

A narrow metal bridge with a perforated metal deck spans a turbulent, fast-moving river. The bridge is supported by wooden pilings and cables. In the background, a railway track runs horizontally across the frame, above a rocky and sparsely vegetated bank. The overall scene conveys a sense of crossing a challenging or uncertain path.

STEADYHAND SMALL-CAP EQUITY FUND

**INTERIM MANAGEMENT REPORT
OF FUND PERFORMANCE**
For the financial period ended June 30, 2025

Purpose
INVESTMENTS

| Where thoughtful
Canadians invest.



This interim management report of fund performances contains financial highlights, but does not contain either interim or annual financial statements of the investment fund. You can get a copy of the interim or annual financial statements at your request, and at no cost, by calling 1-866-261-4569, by writing to us at 130 Adelaide St. W, Suite 3100, P.O. Box 109, Toronto, ON M5H 3P5 or by visiting our website at www.purposeinvest.com or SEDAR at www.sedarplus.ca.

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

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, 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.

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 the Fund 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 the Fund. Any number of important factors could contribute to these digressions, 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, and catastrophic events. We stress that the abovementioned list of important factors is not exhaustive. 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 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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INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

INVESTMENT OBJECTIVE AND STRATEGIES

Steadyhand Small-Cap Equity Fund's fundamental investment objective is to achieve long-term capital growth.

The Fund invests primarily in equity securities of small-capitalization companies and may invest in or hold medium-capitalization companies from time to time.

The fundamental investment objective of the Fund may only be changed with the approval of a majority of unitholders at a meeting called for that purpose.

RISKS

The primary risks associated with an investment in the Fund are interest rate risk and credit risk. The other risks are outlined in the simplified prospectus. There were no changes to the Fund over the reporting period that affected its overall level of risk.

RESULTS OF OPERATIONS

The net asset value per unit as at:

Series	June 30, 2025 (\$)	December 31, 2024 (\$)
Series A Shares	17.74	16.85
Series O Shares	19.22	18.09

During the period ended June 30, 2025, the Fund did not pay any dividends.

During the reporting period, global financial markets experienced a notable recovery from earlier volatility, driven largely by easing trade tensions and geopolitical developments. The first half of 2025 saw markets initially affected by unexpected tariff announcements from the U.S., which led to reciprocal measures and heightened uncertainty. However, a subsequent softening of these policies and the establishment of a trade deal framework with China helped restore investor confidence. Meanwhile, tensions in the Middle East, particularly between Iran and Israel, contributed to fluctuations in energy markets, yet broader economic concerns were largely unfounded. Central banks maintained a cautious stance amidst these developments, with no major policy shifts, although investors remained hopeful for potential easing later in the year. As trade and geopolitical risks moderated, technology and growth sectors led market gains, reflecting a renewed risk appetite among investors. This period underscored the significant impact of macroeconomic and geopolitical factors on market dynamics, highlighting the resilience of global markets in the face of uncertainty.

Equity markets delivered strong but regionally varied performance. U.S. equities led global gains, with the S&P 500 and Nasdaq hitting new all-time highs, driven by continued strength in artificial intelligence, defence, and large-cap tech. Investor sentiment held firm despite early headwinds from new tariffs and slower growth, supported by the Federal Reserve's rate pause and a partial trade rollback later in the period. European markets advanced, buoyed by infrastructure investment, easing inflation, and rising expectations of European Central Bank ("ECB") monetary accommodation, which lifted cyclical and industrial sectors. In Asia, Hong Kong outperformed on strong IPO activity and renewed tech and AI enthusiasm, even as broader Chinese equities remained pressured. Investors favoured large-cap names for their perceived resilience, with evident sector rotation into both innovation-led growth and select defensives. The first half of 2025 reflected a constructive risk-on tone, supported by regional policy actions, improving inflation trends, and sustained demand for high-quality equity exposure.

The fund posted strong quarterly results, with top performance drivers including Torex Gold Resources, Finning International, and Badger Infrastructure—a lift tied to gold strength and infrastructure-driven demand. Offsetting gains, Spin Master, Interfor, and Greenbrier Companies lagged due to tariff-related pressures. The portfolio consists of about 22 high-conviction small- and mid-cap businesses, predominantly Canadian with ~11% U.S. exposure. The emphasis remains on industrials, capital goods, transport, and consumer services—deliberately avoiding the resource-heavy segments that anchor the

broader small-cap index. A modest position (~3%) in MEG Energy and activity such as trims of Finning aligned with valuation-based decision-making. Overall, the fund's concentrated, valuation-driven strategy delivered solid returns and resilience in a market environment where energy and resource stocks dominated broader small-cap performance.

RECENT DEVELOPMENTS

Effective June 10, 2025, Purpose Unlimited Inc. ("Purpose" or "Purpose Unlimited") has completed its acquisition of Steadyhand Investment Management Ltd. and Steadyhand Investment Funds Inc. (collectively, "Steadyhand"). Following the closing of the acquisition, all investment funds and portfolios previously managed by Steadyhand Investment Management Ltd. will now be managed by Purpose Investments Inc., Purpose's asset management business and a wholly owned subsidiary of Purpose.

