BEUTEL GOODMAN
Investment Counsel

Interim Management Report of Fund Performance

June 30, 2026

Beutel Goodman **Sustainable Bond Fund**

BEUTEL GOODMAN MANAGED FUNDS

This Interim Management Report of Fund Performance contains financial highlights but does not contain the complete annual or interim financial statements of the investment fund. You can get a copy of the annual or interim financial statements at your request at no cost (contact details on this page) or by visiting our website at www.beutelgoodman.com or SEDAR+ at www.sedarplus.ca.

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

Certain portions of this report, including, but not limited to, "Results of Operations" and "Recent Developments", may contain forward-looking statements about the Fund, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" and other similar forward-looking expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and forecasts about future events and are inherently subject to, among other things, risks, uncertainties and assumptions which could cause actual events, results, performance or prospects to be incorrect or to differ materially from those expressed in, or implied by, these forward-looking statements.

These risks, uncertainties and assumptions include, but are not limited to, general economic, political and market factors, domestic and international, interest and foreign exchange rates, equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events. This list of important factors is not exhaustive. Please consider these and other factors carefully before making any investment decisions and avoid placing undue reliance on forward-looking statements. The Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

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Beutel Goodman **Sustainable Bond Fund**

Management Discussion of Fund Performance

Investment Objectives and Strategies

This Fund seeks to maximize portfolio returns by investing in a diversified portfolio comprised of Canadian dollar denominated debt instruments using a responsible investing approach.

Risk

There were no significant changes to the investment objectives or strategies that affected the Fund's overall level of risk during the period. The risks of investing in this Fund and the suitability of the Fund for investors remain as discussed in the Prospectus.

Results of Operations

Over the six-month period ended June 30, 2026, Beutel Goodman Sustainable Bond Fund (the "Fund"), Class I returned 2.59% versus 2.24% for the Fund's benchmark, the FTSE Canada Universe Bond Index. Unlike the benchmark, the Fund's return is net of fees and expenses paid by the Fund. Detailed performance is provided under the heading "Past Performance" in this report.

The period had a volatile start, shaped by renewed geopolitical risk and continued trade policy uncertainty. The escalation of conflict in the Middle East and the resulting disruption to global energy flows reintroduced meaningful upside risks to inflation. Market conditions began to shift in the second quarter of 2026, as easing geopolitical tensions helped stabilize sentiment following a period of elevated uncertainty. The partial resolution of the Middle East conflict led to a sharp retracement in oil prices and a moderation in near-term inflation expectations.

Global sustainable bond issuance totalled $725 billion over the period, up 2% vs. the $714 billion issued in the second half of 2025.

During the first six months of 2026, the portfolio manager conducted over 50 fixed income related engagements firmwide on a variety of ESG-related subjects relevant to the Fund. These meetings highlight the commitment of all our investment professionals to company engagement, including understanding and integrating ESG into our process.

Key Drivers of Performance

- The Fund's duration positioning added value due to the portfolio's tactical duration positions amid interest rate volatility.
- Curve positioning added value due to the portfolio's overweight position in the mid part of the curve, which outperformed.
- Sector allocation added value due to the portfolio's overweight position in corporate bonds, which outperformed.
- Government security selection was roughly neutral.
- Corporate security selection added value due to the portfolio's overweight exposure to mid-term corporate bonds, which outperformed longer-dated corporate bonds. In addition, the portfolio's overweight exposure to energy and the selection of hybrid securities and high-yield bonds added value.
- The Fund's overweight position in the power generation sector, including companies related to renewable energy and the nuclear renaissance, was accretive during the period.
- Foreign exchange was roughly neutral during the period; the Fund's U.S. exposure was approximately 90% hedged.

Portfolio Activity

- The portfolio management team (the "team") employs macroeconomic analysis, rigorous bottom-up credit research and proprietary risk-management tools to search for opportunities where the market has mispriced risk and reward. As a result of the team's investment process, market performance and general management activity, the following changes occurred in the Fund's portfolio during the reporting period:
  - The Fund's weightings in provincial and municipal government bonds increased over the period while the weighting in federal government bonds decreased over the period.
  - The Fund's weightings in investment grade and high yield corporate bonds increased over the period.
  - The weight of labelled bonds in the portfolio grew over the period from 30% to 33% at the end of the period.

