

Management's Discussion & Analysis of

CYMBRIA CORPORATION

Three months and six months ended June 30, 2023

CYMBRIA®

Management's Discussion and Analysis ("MD&A") provides a review of Cymbria Corporation's ("Cymbria") financial results for the three months and six months ended June 30, 2023 and assesses factors that may affect future results. The financial condition and results of operations are analyzed noting the significant factors that impacted the statements of financial position, statements of comprehensive income (loss), statements of changes in equity, and statements of cash flows of Cymbria. As such, this MD&A should be read in conjunction with the audited annual financial statements and notes thereto included in this report. The MD&A and the audited annual financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") to provide information about Cymbria.

The following MD&A is the responsibility of management and is dated August 10, 2023. The Board of Directors carries out its responsibility for the review of this disclosure through its Audit Committee, comprised exclusively of independent directors. The Audit Committee has reviewed and recommended approval of the MD&A by the Board of Directors. The Board of Directors has approved this disclosure.

The unaudited condensed interim financial statements may be included at the back of the MD&A. You can obtain a free copy of the interim or annual Financial Statements by calling 1.866.757.7207, writing to EdgePoint Investment Group Inc., 150 Bloor St. W., Suite 500, Toronto, ON, M5S 2X9, or visiting our website at www.cymbria.com or the SEDAR website at www.sedar.com.

Likewise, shareholders can obtain copies of Cymbria's proxy voting policies and procedures, proxy voting disclosure records, and quarterly portfolio disclosures.

Please refer to Cymbria's Annual Information Form and the 2022 annual Financial Statements for more information which can be found on the SEDAR website at www.sedar.com. For Cymbria's current and historical adjusted net asset values per share, please visit www.cymbria.com.

Caution regarding forward-looking statements

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

This report may also contain backward-looking statements that are more definitive in nature that include words such as "last year," "before we were born" and "our encyclopedias say." We like to think we're pretty good at predicting what happened in the past so feel free to take most of these statements as truths.

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

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by Cymbria. Any number of important factors could contribute to these differences, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, natural disasters, epidemic and pandemic outbreaks, public health emergencies, and catastrophic events.

We stress that the abovementioned list of important factors is not exhaustive but is super exhausting to read, let's be honest! We encourage you to consider these and other factors carefully before making any investment decisions, and urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that Cymbria 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 MD&A.

Management's Discussion and Analysis

The following presents the views of EdgePoint Investment Group Inc. (the "Manager") concerning significant factors and developments that have affected Cymbria's performance and outlook.

Please read the aforementioned caution regarding forward-looking statements.

Where we refer to the purchase or sale of businesses in this report, we are referring to Cymbria's purchase or sale of shares in a company. We use the term businesses as it more closely aligns with the portfolio management team's view that the investment is in a business and not simply ownership of stock.

Non-IFRS measures

Cymbria prepares and releases audited annual financial statements and unaudited interim financial statements in accordance with IFRS. In this MD&A, as a complement to results provided in accordance with IFRS, Cymbria discloses certain financial measures not recognized under IFRS and that do not have standard meanings prescribed by IFRS (collectively the "non-IFRS measures"). These non-IFRS measures are further described below. Cymbria has presented such non-IFRS measures because we believe they are relevant measures of the ability to evaluate Cymbria's performance. These non-IFRS measures should not be construed as alternatives to net comprehensive income (loss) determined in accordance with IFRS as indicators of Cymbria's performance.

- Adjusted Net Asset Value ("aNAV") – represents the fair value of the net assets of Cymbria, which differs from IFRS Shareholders' Equity because it does not take into account the deferred income tax liability on the unrealized gain on investments and the deferred tax benefits associated with any realized losses on investments. The calculation of aNAV has not changed since the inception of Cymbria.

Net asset value calculations are different across companies and shareholders of Cymbria should be cautioned that its aNAV may not be comparable to other companies. Cymbria still believes aNAV is an important measure because it is the basis on which the Manager evaluates Cymbria's performance. The difference between aNAV and shareholders' equity is the deferred income tax liability. Deferred income taxes can differ from actual income taxes paid in the future due to fluctuations in investment prices and changes to income tax rates. In addition, \$32.1 million of the deferred income tax liability relates to Cymbria's investment in EdgePoint Wealth Management Inc. The manager is compensated through the management fee that is based on Cymbria's aNAV calculation, not shareholders' equity. Below is a reconciliation of aNAV to shareholders' equity.

	Jun. 30, 2023 ('000s)	Dec. 31, 2022 ('000s)
aNAV	\$ 1,500,917	\$ 1,405,892
Less: Deferred income tax liability	(50,442)	(41,380)
Shareholders' equity	\$ 1,450,475	\$ 1,364,512

- Adjusted net asset value per share – represents the aNAV of Cymbria by class divided by the respective number of shares in that class. Below is a reconciliation of adjusted net asset value per share to shareholders' equity per share.

Class A	Jun. 30, 2023	Dec. 31, 2022
Adjusted net asset value per share	\$ 63.92	\$ 59.77
Less: Deferred income tax liability	(2.15)	(1.76)
Shareholders' equity per share	\$ 61.77	\$ 58.01

Class J	Jun. 30, 2023	Dec. 31, 2022
Adjusted net asset value per share	\$ 71.61	\$ 66.84
Less: Deferred income tax liability	(2.41)	(1.97)
Shareholders' equity per share	\$ 69.20	\$ 64.87

Readers are cautioned not to view non-IFRS measures as alternatives to financial measures calculated in accordance with IFRS.

Our business

Cymbria is an investment corporation that trades on the Toronto Stock Exchange. As at June 30, 2023, Cymbria invested in a collection of 57 different business ideas, including a 20.7% ownership stake in EdgePoint Wealth Management Inc. ("EdgePoint").

Measuring our results

As long-term investors, we have a goal of building long-term wealth for shareholders. We are pleased with Cymbria's since inception return for shareholders but view the past 14 years as just the beginning of a journey that has no finish line. The cumulative return of Cymbria's Class A aNAV since inception is 539.2% and the cumulative return of Cymbria's Class A shareholders' equity since inception is 517.7%.

We measure our investment results using Cymbria's aNAV rather than its stock price or shareholders' equity, as we feel this more closely reflects how our Investment team adds value. For instance, fluctuations in Cymbria's share price are not always consistent with the movements of its aNAV and can change based on numerous factors, some of which are independent of Cymbria's aNAV. Cymbria's shareholders' equity differs from aNAV because of accounting differences primarily related to deferred income taxes. Cymbria's aNAV includes a provision for current corporate income taxes, but excludes a provision for future taxes on unrealized capital gains and losses. Shareholders' equity includes both. Deferred tax does not impact the amount of capital that Cymbria has invested to earn a return. Therefore, when we measure our investment performance, we measure against the full amount of capital that was available to us to invest which is represented by aNAV. We are required to calculate aNAV daily and Cymbria's Class A aNAV is posted daily to our website.

Measuring Cymbria's worth

Cymbria's stock price has swung between a 14% discount and a 34% premium to aNAV since inception.

The publicly traded portion of Cymbria's portfolio consists of a collection of quality businesses we believe are trading for less than their true value. We try to buy businesses that can materially grow their cash flows over time and where we're not being asked to pay for that growth today. This should translate into healthy share-price appreciation.

To help investors make informed decisions about their investment in Cymbria, we post its aNAV daily to our website. Some have suggested that doing so encourages short-term thinking. We tend to agree. Cymbria's aNAV is different from its worth. The aNAV represents the value of its holdings at today's prices, not tomorrow's worth. Not everyone uses Cymbria's aNAV as a guidepost, nor does posting it ensure that the stock will ever trade at that figure. Cymbria has traded within a wide band and people are free to ignore the guideposts.

Since we have no control over Cymbria's share price and don't know what's in the heads of sellers day-to-day, we also have no way of determining if there will be shareholders willing to sell at material discounts to aNAV (either knowingly or unknowingly). If Cymbria's stock price lags its aNAV, we also believe in buying back shares, as doing so at an attractive discount makes sense for our shareholders. Should these opportunities exist, our share repurchases should greatly enhance Cymbria's value for remaining shareholders. This will occur at the expense of those willing to sell to us at a discount. If we're right about the value of the businesses inside Cymbria's portfolio over time, our share repurchases will prove to be one of our better investments. Please see "Non-IFRS measures" for a discussion on aNAV.

