interest in the net assets of the Fund. Currently, the Fund has four series outstanding, Series A, Series AA, Series F, and Series FF. Series A and Series AA are sold through the front-end sales charge option, a commission ranging from 0% to 5% is paid by the investor to the dealer with a 2% redemption fee being charged if the units are redeemed in the first 30 days. Series F and Series FF are sold to purchasers enrolled in a fee-for-service or wrap program with their dealer. A 2% redemption fee is charged if the Series F or FF are redeemed within the first 30 days.

The rights attached to the redeemable units are as follows:

- the units may be redeemed daily at the net asset value per unit of the respective series;
- redeemable units carry a right to receive notice of, attend and vote at meetings called in accordance with the Declaration of Trust; and
- the holders of redeemable units are entitled to receive all dividends declared by the Fund. Each series will rank equally with respect to the distributions based on their respective series net asset values. Distributions paid in cash will be paid in the currency in which the investor bought the units.

Issuances and redemptions between series that did not require cash totaled $51,347 for the period ended March 31, 2026 (2025 - $224,444).

The analysis of movements in the number of redeemable units during the periods ended March 31, 2026 and 2025 was as follows:

Series A	2026	2025
Balance, opening	712,578	702,982
Issued on distributions reinvested	50,540	40,987
Issued for cash	68,408	33,438
Redeemed for cash	(34,146)	(34,865)
Balance, March 31	797,380	742,542

Series F	2026	2025
Balance, opening	1,633,407	1,600,006
Issued on distributions reinvested	118,658	93,190
Issued for cash	108,555	56,491
Redeemed for cash	(100,157)	(99,684)
Balance, March 31	1,760,463	1,650,003

Series AA	2026	2025
Balance, opening	52,349	46,974
Issued on distributions reinvested	1,601	766
Issued for cash	13,172	1,901
Redeemed for cash	(5,920)	(3,697)
Balance, March 31	61,202	45,944

Series FF	2026	2025
Balance, opening	92,551	89,179
Issued on distributions reinvested	5,388	4,167
Issued for cash	9,209	7,847
Redeemed for cash	(4,146)	(7,484)
Balance, March 31	103,002	93,709

7. Related parties, management fees, expenses and key contracts

(a) Manager and management fees:

Series A and Series AA paid an annual management fee to the Manager of 2% of the net asset value of the series. Series F and Series FF paid an annual management fee to the Manager of 1% of the net asset value of the series. Included in accrued expenses at March 31, 2026 is $124,187 (September 30, 2025 - $115,664) related to these fees.

(b) Expenses:

All fees and expenses applicable to the administration and operation of the Fund, including recordkeeping and communication costs, custodian fees, legal and filing fees, audit, applicable taxes and bank charges are payable by the Fund. The Portfolio Manager has charged the Fund for administration services. Included in accrued expenses at March 31, 2026 is $2,334 (September 30, 2025 - $7,351) related to these fees.

8. Brokerage commissions on securities transactions

The brokerage commissions paid by the Fund in connection with portfolio transactions are included as part of the transaction costs in the Statements of Comprehensive Income (Loss) for the periods ended March 31, 2026 amounting to: $56,316 (March 31, 2025 - $72,570).

9. Securities lending transactions

The Fund engages in securities lending. Collateral received on securities lending may be comprised of debt obligations of the Government of Canada and other countries, Canadian provincial or territorial governments, governments of states of the United States of America, and evidence of indebtedness of financial institutions whose short-term debt is rated A-1 or R-1 or equivalent by a recognized, widely followed North American credit rating agency, corporate debt or corporate commercial paper, convertible securities or cash that is not to be invested.

The table below shows a reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended March 31, 2026 and 2025:

(in Canadian dollars)	2026		2025	
Gross securities lending income	4,378	100.0%	5,303	100.0%
Withholding tax recovery (expense)	208	4.8%	(99)	(1.9)%
Agent fees	(1,693)	(38.7)%	(2,082)	(39.3)%
Securities lending income	2,893	66.1%	3,122	58.8%

Security Lending (in Canadian dollars):	2026	2025
Value of securities loaned	2,528,683	6,677,469
Value of collateral received	2,672,972	7,052,528

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