Recent Developments

Improving domestic conditions and persistent global inflation pressures are expected to limit the scope for further policy easing by central banks. Credit and labour markets also remain important areas of focus. There have been record levels of corporate bond issuance, including significant supply linked to artificial intelligence investment. Employment has been resilient but remains at risk of weakening.

Overall, the Fund's positioning reflects a balance between a more constructive macro environment and a cautious view on valuations. Looking ahead, we believe markets are vulnerable to repricing, reinforcing the importance of preserving liquidity and maintaining flexibility to adjust the Fund's portfolio as the outlook evolves through 2026.

Related Party Transactions

Beutel, Goodman & Company Ltd. ("BG") is the Manager, Trustee and Portfolio Advisor to this Fund. The Fund pays a management fee to BG as compensation for its services. The Fund pays a fixed administration fee to BG, which in turn pays certain operating expenses of the Fund. BG as trustee of the Fund earns a fee which is paid by the Manager from the fixed administration fee paid by the Fund.

The Fund did not rely on any recommendation or approval of its Independent Review Committee to proceed with any transaction involving related parties because it did not conduct any related party transactions, except for certain inter-fund trades (if any) and the management and administrative fees as described above, as approved by the Independent Review Committee by standing instructions, and subject to regulatory requirements.

Management Fees: As Manager, BG is paid a management fee from each class of the Fund based on the average daily net asset value of the particular class. The fee is payable monthly, in arrears, and is calculated at the annualized rate specified for each class of the Fund as set out in the table below. Management fees for Class I units are negotiated and paid directly by the investor, not by the Fund, and, therefore, are not listed.

		As a Percentage of Management Fees	
	Maximum Annual Management Fee Rate %	Dealer Compensation %	General Administration, Investment Advice and Profit %
Class B	0.92	0	100
Class F	0.42	0	100

Administration Fee: The Manager receives a fixed administration fee to pay certain operating expenses of the Fund. These expenses include audit and legal fees; custodian and transfer agent fees; costs attributable to the issue, redemption and change of units, including the cost of the security holder record-keeping system; expenses incurred in respect of preparing and distributing all regulatory reports; fund accounting and valuation costs; independent review committee fees and filing fees, including those incurred by us. The administration fee may vary by class of units and by Fund.

BG, as trustee of the Fund, earns a fee which is paid by the Manager from the administration fee paid by the Fund.

Beutel Goodman **Sustainable Bond Fund**

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period ended June 30, 2026.

Financial Highlights per unit
Class B Units
(for the period ended June 30, 2026)

$	June 2026 (9)
Net assets, beginning of period	10.00
Increase (decrease) from operations	
Total revenue	–
Total expenses	–
Realized gains (losses) for the period	–
Unrealized gains (losses) for the period	0.10
Total increase (decrease) from operations (1)	0.10
Distributions to unitholders per unit:	
From net investment income (excluding dividends)	0.11
From dividends	–
From capital gains	–
From return of capital	–
Total period distributions (2)	0.11
Net assets, end of period (3)	9.99

Ratios and Supplemental Data
Class B Units
(for the period ended June 30, 2026)

	June 2026 (9)
Total net asset value ($) (000's) (4)	1
Number of outstanding units (000's) (4)	–
Management expense ratio (5)	1.15%
Management expense ratio before waivers or absorptions (6)	N/A
Portfolio turnover rate (7)	59%
Trading expense ratio (%) (8)	–
Net asset value per unit, end of period	9.99

Beutel Goodman **Sustainable Bond Fund**

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period ended June 30, 2026.