Recent developments

In the second quarter of 2023, the MSCI World Index, S&P/TSX Composite Index and S&P 500 Index gained 4.5%, 1.1% and 6.2%, respectively (total returns, in C\$). The primary driver behind the positive returns of these major indexes came from the Information Technology sector. Businesses such as Apple Inc., Microsoft Corp., NVIDIA Corp. and Shopify Inc. were some of the top performers within the sector.

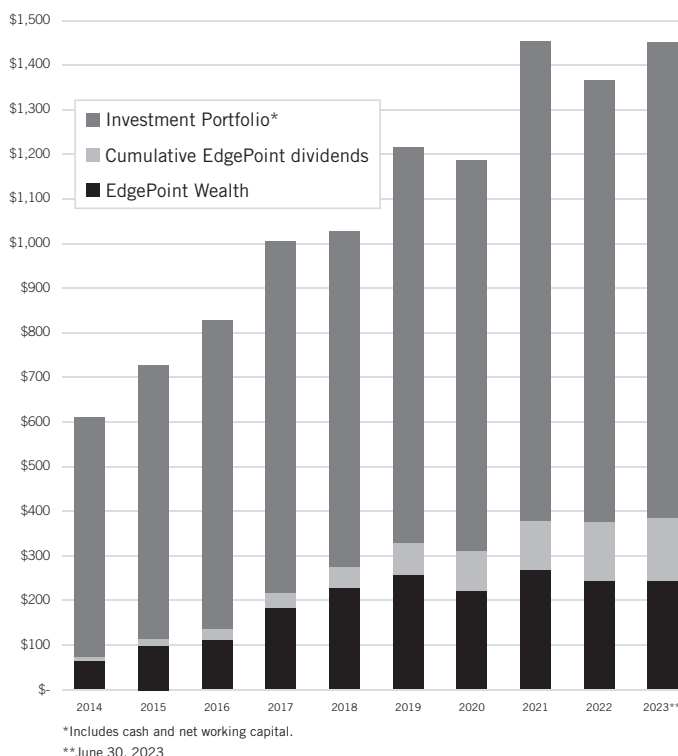
During the quarter, inflation and rising interest rates continued to make headlines. The Bank of Canada persisted in raising interest rates, implementing a 0.25% increase in June. Inflation peaked at 8.1% last year but has subsequently eased to 2.8%. However, the Bank of Canada has not given any clear signals about when its cycle of raising interest rates may conclude.

At Cymbria, we remain focused on our time-tested investment approach and take ownership stakes in businesses that we believe can grow irrespective of the broader economic environment. Throughout the quarter, the Investment team continued to take advantage of market volatility by adding 8 new businesses to Cymbria, while exiting 7 businesses.

Overall performance

For the six months ended June 30, 2023, Cymbria's shareholders' equity increased 6.3% to \$1,450 million (June 30, 2022: 11.9% decrease). The increase in shareholders' equity is largely attributable to investment performance, which is discussed in the Investment performance section of this report.

Shareholders' equity ('000)



Summary of investment portfolio

To help frame the investment performance discussion, below is a summary of the top 15 businesses held by Cymbria as a percentage of shareholders' equity. We disclose Cymbria's full portfolio on an annual basis. Please see Cymbria's 2022 Annual Report for the last published Schedule of Investments.

Top 15 Businesses	Fair value ('000s)
EdgePoint Wealth Management Inc.	\$ 242,409
Restaurant Brands International Inc.	55,812
Mattel Inc.	54,639
Berry Global Group Inc.	52,356
Dollar Tree Inc.	50,697
SAP SE	44,572
Osisko Gold Royalties Limited	38,990
DSM-Firmenich AG	36,181
Elevance Health Inc.	34,867
Computer Modelling Group Limited	34,031
TE Connectivity Limited	32,701
Brookfield Corporation	31,136
Private financial technology company	30,201
Fairfax Financial Holdings Limited	30,200
Ross Stores Inc.	29,298

The Summary of Investment Portfolio may change due to ongoing portfolio transactions.

Investment performance

Cymbria's collection of businesses can be separated between its portfolio of public securities and its portfolio of private equity, including EdgePoint.

Portfolio of public securities

While we provide these comments to fulfill the disclosure requirement of this report, we measure investment success over periods of 10 years or more, and believe it takes considerable skill to consistently add value over the long term. With a long-term view, it would not add a significant amount of value to discuss every business that is owned in the portfolio, including those that have had short-term fluctuations in value. However, in this section we will discuss the investments in public securities that we believe would be of interest to shareholders and/or highlight any material changes (if any) to the businesses we own.

The following business had the most meaningful positive impact on shareholders' equity during the quarter:

- Restaurant Brands International Inc.

We first purchased Restaurant Brands International (RBI) in April 2020. RBI is a successful fast-food franchisor of popular brands that are expanding globally. RBI owns Tim Hortons, Burger King, Firehouse Subs and Popeyes Louisiana Chicken. RBI is a good example of a company that earns royalties on the growth of franchisees without having to put up capital to drive further growth. RBI is well positioned to see substantial restaurant growth across all its brands over the next decade. In today's environment, we believe RBI is poised to gain market share and drive growth. The stock was up 13.2% over the quarter and Cymbria's unrealized gain in the business increased by \$6.1 million.

The following businesses had a meaningful negative impact on shareholder's equity during the quarter:

- Optiva Inc.

We first purchased Optiva in Cymbria in March 2021. Optiva provides software for the telecommunications industry, and its core product is used to track customer usage of voice, data roaming and more. In early 2021, a new management team was appointed to stem customer attrition and right-size the cost structure. The company is aiming for a first-mover advantage among established telco Business Support System (BSS) software providers by taking its legacy on-premise solutions and delivering them via cloud architecture. The company has been slower than anticipated in closing deals with new customers, but we are seeing signs of traction in this regard as the company's sales pipeline has expanded materially over the past year. The delay in acquiring new business opportunities, combined with ongoing investments in growth initiatives, has depressed earnings in the short-term, resulting in a decline in the share price. The stock was down 59.6% over the quarter and Cymbria's unrealized loss in the business increased by \$5.8 million.

- DSM-Firmenich AG

DSM recently merged with Firmenich, a privately held Swiss company that is the global leader in flavours and fragrances. The primary impetus behind the merger was a growing industry trend of customers asking their ingredients suppliers to offer a

"one-stop-shop" model of integrated solutions across different technologies. Firmenich's deep ingredients library and well-invested pipeline of new products mesh well with DSM's technical expertise in functional ingredients, cultures, micronutrients, and enzymes. This combination of businesses has created one of the broadest and deepest portfolios in the ingredients space. DSM-Firmenich also enjoys a substantial R&D budget and a robust balance sheet, offering it a significant competitive advantage over peers in the current challenging economic environment.

The combined company will have four strong standalone divisions: animal nutrition, human nutrition, food and taste, and perfumery. Synergies from the merger will come mostly from bringing together the two food ingredients divisions, where DSM-Firmenich will leverage Firmenich's market access and continue to go to market as Firmenich, but with a broader product offering than before. This approach limits integration risk, both internally to one division, and also from the customer perspective. At the same time, the combined business still has all of the call options in DSM's innovation pipeline that should start to move the needle in 2025 and beyond. This includes Bovaer, an animal feed that reduces methane emissions from cows by up to 30%. Since our initial purchase, the stock has underperformed. This is primarily attributed to industry-wide destocking by end customers, notably low vitamin prices, and a prolonged and intricate deal closure process. The stock was down 16.3% over the quarter and Cymbria's unrealized loss in the business increased by \$3.1 million.

Businesses purchased

During the quarter ended June 30, 2023, we purchased 8 new businesses. The largest purchases, in terms of significance to Cymbria as at June 30, 2023:

- Tourmaline Oil Corp.

Tourmaline is one of North America's largest gas producers. The company used the last market downturn to its advantage and acquired attractive assets at discounted prices. Tourmaline's consolidation activities and focus on cost structure makes it one of the lowest cost producers in North America. The company has used its scale and long-life asset base to its advantage. Tourmaline sells its gas into a diversified mix of end markets, including LNG export facilities, that allow it to maximize its revenue and decrease the impact of volatile benchmark commodity prices.

- Warner Bros. Discovery Inc.

Within the global media industry, Warner Brothers Discovery (WBD) is one of the largest owners of branded IP, which it distributes through movie theatres, TV networks, streaming platforms and third-party licensing. Content owned by the business include film studios in Warner Brothers and DC Films; TV networks like CNN, Food Network, HGTV, Discovery, TLC, TNT, Eurosport and more; and Direct-to-Consumer offerings in HBO, Max and Discovery+. The company also owns the IP of Superman, Batman, DC Comics, Game of Thrones, Harry Potter, Looney Tunes, Hanna-Barbera and more, as well as the Warner Brothers and Turner Classic Movie film libraries.

WBD was formed in April 2022 as AT&T spun off its Warner Media assets and combined with publicly traded Discovery Communications in an all-stock merger. The stock price declined in the months following the spin-off, given shareholder turnover

and investor aversion to streaming-focused media businesses not focused on profitability. This created an attractive entry point. Discovery's management team took over managing the combined entity, with a focus on profitability and efficiency. Near term, the company plans to use its significant free-cash-flow generation to deleverage its balance sheet. Management has reviewed the company's IP portfolio and believes it can better monetize both existing library and new content spend, which would enhance shareholder value.

Businesses sold

We generally sell a stake in a business for one of two reasons. First, if our thesis about the business is deemed no longer valid. Second, there is a constant culling process whereby we continuously strive to upgrade the quality of Cymbria's portfolio with better ideas.

During the quarter we sold our stakes completely in 7 businesses. Below are the most significant businesses sold based on the gross amount of realized gains and losses:

- Univar Solutions Inc.

We first purchased Univar in Cymbria in July 2019. Univar is one of the world's largest chemical distribution companies. In March 2023, Apollo Group entered into an agreement to acquire Univar in an all-cash deal. Following the takeover announcement, Univar's share price rose close to the offer price, and we sold our position in the business. Our holding period return was 52.4% and Cymbria realized a gain of \$3.9 million on shares sold during the quarter.

- Qualtrics International, Inc. Class A

We first purchased Qualtrics in Cymbria in July 2022. Qualtrics is a software company that is the global leader in experience management software. In March 2023, Qualtrics announced that it had entered into an agreement to be acquired by Silver Lake. Following the takeover announcement, Qualtrics' share price rose close to the offer price, and we sold our position in the business. Our holding period return was 55.4% and Cymbria realized a gain of \$9.4 million on shares sold during the quarter.

Portfolio of private equity

Cymbria has the flexibility to invest in both public and private markets. Below is an update on the largest private equity business in our portfolio as at June 30, 2023:

- EdgePoint Wealth Management Inc.

The most significant private equity business in Cymbria is EdgePoint. Cymbria's original \$509,585 investment in EdgePoint represents a 20.7% ownership share as at June 30, 2023. Since inception, we have received \$142.4 million in dividends from EdgePoint and its value in Cymbria has increased to \$242.4 million, making EdgePoint the most valuable contributor to Cymbria's investment portfolio.

With the assistance of a third-party valuator, Cymbria's stake in EdgePoint was revalued in December 2022 at a range of \$221.1 million to \$263.7 million. For financial statement purposes, EdgePoint is valued using the mid-point of the range at \$242.4 million.

The discounted cash flow model used for the valuation has a specific set of assumptions of which the significant ones are

outlined in Note 10 of the financial statements. The range noted above changes only the discount rate in the valuation. In reality, the possible results for EdgePoint can vary far outside of this range. To highlight how wide a range could be without going to extremes, please refer to the sensitivity analysis in Note 10 of the financial statements. A change to any one or all of the assumptions can have a material impact on the valuation of EdgePoint as highlighted in Note 10.

Financial review

This section discusses the significant changes in Cymbria's financial performance, financial condition and cash flows for the three months and six months ended June 30, 2023 compared to those same periods ended June 30, 2022 and as at December 31, 2022.

This section should be read in conjunction with Cymbria's unaudited condensed interim financial statements and corresponding notes thereto.

Financial performance

	Three months ended June 30,	
	2023	2022
	('000s)	('000s)
Income		
Net realized gain on investments	\$ 17,119	\$ 10,651
Change in unrealized gain on investments	(777)	(161,954)
Dividend and interest income	13,000	11,437
Foreign currency gain (loss)	2,229	(73)
Total income (loss)	\$ 31,571	\$ (139,939)
Expenses		
Management fees	\$ 2,609	\$ 2,385
Withholding taxes, HST, and transaction costs	1,274	1,466
Other expenses	1,448	1,152
Total expenses	\$ 5,331	\$ 5,003
Profit (loss) before taxes	\$ 26,240	\$ (144,942)
Income taxes (recovery)	\$ 2,291	\$ (19,742)
Net comprehensive income (loss)	\$ 23,949	\$ (125,200)

	Six months ended June 30,	
	2023	2022
	('000s)	('000s)
Income		
Net realized gain on investments	\$ 17,763	\$ 40,795
Change in unrealized gain on investments	67,447	(251,608)
Dividend and interest income	24,250	20,694
Foreign currency gain (loss)	1,283	(595)
Total income (loss)	\$ 110,743	\$ (190,714)
Expenses		
Management fees	\$ 5,192	\$ 4,855
Withholding taxes, HST, and transaction costs	1,942	2,328
Other expenses	2,259	1,950
Total expenses	\$ 9,393	\$ 9,133
Profit (loss) before taxes	\$ 101,350	\$ (199,847)
Income taxes (recovery)	\$ 12,315	\$ (27,574)
Net comprehensive income (loss)	\$ 89,035	\$ (172,273)

(a) Net realized gain on investments

During the three months ended June 30, 2023, the realized gain on investments of \$17.1 million is largely attributable to a gain from the sale of shares of Qualtrics International Inc. of \$9.4 million and Univar Solutions Inc. of \$3.9 million offset by a loss on sale of shares of Koninklijke Philips NV of \$1.3 million. Net realized gain on investments is not comparable to prior periods due to the different transactions from period to period. More details relating to some other contributors to Cymbria's performance are discussed in the *Investment performance* section.

(b) Change in unrealized gain (loss) on investments

The unrealized gain on investments decreased by \$0.8 million for the three months ended June 30, 2023. This is a result of fluctuations in the value of investments during the period. The largest contributor during the period was Restaurant Brands International Inc. with a \$6.1 million gain and the largest detractor was Optiva Inc. with a \$5.8 million loss. Fluctuations in investment values are not comparable to prior periods due to the different composition of the investment portfolio from period to period. More details relating to the most significant contributors to Cymbria's performance are discussed in the *Investment performance* section.

(c) Dividend and interest income

Dividend and interest income is earned on the portfolio of public equities and the investment in EdgePoint. An important driver of wealth for Cymbria is the dividend from EdgePoint.

During the three months ended June 30, 2023, Cymbria received dividends totaling \$5.2 million from EdgePoint, unchanged from the same period in 2022. This dividend can be reinvested by Cymbria in its portfolio of securities or used to buy back Cymbria shares. Dividends and interest income from investments other than EdgePoint amounted to \$7.8 million. Cymbria's portfolio is not managed with the intent to derive a certain amount of dividend or interest income. Therefore, it is typical that this type of income would fluctuate from period to period.

(d) Foreign currency gain (loss)

Cymbria is valued in Canadian dollars; however, it invests in securities denominated in foreign currencies. The foreign currency gains and losses of these securities are included in net realized and unrealized gain (loss) on investments. In order to reduce the impact of short-term fluctuations, we may employ currency hedging. Specifically, we may hedge all or a portion of our foreign currency exposure depending on our view of a currency's relative value and its associated risks. The Manager monitors and updates the degree of currency hedging based on a variety of economic factors, including the foreign currency's purchasing power parity versus the Canadian dollar.

As at June 30, 2023, Cymbria's most significant foreign currency exposure was the U.S. dollar, which as a percentage of shareholders' equity was approximately 36% and we hedged approximately 8% of that exposure. The total impact of foreign currency fluctuations, including hedging, during the three months ended June 30, 2023 was a \$2.2 million gain.

(e) Expenses

Management fees increased by \$0.2 million from 2022 due to the increase in aNAV over the corresponding period, on which the fee is based. Management fees are charged based on the aNAV of Cymbria, excluding the value of EdgePoint. The effective annualized management fees charged for the three months ended June 30, 2023 were 0.82% for Class A shareholders and 0.41% for Class J shareholders.

Financial condition

	June 30, 2023 ('000s)	Dec. 31, 2022 ('000s)
Assets		
Investments	\$ 1,415,618	\$ 1,315,158
Cash and cash equivalents	117,469	104,535
Other assets	8,645	1,787
Income tax recovery	15,587	16,564
Total assets	\$ 1,557,319	\$ 1,438,044
Liabilities		
Foreign exchange forward contracts	\$ 180	\$ 284
Accrued liabilities and other payables	4,594	399
Income taxes payable	50,000	30,050
Credit facility	1,628	1,419
Deferred income tax liability	50,442	41,380
Total liabilities	\$ 106,844	\$ 73,532
Shareholders' equity	\$ 1,450,475	\$ 1,364,512

(a) Investments

Cymbria's investments as at June 30, 2023, primarily consists of a portfolio of public securities of \$1,074.6 million and private equity of \$299.6 million, including an investment in EdgePoint of \$242.4 million. The Investment performance section of this MD&A discusses the significant changes in these investments. The Schedule of Investment Portfolio included in the Financial Statements discloses the most significant businesses that we own.