Financial Highlights per unit
Class F Units
(for the period ended June 30, 2026)

$	June 2026 [9]
Net assets, beginning of period	10.00
Increase (decrease) from operations	
Total revenue	–
Total expenses	–
Realized gains (losses) for the period	–
Unrealized gains (losses) for the period	0.11
Total increase (decrease) from operations [1]	0.11
Distributions to unitholders per unit:	
From net investment income (excluding dividends)	0.11
From dividends	–
From capital gains	–
From return of capital	–
Total period distributions [2]	0.11
Net assets, end of period [3]	10.00

Ratios and Supplemental Data
Class F Units
(for the period ended June 30, 2026)

	June 2026 [9]
Total net asset value ($) (000's) [4]	1
Number of outstanding units (000's) [4]	–
Management expense ratio [5]	0.59%
Management expense ratio before waivers or absorptions [6]	N/A
Portfolio turnover rate [7]	59%
Trading expense ratio (%) [8]	–
Net asset value per unit, end of period	10.00

Beutel Goodman **Sustainable Bond Fund**

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the 6 month period ended June 30 of the current year and for the past 4 years ended December 31. The December 31 information is derived from the Fund's audited annual financial statements.

Financial Highlights per unit
Class I Units
(for the period ended June 30, 2026 and years ended December 31)

$	June 2026	2025	2024	2023	2022 (10)
Net assets, beginning of period	10.14	10.33	10.29	9.94	10.00
Increase (decrease) from operations					
Total revenue	0.12	0.42	0.43	0.38	0.18
Total expenses	–	–	–	–	–
Realized gains (losses) for the period	0.03	0.11	0.10	(0.05)	(0.01)
Unrealized gains (losses) for the period	0.11	(0.20)	–	0.38	(0.05)
Total increase (decrease) from operations (1)	0.26	0.33	0.53	0.71	0.12
Distributions to unitholders per unit:					
From net investment income (excluding dividends)	0.11	0.42	0.41	0.36	0.18
From dividends	–	–	–	–	–
From capital gains	–	0.10	0.06	–	–
From return of capital	–	–	–	–	–
Total period distributions (2)	0.11	0.52	0.47	0.36	0.18
Net assets, end of period (3)	10.19	10.14	10.33	10.29	9.94

Ratios and Supplemental Data
Class I Units
(for the period ended June 30, 2026 and years ended December 31)

	June 2026	2025	2024	2023	2022 (10)
Total net asset value ($) (000's) (4)	1,440	1,429	1,271	1,167	809
Number of outstanding units (000's) (4)	141	141	123	113	81
Management expense ratio (5)	0.05%	0.05%	0.05%	0.05%	0.05%
Management expense ratio before waivers or absorptions (6)	0.11%	0.11%	0.11%	0.11%	0.11%
Portfolio turnover rate (7)	59%	98%	110%	159%	34%
Trading expense ratio (%) (8)	–	–	–	–	–
Net asset value per unit, end of period	10.19	10.14	10.33	10.29	9.94

(1) Net asset value per unit and distributions to unitholders per unit are based on the actual number of units outstanding for the relevant class at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding for the relevant class over the fiscal period.

(2) Distributions were paid in cash or automatically reinvested in additional units of the Fund.

(3) This is not a reconciliation of the beginning and ending net assets per unit.

(4) This information is provided as at period end of the period shown.

(5) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(6) The Manager may have waived or absorbed some of the fund expenses. If this had occurred, the management fee ratio before any such waiver or absorption is listed. The Manager may terminate the waiver or absorption at any time, at its discretion. It is not known when such waivers or absorptions will be terminated.

(7) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the fiscal year. The higher a Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a higher turnover rate and the performance of a Fund. Portfolio turnover rate equals the lesser of the costs of purchases and proceeds of sales of portfolio securities for the period divided by the average value of the portfolio securities of the Fund calculated on a monthly basis, excluding short-term securities.

(8) The trading expense ratio represents total commissions and other portfolio transaction costs disclosed in the Statements of Comprehensive Income expressed as an annualized percentage of daily average net asset value of the Fund during the period.

(9) For the period May 29, 2026 (inception date) to June 30, 2026.

(10) For the period June 8, 2022 (inception date) to December 31, 2022.

Past Performance

The performance returns below:

- are calculated as of **December 31** in each year and for the **first 6 months** of the current year;
- assume **all distributions** made by the Fund **are reinvested** to purchase additional units; and
- show the returns of the particular class of the Fund after any applicable management fees and operating expenses have been deducted, **but are not reduced by any redemption charges, optional charges or income taxes payable by you that would have reduced returns on performance.**

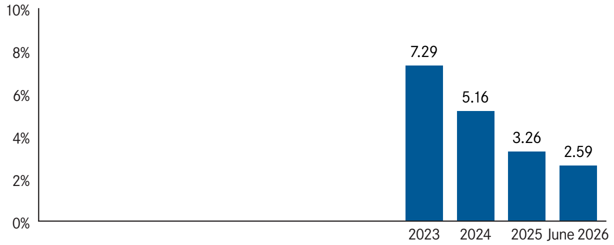
Please remember that the past performance of the Fund is not an accurate prediction of future returns.