(b) Cash and cash equivalents

Cymbria maintains cash and cash equivalents to purchase investments, pay expenses, and occasionally buy back shares. Cymbria does not distribute cash by issuing a dividend. Cash balances are monitored on a daily basis by the Manager. The increase of \$12.9 million from the end of 2022 is primarily due to a net new draw on credit facility of \$20.0 million offset by the net purchase of investments of \$15.3 million. Cash and cash equivalents is comprised entirely of cash held at the bank.

(c) Income tax recovery

The Income tax recovery of \$15.6 million is a result of income tax installments being more than Cymbria's income tax liability as at June 30, 2023.

(d) Credit facility

In March 2023, Cymbria amended and renewed the credit facility. As part of the amendment, Cymbria drew \$25 million on a fixed term of 7 years making the total amount drawn on term \$50 million. During the quarter, Cymbria repaid \$5.1 million drawn on the revolving portion of the facility.

(e) Deferred share unit plan

Cymbria's deferred share unit plan exists to provide directors the option to receive their compensation in the form of deferred share units. The units are valued using the five-day volume-weighted average stock price of Cymbria prior to the period end. For the six months ended June 30, 2023, Cymbria issued 1,773 units and the total value of the plan increased by \$0.2 million from the end of 2022.

(f) Deferred income tax liability

The deferred income tax liability represents temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes versus taxation purposes. As at June 30, 2023, Cymbria's deferred income tax liability is presented net and it comprises of a liability on the unrealized appreciation of investments of \$50.5 million offset by an asset on deferred share units of \$0.1 million.

(g) Shareholders' equity

Cymbria's shareholders' equity is comprised of common stock, Class A, and Class J shareholders. The Manager owns 100% of the common stock of Cymbria. The number of common shares outstanding on June 30, 2023 and August 10, 2023 were 100. Class A shares are non-redeemable and traded on the Toronto Stock Exchange. As at June 30, 2023 and August 10, 2023, there were 16,297,553 and 16,279,603 Class A shares outstanding, respectively. Class J shares are non-redeemable and were offered through a private placement. Class J shares can be exchanged for an equivalent value of Class A shares on the last business day of each week. As at June 30, 2023 and August 10, 2023, there were 6,413,442 Class J shares outstanding.

Cash flows

For the six months ended June 30, 2023, Cymbria had a net increase in cash and cash equivalents of \$12.9 million. The majority of the net increase in cash and cash equivalents is due to a net new

draw on credit facility of \$20.0 million offset by the net purchase of investments of \$15.3 million.

Shareholder activity

Cymbria refiled its Normal-Course Issuer Bid ("NCIB") for the 12-month period beginning on May 25, 2023 to May 24, 2024. Cymbria will use the NCIB to repurchase shares in the event that we believe the company is being undervalued by the market and an attractive opportunity exists to enhance the value for its shareholders. During the quarter ended June 30, 2023, 7,900 Class A shares were repurchased for a total cost of \$463 thousand. Since inception, Cymbria has repurchased and cancelled 564,100 Class A shares at an average price of \$20.25 per share and a total cost of \$11.4 million.

Cymbria's Liquidity Realization Opportunity ("LRO") is available for both Class A and Class J shares and gives Cymbria the right to repurchase a number of shares from time to time at a very small discount to aNAV where (i) Cymbria's portfolio has experienced growth in the previous fiscal year, (ii) Class A shares are trading at a price less than 97% of aNAV, and (iii) on the Manager's recommendation. When these events occur, shareholders may elect to participate in the LRO and have an opportunity to dispose of shares at a price close to aNAV. This feature was introduced to increase Cymbria's attractiveness as an investment by recognizing that liquidity requirements and investment time horizons vary from investor to investor. We believe that Cymbria's aNAV, which is disclosed daily, is a fair representation of Cymbria's portfolio at current prices. When Class A shares trade at prices not reflective of the aNAV, the LRO provides another venue whereby shareholders may dispose of their shares at a price closer to aNAV. The LRO does not affect Cymbria's ability to continue repurchasing shares through the NCIB. Please see the Management Information Circular dated May 28, 2013 for more information on the LRO. Cymbria did not announce a LRO for the three months ended June 30, 2023 as Cymbria's portfolio declined in the previous fiscal year.

Summary of interim results

The financial information summarized below is derived from Cymbria's condensed interim financial statements from the three month periods noted in the table below. In each of the periods, the changes in Total income (loss) and Net income (loss) are primarily a result of the realized and unrealized changes in the fair value of Cymbria's investments. No meaningful correlations can be made by comparing these figures from period to period.

(in '000s except per share amounts)	Three months ended							
	Jun. 30, 2023	Mar. 31, 2023	Dec. 31, 2022	Sep. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021	Sep. 30, 2021
Total income (loss)	\$ 31,571	\$ 79,172	\$ 115,431	\$ (3,800)	\$ (139,939)	\$ (50,775)	\$ 61,221	\$ (13,660)
Total expenses	\$ 5,331	\$ 4,062	\$ 4,586	\$ 3,974	\$ 5,003	\$ 4,130	\$ 4,095	\$ 4,761
Net income (loss)	\$ 23,949	\$ 65,086	\$ 97,317	\$ (5,671)	\$ (125,200)	\$ (47,073)	\$ 50,902	\$ (14,793)
Net income (loss), per share								
Class A	\$ 1.00	\$ 2.76	\$ 4.13	\$ (0.26)	\$ (5.34)	\$ (2.02)	\$ 2.15	\$ (0.65)
Class J	\$ 1.18	\$ 3.13	\$ 4.66	\$ (0.24)	\$ (5.90)	\$ (2.18)	\$ 2.46	\$ (0.66)

Credit facility

In 2017, Cymbria entered into a five-year credit agreement with a Canadian chartered bank (the "Bank") that allows Cymbria to borrow up to \$100 million. On March 28, 2023, Cymbria amended the credit agreement to allow the \$100 million facility to be the aggregate of a renewable \$50 million revolving commitment that will mature on March 10, 2027 and two \$25 million prime rate term loans that will mature on March 10, 2029 and March 28, 2030.

Interest on the term commitment is charged at 3-month CDOR plus a spread, however, Cymbria has entered into interest rate swap contracts that will fix the interest on each tranche of the term commitment at 3.8% and 5.5% per annum, respectively, until maturity. Interest on the revolving commitment is charged on the outstanding balance based on whether the facility is drawn as bankers acceptance or prime loan. When drawn upon, the credit facility is secured by a selection of eligible securities in Cymbria's investment portfolio.

As at the date of this report, Cymbria has complied with all covenants, conditions or other requirements of the credit agreement.

The purpose of the credit facility is to provide Cymbria with increased flexibility to purchase additional investments when we believe an opportunity exists where the potential return is worth the added risk that leverage introduces.

Liquidity

Cymbria maintains strong liquidity with cash and cash equivalents and its portfolio of public equities. In addition to financial liabilities that arise from its normal course of investing activities, Cymbria may have a financial liability associated with drawn amounts on the credit facility. As at June 30, 2023, cash and cash equivalents less the outstanding balance on the credit facility represents 4.7% of Cymbria's total shareholders' equity. Cymbria's portfolio of securities includes actively traded global stocks that can be readily sold. As at June 30, 2023, the portfolio of public equities that the Manager believes can be readily sold represents 74% of Cymbria's total shareholders' equity. Cymbria has drawn \$50 million on its credit facility; however, the Manager does not believe this poses a significant risk to liquidity as it represents only 3.4% of total shareholders' equity. There are no other outstanding debt or contractual obligations that would pose a significant risk to liquidity as at June 30, 2023.

Commitments and contingencies

In the ordinary course of business activities, Cymbria may be contingently liable for litigation and claims arising from investing. Where required, the Manager records adequate provisions in the accounts. The Manager is not aware of any current or pending litigation or claims against Cymbria.

Related parties

Manager and Investment Advisor

Cymbria is managed by EdgePoint Investment Group Inc. (the "Manager"), which is responsible for Cymbria's day-to-day operations and is also the portfolio advisor to Cymbria. The Manager provides investment advisory and portfolio management services, which comprise investment selection, analysis and monitoring, including business travel to corporate head offices, other associated due diligence costs, portfolio construction, risk management and broker analysis, selection and monitoring, and trading expertise, and could also include marketing and promotion of Cymbria. These services are in the normal course of operations and are charged at the rate agreed to by the parties.

As compensation for providing these management services, the Manager receives a monthly management fee based on the daily average aNAV of each class of Cymbria shares, excluding the value of EdgePoint. For the three months ended June 30, 2023, management fees totaled \$2.6 million, compared to \$2.4 million for the same period in 2022. In addition, the Manager is entitled to be reimbursed by Cymbria for operating expenses associated with its advisory services, excluding salaries to the Manager's principal

shareholders. Please see "Non-IFRS Measures" for a discussion on aNAV.

Cymbria is responsible for paying its own operating expenses which includes, but is not limited to, taxes (including income, capital, and harmonized sales taxes), accounting, legal fees, audit fees, Board of Directors' fees, custodial and safekeeping fees, portfolio transaction costs, registrar and transfer agency fees, regulatory costs and filing fees, shareholder reporting including the costs of preparing and distributing annual and interim reports, Annual Information Forms, statements and investment communications, interest and bank charges, and all administration expenses incurred by the Manager for its duties as Manager that could include salaries (excluding salaries to the Manager's principal shareholders), overhead and other costs related directly to Cymbria's operations. Except for interest, bank charges, and taxes paid or payable directly by Cymbria, the Manager incurs such expenses on Cymbria's behalf and is then reimbursed by Cymbria for such expenses.

Critical accounting estimates

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

The following discusses the most significant accounting judgments that Cymbria has made in preparing the financial statements:

i. Fair value measurement of derivatives and securities not quoted in an active market

Cymbria holds financial instruments that are not quoted in active markets, including derivatives. The determination of the fair value of these instruments is where Cymbria has made the most significant accounting judgments and estimates in preparing financial statements. See Note 10 of the interim financial statements for more information on the fair value measurement of Cymbria's financial instruments.

ii. Deferred tax assets

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable income will be available against which the losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of future taxable income, together with future tax planning strategies.

Adoption of new accounting standards

The accounting policies applied by Cymbria in the attached condensed unaudited interim financial statements are the same as those applied by Cymbria in its audited financial statements for the year ended December 31, 2022, which were prepared in accordance with IFRS. Cymbria has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Financial instruments

In accordance with IFRS 9, *Financial Instruments*, Cymbria has accounted for its financial instruments as follows:

	Classification	Measurement
Financial assets		
Investments		
Foreign exchange forward contracts	Fair value through profit or loss	Fair value
Interest rate swap contracts		
Cash and cash equivalents		
Dividends receivable		
Receivable for investments sold	Amortized cost	Amortized cost
Income tax recovery		
Financial liabilities		
Foreign exchange forward contracts	Fair value through profit or loss	Fair value
Deferred share unit plan liability		
Accrued liabilities		
Payable for investments purchased		
Credit Facility	Amortized cost	Amortized cost
Income taxes payable		
Interest payable on swap contracts		
Deferred income tax liability		

Future changes in accounting policies

A number of new standards, amendments to standards and interpretations are not yet effective for the three months ended June 30, 2023. The Manager has assessed that none of these will have a significant effect on the financial statements of Cymbria.

Risks

The risks associated with investing in Cymbria remain as disclosed in the Annual Information Form dated March 30, 2023 and filed on SEDAR. Any changes to Cymbria over the period have not affected the overall risks.

Disclosure Controls and Procedures and Internal Controls over Financial Reporting

Cymbria, under the supervision of the Co-Chief Executive Officers and the Chief Financial Officer have designed, or caused to be designed, internal controls over financial reporting to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. The Co-Chief Executive Officers and the Chief Financial Officer have also designed, or caused to be designed under their supervision, disclosure controls and procedures to provide reasonable assurance that information required to be disclosed by Cymbria in its corporate filings have been recorded, processed, summarized and reported within the time periods specified in securities legislation. In addition, Cymbria's Audit Committee and Board of Directors provide an oversight role with respect to all public financial disclosures by Cymbria, and have reviewed and approved this MD&A and the unaudited condensed interim financial statements as at August 10, 2023.

There were no changes made in the design of internal controls over financial reporting during the three months ended June 30, 2023, that have materially affected, or are reasonably likely to materially affect, Cymbria's internal controls over financial reporting.

A control system, no matter how well conceived and operated, can provide only reasonable, not absolute, assurance that its objectives are met. Due to inherent limitations in all such systems, no evaluations of controls can provide absolute assurance that all control issues, if any, within a company have been detected. Accordingly, our internal controls over financial reporting and disclosure controls and procedures are effective in providing reasonable, not absolute, assurance that the objectives of our control systems have been met.

Unaudited Financial Statements of

CYMBRIA CORPORATION

Three months and six months ended June 30, 2023

CYMBRIA®

CYMBRIA CORPORATION

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim Financial Statements have been prepared by the Manager, EdgePoint Investment Group Inc., on behalf of Cymbria Corporation ("Cymbria"). Management is responsible for the information and representations contained in these Financial Statements.

Management has maintained appropriate processes to ensure that relevant and reliable financial information is produced. The unaudited condensed interim Financial Statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts based on estimates and assumptions. The significant accounting policies that management believes are appropriate for Cymbria are described in Note 3 to the unaudited condensed interim Financial Statements.

The Board of Directors is responsible for reviewing and approving Cymbria's unaudited condensed interim Financial Statements, overseeing management's performance of its financial reporting responsibilities and engaging the independent auditor. The Board of Directors is composed of four members who are independent of management. For all share classes of Cymbria, the unaudited condensed interim Financial Statements have been reviewed and approved by the Board of Directors.



Patrick Farmer
Chairman
August 10, 2023



Norman Tang
Chief Financial Officer
August 10, 2023

NOTICE TO SHAREHOLDERS

Cymbria's Board of Directors, appoints independent auditors to audit Cymbria's annual Financial Statements. Under Canadian securities laws (National Instrument 51-102), if an auditor has not reviewed the interim Financial Statements, this must be disclosed in an accompanying notice.

Cymbria's independent auditor has not performed a review of these condensed interim Financial Statements in accordance with the standards established by the Chartered Professional Accountants of Canada.

CYMBRIA CORPORATION

Statements of Financial Position (Unaudited)
(in '000s except per share amounts and number of shares)
As at June 30, 2023 and December 31, 2022

	June 30, 2023	December 31, 2022 (Audited)
Assets		
Investments	\$ 1,169,681	\$ 1,070,751
EdgePoint Wealth Management Inc.	242,409	242,409
Foreign exchange forward contracts	890	217
Interest rate swap contracts	2,638	1,781
Total financial assets at fair value through profit or loss* (Note 10)	1,415,618	1,315,158
Cash and cash equivalents	117,469	104,535
Dividends receivable	1,667	1,772
Prepaid interest	723	-
Receivable for investments sold	6,055	-
Interest receivable	200	15
Income tax recovery	15,587	16,564
Total Assets	\$ 1,557,319	\$ 1,438,044
Liabilities		
Accrued liabilities	\$ -	\$ 399
Foreign exchange forward contracts	180	284
Credit facility - revolving (Note 9)	-	5,050
Payable for investments purchased	4,594	-
Total current liabilities	4,774	5,733
Credit facility - term (Note 9)	50,000	25,000
Deferred share unit plan liability (Note 7)	1,628	1,419
Deferred income tax liability	50,442	41,380
Total Liabilities	\$ 106,844	\$ 73,532
Shareholders' equity		
Share capital (Note 5)	\$ 219,065	\$ 219,562
Retained earnings (Note 6)	1,231,410	1,144,950
Total Shareholders' equity	\$ 1,450,475	\$ 1,364,512
Shareholders' equity		
Common stock	\$ -	\$ -
Class A	1,006,668	948,205
Class J	443,807	416,307
Number of shares outstanding (Note 5)		
Class A	16,297,553	16,346,339
Class J	6,413,442	6,417,206
Total shareholder's equity per share		
Class A	\$ 61.77	\$ 58.01
Class J	\$ 69.20	\$ 64.87

*Cost of investments is reflected in the *Schedule of Investment Portfolio*.

The accompanying notes are an integral part of these interim Financial Statements.