Year-by-Year Returns

The bar charts indicate the Fund's annual performance for each of the years shown and for the current 6 month period, illustrating how the Fund's performance has changed from year to year. The bar charts show in percentage terms how much an investment made on the first day of each financial year or period would have grown or decreased by the last day of each financial year or period.

The Fund was not a reporting issuer for the period since its inception of June 8, 2022 to May 29, 2026. The expenses of the Fund would have been higher during such period had the Fund been subject to the additional regulatory requirements applicable to a reporting issuer. The Manager obtained exemptive relief on behalf of the Fund to permit the disclosure of performance data of the units of the Fund relating to the period prior to when the Fund was a reporting issuer. With respect to any MRFP, the financial statements of the Fund for such period are posted on the Manager's website and are available to investors upon request.

Class I



Beutel Goodman **Sustainable Bond Fund**

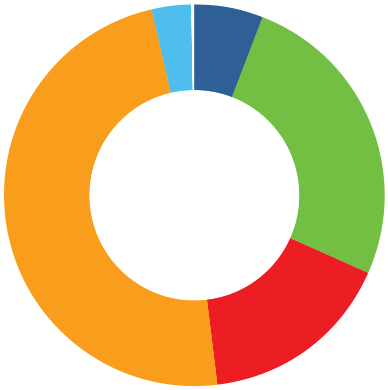
Summary of Investment Portfolio

The following information may change due to the ongoing portfolio transactions of the Fund. More current information regarding the holdings of the Fund may be obtained on our website at www.beutelgoodman.com.

Summary of Top 25 Holdings

Issuer Name		Coupon Rate (%)	Maturity Date	% of Net Assets
1.	First Nations Finance Authority	4.100	1-Jun-34	4.58
2.	Province of Ontario	3.500	2-Jun-43	2.86
3.	Province of Quebec	3.900	22-Nov-32	2.85
4.	Province of Ontario	4.100	4-Mar-33	2.75
5.	Province of Quebec	4.000	1-Sep-35	2.62
6.	Canadian Government Bond	3.500	1-Mar-34	2.55
7.	Stonlasec8 Indigenous Holdings LP	4.517	11-Jul-55	2.36
8.	Brookfield Renewable Partners ULC	5.292	28-Oct-33	2.14
9.	South Coast British Columbia Transportation Authority	2.650	29-Oct-50	2.14
10.	Government of Canada	2.271	9-Sep-26	2.07
11.	Hydro-Québec	5.000	15-Feb-50	1.98
12.	OMERS Realty Corp.	4.960	10-Feb-31	1.91
13.	Pembina Pipeline Corp.	5.020	12-Jan-32	1.82
14.	Province of Ontario	1.900	2-Dec-51	1.82
15.	Canadian Western Bank	5.937	22-Dec-32	1.80
16.	Royal Bank of Canada	5.010	1-Feb-33	1.78
17.	Province of British Columbia	2.950	18-Jun-50	1.75
18.	City of Toronto	4.550	29-Oct-54	1.69
19.	Province of Quebec	4.000	1-Sep-36	1.61
20.	Province of Quebec	3.500	1-Dec-45	1.57
21.	407 International Inc.	6.470	27-Jul-29	1.51
22.	Province of Quebec	5.000	1-Dec-38	1.43
23.	Province of Alberta	3.750	1-Jun-36	1.31
24.	Northland Power Inc.	9.250	30-Jun-83	1.28
25.	Farm Credit Corp.	3.678	4-Aug-26	1.27

Asset Mix



Municipal Bonds	6.03%
Provincial Bonds	25.90%
Federal Bonds	16.27%
Corporate Bonds	48.36%
Cash/Cash Equivalents	3.54%
Derivatives/Currency Forwards/Term Loans	(0.10%)

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