ON BEHALF OF THE BOARD:


 Reena Carter, Director


 James MacDonald, Director

CYMBRIA CORPORATION

Statements of Comprehensive Income (Loss) (Unaudited)
(in '000s except per share amounts)
Three and six months ended June 30, 2023 and 2022

	Three months ended June 30, 2023		Six months ended June 30, 2022	
Income				
Dividends from EdgePoint Wealth Management Inc.	\$	5,175	5,175	\$ 10,350
Dividends		6,139	6,076	10,872
Interest for distribution purposes		1,416	186	2,585
Foreign currency gain (loss) on cash and other net assets		(134)	147	(225)
Income on interest rate swap contracts		270	–	443
Other net changes in fair value of financial assets and financial liabilities				
at fair value through profit or loss:				
Net realized gain (loss) on investments		17,119	10,651	17,763
Net realized gain (loss) on foreign exchange forward contracts		140	1,146	(8)
Increase (decrease) in net unrealized gain on investments		(2,429)	(162,956)	64,809
Increase (decrease) in net unrealized gain on foreign exchange forward contracts		2,223	(1,366)	1,516
Increase (decrease) in net unrealized gain on swap contracts		1,652	1,002	2,638
Total Income (loss)	\$	31,571	(139,939)	\$ 110,743
Expenses (Note 8)				
Management fees (Note 8)	\$	2,609	\$ 2,385	\$ 5,192
Investment research and portfolio maintenance		665	524	973
Interest expense (Note 9)		611	553	691
Net withholding tax		585	937	575
Harmonized Sales Tax		448	387	879
Transaction costs		241	142	488
Operating expenses		172	75	595
Total Expenses	\$	5,331	\$ 5,003	\$ 9,393
Profit (loss) for the period before taxes	\$	26,240	\$ (144,942)	\$ 101,350
Income taxes (recovery)				
Current	\$	2,123	\$ 1,890	\$ 3,254
Deferred		168	(21,632)	9,061
Total Income taxes (recovery)	\$	2,291	\$ (19,742)	\$ 12,315
Net income (loss)	\$	23,949	\$ (125,200)	\$ 89,035
Net income (loss), by class				
Class A	\$	16,355	\$ (87,141)	\$ 61,343
Class J	\$	7,594	\$ (38,059)	\$ 27,692
Net income (loss), per share				
Class A	\$	1.00	\$ (5.34)	\$ 3.76
Class J	\$	1.18	\$ (5.90)	\$ 4.32

The accompanying notes are an integral part of these interim Financial Statements.

CYMBRIA CORPORATION*Statements of Changes in Equity (Unaudited)**(in '000s)**Six months ended June 30, 2023 and 2022*

	2023	2022
Class A:		
Shareholders' equity, beginning of the period	\$ 948,205	\$ 1,003,413
Net income (loss), by class	61,343	(120,145)
Capital transactions:		
Class J to Class A share exchanges	40	138
Cumulative surplus on Class J to Class A share exchanges	(2)	(6)
Shares repurchased and cancelled	(497)	—
Surplus	(2,421)	711
	58,463	(119,302)
Shareholders' equity, end of the period	\$ 1,006,668	\$ 884,111

Class J:

Shareholders' equity, beginning of the period	\$ 416,307	\$ 442,257
Net income (loss), by class	27,692	(52,128)
Capital transactions:		
Class J to Class A share exchanges	(38)	(132)
Surplus	(154)	(711)
	27,500	(52,971)
Shareholders' equity, end of the period	\$ 443,807	\$ 389,286

The accompanying notes are an integral part of these interim Financial Statements.

CYMBRIA CORPORATION

Statements of Cash Flows (Unaudited)
(in '000s)
Six months ended June 30, 2023 and 2022

	2023	2022
Cash Flows from Operating Activities		
Net income (loss)	\$ (47,073)	\$ 217,464
Adjustments for:		
Foreign currency (gain) loss on cash and other net assets	225	72
Net realized (gain) loss on investments	(17,763)	(40,795)
Net realized (gain) loss on foreign exchange forward contracts	8	(990)
(Increase) decrease in net unrealized gain on investments and EdgePoint Wealth Management Inc.	(64,809)	253,300
(Increase) decrease in net unrealized gain on foreign exchange forward contracts	(1,516)	1,513
(Increase) decrease in net unrealized gain on interest rate swap contracts	(2,638)	(1,692)
(Increase) decrease in dividends receivable	105	(23)
(Increase) decrease in interest receivable	(908)	20
Increase (decrease) in accrued liabilities and other payables	787	(11,225)
Increase (decrease) in deferred income tax liability	9,061	(33,533)
Purchase of investments	(243,112)	(272,858)
Proceeds from sales of investments	227,806	216,605
Net Cash Generated (Used) by Operating Activities	\$ (3,719)	\$ (61,879)
Cash Flows from Financing Activities		
Purchase and cancellation of Class A shares	\$ (3,072)	\$ —
Net draw on credit facility	19,950	27,500
Net Cash Generated (Used) by Financing Activities	\$ 16,878	\$ 27,500
Net increase (decrease) in cash and cash equivalents	\$ 13,159	\$ (34,379)
Foreign currency gain (loss) on cash and other net assets	(225)	(72)
Cash and cash equivalents, beginning of period	104,535	97,423
Cash and cash equivalents, end of the period	\$ 117,469	\$ 62,972
Cash and cash equivalents comprise:		
Cash at bank	\$ 117,469	\$ 62,972
	\$ 117,469	\$ 62,972
Interest received	\$ 2,424	\$ 181
Dividends received, net of withholding tax	\$ 10,402	\$ 19,330
Interest paid	\$ (1,160)	\$ (718)
Income taxes paid	\$ (2,277)	\$ (7,748)

The accompanying notes are an integral part of these interim Financial Statements.

CYMBRIA CORPORATION

Schedule of Investment Portfolio (Unaudited)
(in '000s except number of shares/units)
As at June 30, 2023

Number of shares/units	Security	Average cost	Fair value
Public Equity			
543,393	Restaurant Brands International Inc.	\$ 38,440	\$ 55,812
2,110,805	Mattel Inc.	41,304	54,639
614,263	Berry Global Group Inc.	37,278	52,356
266,685	Dollar Tree Inc.	46,595	50,697
246,393	SAP SE	38,288	44,572
1,915,010	Osisko Gold Royalties Limited	24,654	38,990
253,790	DSM-Firmenich AG	39,295	36,181
59,239	Elevance Health Inc.	27,766	34,867
5,109,808	Computer Modelling Group Limited	26,744	34,031
176,116	TE Connectivity Limited	19,932	32,701
698,124	Brookfield Corporation	29,966	31,136
30,435	Fairfax Financial Holdings Limited	14,408	30,200
197,232	Ross Stores Inc.	24,901	29,298
	<i>Others</i>	561,907	563,979
		971,478	1,089,459
Private Equity			
279,585	EdgePoint Wealth Management Inc.	510	242,409
	Private financial technology company	26,414	30,201
	<i>Others</i>	4,348	12,069
		31,272	284,679
Total Equities		\$ 1,002,750	\$ 1,374,138
Face Value (\$'000s)			
Term loans			
5,000	Private financial technology company	5,000	5,000
298	<i>Others</i>	298	298
		\$ 5,298	5,298
Pounds			
Physical Commodities			
435,000	Uranium (U308)	21,376	32,271
		\$ 21,376	\$ 32,271
	Foreign exchange forward contracts	–	710
	Options	717	383
	Interest rate swap contracts	–	2,638
	Adjustment for transaction costs	(1,288)	–
Total financial assets and liabilities at fair value through profit or loss		\$ 1,028,853	\$ 1,415,438

1. The Corporation:

Cymbria Corporation ("Cymbria") is an investment company incorporated on September 4, 2008, under the laws of the Province of Ontario. It commenced operations and was listed on the Toronto Stock Exchange on November 4, 2008. EdgePoint Investment Group Inc. (the "Manager") provides senior management to Cymbria and is also its Investment Advisor.

The registered office of Cymbria is located at 150 Bloor St. W., Suite 500, Toronto, Ontario, M5S 2X9, Canada.

The investment objective of Cymbria is to provide long-term capital appreciation through a concentrated portfolio of global companies and an investment in EdgePoint Wealth Management Inc. ("EdgePoint"), which offers mutual funds, institutional and other investments through financial advisors. The portfolio management team looks for global companies that it believes have strong competitive positions, long-term growth prospects and are run by competent management teams. The portfolio management team endeavours to acquire ownership stakes in these companies at prices below its assessment of each company's true value.

2. Statement of compliance:

These unaudited condensed interim financial statements of Cymbria have been prepared in compliance with International Accounting Standard 34, Interim Financial Reporting, using accounting policies consistent with International Financial Reporting Standards ("IFRS"). Accordingly, certain information and footnote disclosures normally included in annual financial statements prepared in accordance with IFRS have been omitted or condensed.

These unaudited condensed interim financial statements were authorized for issue by the Board of Directors on August 10, 2023.

3. Significant accounting policies:

The accounting policies applied by Cymbria in these condensed interim financial statements are the same as those applied by Cymbria in its financial statements for the year ended December 31, 2022, which were prepared in accordance with IFRS. Cymbria has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

4. Critical accounting estimates and judgments:

In the preparation of these condensed interim financial statements, the Manager has made judgments, estimates and assumptions that affect the application of Cymbria's accounting policies and the reported amounts of assets, liabilities, income and expenses. There have been no changes in the critical accounting estimates and judgments which were set out in detail in Note 4 of Cymbria's financial statements for the year ended December 31, 2022.

5. Share capital:

Cymbria has authorized an unlimited number of common shares, an unlimited number of Class A non-voting, non-redeemable shares and an unlimited number of Class J non-voting, non-redeemable shares. Share capital consists of the following:

June 30, 2023	Number of shares	Amount ('000s)
Common shares outstanding, June 30, 2023	100	—*
Class A shares issued:		
Shares outstanding, January 1, 2023	16,346,339	\$ 155,390
Class A shares issued in exchange for Class J shares	4,214	40
Contributed Surplus		(2)
Class A shares repurchased for cancellation	(53,000)	(497)
Class A shares outstanding, June 30, 2023	16,297,553	\$ 154,931
Class J shares issued:		
Shares outstanding, January 1, 2023	6,417,206	\$ 64,172
Class J shares exchanged for Class A shares	(3,764)	(38)
Class J shares outstanding, June 30, 2023	6,413,442	\$ 64,134
Total		\$ 219,065

*Amount of common shares outstanding is \$100.

June 30, 2022	Number of shares	Amount ('000s)
Common shares outstanding, June 30, 2022	100	—*
Class A shares issued:		
Shares outstanding, January 1, 2022	16,315,497	\$ 155,118
Class A shares issued in exchange for Class J shares	14,734	138
Contributed Surplus		(6)
Class A shares outstanding, June 30, 2022	16,330,231	\$ 155,250
Class J shares issued:		
Shares outstanding, January 1, 2022	6,453,406	\$ 64,534
Class J shares exchanged for Class A shares	(13,200)	(132)
Class J shares outstanding, June 30, 2022	6,440,206	\$ 64,402
Total		\$ 219,652

*Amount of common shares outstanding is \$100.

6. Retained earnings:

The changes in retained earnings for the six months ended June 30, 2023 and 2022 are as follows:

	June 30, 2023 ('000s)	June 30, 2022 ('000s)
Opening retained earnings	\$ 1,144,950	\$ 1,226,018
Net income (loss)	89,035	(172,273)
Class A shares repurchased for cancellation	(2,575)	–
Closing retained earnings	\$ 1,231,410	\$ 1,053,745

7. Deferred share unit plan:

Cymbria's Deferred Share Unit ("DSU") plan gives directors the option to receive all of their Cymbria-related compensation in the form of DSUs. The number of DSUs awarded is based on the fair market value, as defined by the plan, of Class A shares on the award date. DSUs earn additional DSUs related to dividends that would otherwise have been paid if Class A shares had been issued on the grant date. The number of DSUs issued in regard to dividends is based on the fair market value of Class A shares, as defined in the plan, on the date dividends are paid. Upon redemption of DSUs, participants can elect to receive either a cash payment equal to the fair market value, as defined in the plan, of DSUs credited to the participant's account, or the equivalent number of Class A shares purchased in the open market on the participant's behalf. The plan is considered unfunded and participants' rights are no greater than those of an unsecured Cymbria creditor.

The following table summarizes DSU activity for the six months ended June 30, 2023 and the year ended December 31, 2022:

June 30, 2023	Units	Amount ('000s)
Opening Deferred Share Units, January 1, 2023	25,873	\$ 1,419
Granted during 2023 (Fair value on grant date)	1,773	104
Cumulative fair value adjustments during the period		105
Balance, June 30, 2023	27,646	\$ 1,628
December 31, 2022	Units	Amount ('000s)
Opening Deferred Share Units, January 1, 2022	22,572	\$ 1,414
Granted during 2022 (Fair value on grant date)	3,301	188
Cumulative fair value adjustments during the period		(183)
Balance, December 31, 2022	25,873	\$ 1,419

A maximum of 1,000,000 DSUs may be awarded under the plan, with the maximum value of DSUs awarded to participants within any one-year period not to exceed \$100,000 per participant.

8. Related party transactions:**(a) Management fees:**

The Manager charges a monthly management fee at an annual rate of 1% of the daily average net asset value of Class A shares, excluding EdgePoint's value. During the six months ended June 30, 2023, the effective management fee charged on Class A shares was approximately 0.82% per annum.

The Manager charges Class J shareholders a monthly management fee at an annual rate of 0.5% of the daily average net asset value of Class J shares, excluding EdgePoint's value. During the six months ended June 30, 2023, the effective management fee charged on Class J shares was approximately 0.41% per annum.

The total management fees for the six months ended June 30, 2023 amounted to \$5.2 million (June 30, 2022: \$4.9 million), with nil in outstanding accrued fees due to the Manager at June 30, 2023 and December 31, 2022.

(b) Operating expenses:

Cymbria is also responsible for various expenses relating to its operations. These expenses may include, but are not limited to: taxes (including income, capital and harmonized sales taxes), accounting, legal and audit fees, Board of Directors' fees and expenses, custodial fees, portfolio transaction costs, registrar and transfer agency fees, regulatory costs, shareholder reporting, investment advisor expenses incurred in connection with its duties as Investment Advisor and all administration expenses incurred by the Manager for its duties as Manager, excluding any salaries to the Manager's principal shareholders, and all general operating expenses that could include allocated salaries, overhead and other costs directly related to Cymbria's operations and incurred by the Manager. For the six months ended June 30, 2023, allocated expenses totaled \$0.2 million (June 30, 2022: \$0.2 million). Except for interest, bank charges, withholding tax, and transaction costs paid or payable directly by Cymbria, the Manager incurs such expenses on Cymbria's behalf and is then reimbursed by Cymbria for such expenses. Cymbria's common operating expenses are allocated to classes based on the average daily net asset value of each class.

9. Credit facility:

In 2017, Cymbria entered into a credit agreement with a Canadian chartered bank (the "Bank") that allowed Cymbria to borrow up to \$100 million. On March 28, 2023, Cymbria amended the credit agreement to allow the \$100 million facility to be the aggregate of a renewable \$50 million revolving commitment that will mature on March 10, 2027 and two \$25 million prime rate term loans that will mature on March 10, 2029 and March 28, 2030.

9. Credit facility (continued):

Interest on the term commitment is charged at 3-month CDOR plus a spread, however, Cymbria has entered into interest rate swap contracts that will fix the interest on each tranche of the term commitment at 3.8% and 5.5% per annum, respectively, until maturity. Interest on the revolving commitment is charged on the outstanding balance based on whether the facility is drawn as bankers acceptance or prime loan. When drawn upon, the credit facility is secured by a selection of eligible securities in Cymbria's investment portfolio. As at June 30, 2023, the outstanding balance of the term credit facility was \$50.0 million and revolving credit facility was nil (December 31, 2022: \$25.0 million and \$5.1 million). For the six months ended June 30, 2023, Cymbria accrued \$0.7 million in interest and standby fees on the credit facility (June 30, 2022: \$0.9 million), which have been subsequently paid. As at the date of this report, Cymbria has complied with all covenants, conditions or other requirements of the credit agreement.

10. Fair value measurement:

Cymbria's investments, derivative financial instruments and physical commodities are carried at fair value. In the opinion of the Manager, the fair values of financial instruments, other than investments and derivative financial instruments, approximate their carrying values given their short-term nature.

IFRS establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy are as follows:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that Cymbria can access at the measurement date;
- Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., as derived from prices); and
- Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement.

Changes in valuation methods may result in transfers into, or out of, an investment's assigned level.

The following table categorizes financial instruments and physical commodities measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is included. The amounts are based on the values recognized in the *Statement of Financial Position*.

Assets (liabilities) at fair value as at June 30, 2023 ('000s)				
	Level 1	Level 2	Level 3	Total
Equities	\$1,089,459	\$ –	\$ 284,679	\$ 1,374,138
Physical commodities	–	32,271	–	32,271
Term loans	–	–	5,298	5,298
Interest rate swap contracts	–	2,638	–	2,638
Foreign exchange forward contracts	–	890	–	890
Options	–	383	–	383
Foreign exchange forward contracts	–	(180)	–	(180)
Total	\$1,089,459	\$36,002	\$ 289,977	\$ 1,415,438

Assets (liabilities) at fair value as at June 30, 2022 ('000s)				
	Level 1	Level 2	Level 3	Total
Equities	\$ 998,719	\$ –	\$ 278,446	\$ 1,277,165
Physical commodities	–	28,036	–	28,036
Term loans	–	–	5,000	5,000
Options	–	2,959	–	2,959
Interest rate swap contract	–	1,781	–	1,781
Foreign exchange forward contracts	–	251	–	251
Foreign exchange forward contracts	–	(318)	–	(318)
Total	\$ 998,719	\$ 32,709	\$ 283,446	\$ 1,314,874

For the six months ended June 30, 2023, the net change in value for financial instruments classified as FVTPL is a \$86.7 million gain (June 30, 2022: \$211.3 million loss).

The following tables reconcile Cymbria's Level 3 fair value measurements for the six months ended June 30, 2023 and the year ended December 31, 2022.

10. Fair value measurement (continued):

June 30, 2023 ('000s)	Equities	Term loans
Balance at beginning of period	\$ 278,446	\$ 5,000
Investment purchases during the period	5,301	298
Change in unrealized gain in value of investments	932	–
Balance at end of period	\$ 284,679	\$ 5,298

June 30, 2022 ('000s)	Equities	Term loans
Balance at beginning of period	\$ 298,640	\$ –
Investment purchases during the period	483	5,000
Change in unrealized gain in value of investments	(20,677)	–
Balance at end of period	\$ 278,446	\$ 5,000

During the six months ended June 30, 2023 and 2022, there were no transfers between levels.

(a) Equities

Cymbria's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. When certain of Cymbria's equities do not trade frequently, current observable prices may not be available. In such cases, fair value is determined using observable market data and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

As at June 30, 2023, Cymbria had four Level 3 equity investments; EdgePoint, a private financial technology company, a private pest control company and a private health clinic company.

EdgePoint is a private company not traded on any public exchange and is considered a Level 3 asset because there is no market in which a share price can be readily observed. The Manager engages a third-party valuator to assist in the valuation of EdgePoint. EdgePoint's value is determined using the Discounted Cash Flow ("DCF") method. Under the DCF method, EdgePoint's fair value is estimated using the net present value of expected future cash flows. The cash flows include significant assumptions over the market growth rate, redemption rate, and portfolio management cost. The projected cash flows, together with the terminal value of the business at the end of the forecast period, are discounted to the valuation date using an appropriate rate. EdgePoint was valued as a standalone business and potential purchaser synergies that could arise in an acquisition were not considered. The Manager determines the most appropriate valuation methodologies to use, which are subject to change. On a quarterly basis or as frequently as necessary, the Manager reviews the significant assumptions, including EdgePoint's results and business prospects, for significant changes since the most recent valuation. If there are material changes, the Manager

may engage the third-party valuator to assist in the re-valuation of EdgePoint and the amount recorded in the financial statements will be updated.

The following table sets out information about significant unobservable inputs used at June 30, 2023 and December 31, 2022 in measuring EdgePoint.

EdgePoint Wealth Management Inc.

Fair value at June 30, 2023: \$242.4 million

Unobservable Input	Input used	Range of reasonable alternatives	Sensitivity to changes in significant unobservable inputs
Annual market growth	7%	6%–8%	(\$9.6M)–\$10.2M
Redemption rate	13%	10%–16%	\$32.0M–(\$26.6M)
Discount rate	11.75%	10.5%–13%	\$14.6M–(\$13.1M)
Portfolio management cost	0.15%	0.1%–0.2%	\$20.7M–(\$20.7M)
Terminal growth rate	0.5%	0%–2%	(\$5.2M)–\$9.8M

Significant unobservable inputs are developed as follows:

- (i) Annual market growth: represents the future weighted average investment returns of the funds managed by EdgePoint. EdgePoint's management fee revenue is calculated as a percentage of assets under management ("AUM"), therefore higher investment returns of the funds will increase EdgePoint's expected annual cash flow. The range of 6%–8% was developed based on a weighted average of the index returns of the funds' benchmarks over a range of prior periods.
- (ii) Redemption rate: represents the weighted average of units redeemed by unitholders of the mutual funds managed by EdgePoint as a percentage of AUM. A higher redemption rate will decrease EdgePoint's AUM and will therefore lower the annual cash flow. The range of 10%–16% is an average over the term of the model and is based on a combination of EdgePoint's historical redemption rate and the long-term redemption rate of the industry.
- (iii) Discount rate: is the annual percentage used to determine the present value of EdgePoint's future cash flows. The discount rate factors in not only the time value of money, but also the risk or uncertainty of those future cash flows. A higher discount rate would indicate a greater uncertainty of future cash flows and therefore determine a lower net present value for EdgePoint. The range of 10.5%–13% was determined based on a combination of EdgePoint's assumed weighted-average cost of capital, the risk-free rate, market risk factors and other adjustments.
- (iv) Portfolio management cost: represents the fees paid to the Manager by EdgePoint for providing investment advisory services. Due to the Manager and EdgePoint

10. Fair value measurement (continued):

being related parties, fees negotiated between the two parties are considered substantially below market value. For the purposes of valuing EdgePoint, it is assumed that a reasonable market value for services provided is paid to the Manager. A higher rate would increase the fees paid to the Manager and therefore decrease the annual cash flow. The input is presented as a percentage of AUM. The range of 0.1%–0.2% was determined based on sub-advisory fees of comparable investment managers.

- (v) Terminal growth rate: represents the growth rate of EdgePoint's earnings in perpetuity. The valuation model uses the Gordon growth model to ascribe a terminal value. The range of terminal growth rates was determined using management's estimate of growth prospects for the business beyond the end of the term of the forecasted cash flows.

Although the Manager believes that its estimates of fair value for EdgePoint are appropriate, the use of different assumptions could lead to different measurements of fair value. For the fair value measurement of EdgePoint, changing a combination of the significant assumptions noted above to reasonably possible alternative assumptions would increase or decrease the value of EdgePoint. Taking a pessimistic view by changing the annual market rate to 6%, redemption rate to 16%, discount rate to 13%, portfolio management cost to 0.2%, and terminal growth rate to 0% would result in a decrease in the value of EdgePoint by \$64.6 million. Conversely, taking an optimistic view by changing the annual market rate to 8%, redemption rate to 10%, discount rate to 10.5%, portfolio management cost to 0.1%, and terminal growth rate to 2% would result in an increase in the value of EdgePoint by \$105.7 million.

Cymbria's other Level 3 equities are a private financial technology company, a private pest control company and a private health clinic company. They are not traded on any public exchange and are considered a Level 3 asset because there is no market in which their value can be readily observed. The fair values of the private financial technology company and the private pest control company were determined using financial models with inputs for valuation multiples that are consistent with industry comparatives. The fair value of the

private health clinic company has initially been recorded at cost. Changing the valuation multiple for the private technology company by 1x would result in a corresponding increase or decrease in the value of \$9.0 million.

(b) Derivative assets and liabilities

Derivative assets and liabilities consists of foreign exchange forward contracts, option contracts and interest rate swap contracts. Foreign exchange forward contracts are valued primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency and interest rates. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit related inputs are determined not to be significant to fair value, are classified as Level 2. Options are valued primarily on the number of contracts, the difference between the strike price and the forward market rate for the underlying equity/index, interest rate, dividends and volatility of the underlying equity/index. Interest rate swap contracts are valued using a model with an observable input for the floating interest rate. Counterparty credit risk is managed through the use of collateral and a Credit Support Annex, when available.

(c) Physical commodities

Physical commodities is comprised of Uranium owned and stored at a third party storage facility. The value is determined using a spot price from a third party pricing vendor and is classified as Level 2. The following table reconciles Cymbria's investment in physical commodities for the period ended June 30, 2023 and year ended December 31, 2022.

	June 30, 2023 ('000s)	December 31, 2022 ('000s)
Balance at beginning of year	\$ 28,036	\$ 21,251
Investment purchases during the year	–	3,354
Change in unrealized gain (loss) in value of investments	4,948	2,069
Change in unrealized gain (loss) in value of foreign currency	(713)	1,362
Balance at end of year	\$ 32,271	\$ 28,036

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