The current manager of the Funds is Purpose Investments Inc. (the "Manager" or "Purpose").

RELATED PARTY TRANSACTIONS

Purpose is deemed to be a related party as Manager of the Fund. Please refer below to the "Management Fee" section for fees paid to Purpose.

Purpose has also established an Independent Review Committee ("IRC") as required by National Instrument 81-107 *Independent Review Committee for Investment Funds*. The mandate of the IRC is to review, and provide input on, the Manager's written policies and procedures that deal with conflict of interest matters in respect of the Funds. The IRC has issued standing instructions regarding certain conflict of interest matters, such as inter-fund trading, which enable the Manager to act in these matters on a continuing basis, provided that the Manager complies with the policies and procedures it has established to address these matters. The Manager must report periodically to the IRC on the matter and advise it of any material exceptions to compliance with the conditions of the standing instruction.

The Manager did not rely on any standing instructions regarding related party transactions in respect of the Fund during the period. There are no other related party transactions for the Fund.

INDEPENDENT REVIEW COMMITTEE

The Manager is required to comply with the policies and procedures presented to the IRC with respect to various potential conflicts of interest including valuation and the allocation of operating expenses and to provide periodic reports to the IRC in accordance with NI 81-107.

The members of the Independent Review Committee as at June 30, 2025 were Douglas G. Hall (Chair), Jean M. Fraser and Karen A. McRae.



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 years ended December 31, except 2025 which is provided as at June 30:

NET ASSETS PER UNIT¹

Series A Shares	2025 ^a (\$)	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net assets, beginning of period	16.85	16.85	15.83	18.02	15.99	15.32
Increase (decrease) from operations:						
Total revenue	0.13	0.32	0.33	0.30	0.34	0.30
Total expenses	(0.10)	(0.22)	(0.43)	(0.41)	(0.43)	(0.32)
Realized gains (losses) for the period	0.88	2.06	1.82	1.07	1.27	(0.41)
Unrealized gains (losses) for the period	0.01	(0.12)	1.06	(1.89)	1.31	1.05
Total increase (decrease) from operations ²	0.92	2.04	2.78	(0.93)	2.49	0.62
Dividends:						
From investment income	–	–	–	–	–	–
From dividends	–	(0.11)	(0.01)	–	–	(0.08)
From capital gains	–	(1.73)	(1.60)	(1.13)	(0.29)	–
Total dividends ³	–	(1.84)	(1.61)	(1.13)	(0.29)	(0.08)
Net assets, end of period	17.74	16.85	16.85	15.83	18.02	15.99

Notes:

- Information presented is for the period January 1, 2025 to June 30, 2025.
- This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of shareholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with shareholders.
- Net assets and dividends are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of shares outstanding over the financial period.
- Dividends were paid in cash or reinvested in additional shares of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Series A Shares	2025	2024	2023	2022	2021	2020
Total net asset value (\$) (000s) ¹	43,094	44,254	46,457	44,118	49,632	46,771
Number of shares outstanding (000s) ¹	2,429	2,627	2,756	2,786	2,755	2,925
Management expense ratio ²	1.78%	1.78%	1.78%	1.78%	1.78%	1.78%
Management expense ratio before waivers or absorptions ²	1.78%	1.78%	1.78%	1.78%	1.78%	1.78%
Trading expense ratio ³	0.07%	0.09%	0.14%	0.08%	0.05%	0.11%
Portfolio turnover rate ⁴	15.07%	53.07%	51.55%	28.02%	18.27%	32.20%

Notes:

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at December 31 of the year shown except 2025 which is shown as at June 30.
- The management expense ratio ("MER") is calculated as the total expenses, excluding dividends, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services.
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all series of shares of the Fund.
- The portfolio turnover rate is calculated at the portfolio level based on the lesser of purchases or proceeds of sales of securities for the year, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the year. The Fund's portfolio turnover rate indicates how actively the Fund's investment sub-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 year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all series of shares of the Fund.

NET ASSETS PER UNIT¹

Series O Shares	2025 ^a (\$)	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net assets, beginning of period	18.09	17.81	16.75	19.04	16.90	16.07
Increase (decrease) from operations:						
Total revenue	0.14	0.35	0.39	0.32	0.36	0.32
Total expenses	(0.01)	(0.02)	–	–	–	–
Realized gains (losses) for the period	0.94	2.23	1.91	1.13	1.35	(0.50)
Unrealized gains (losses) for the period	0.08	(0.25)	1.00	(2.17)	1.17	1.63
Total increase (decrease) from operations ²	1.15	2.31	3.27	(0.72)	2.88	1.45
Dividends:						
From dividends	–	(0.26)	(0.37)	(0.27)	(0.33)	(0.27)
From capital gains	–	(1.75)	(1.72)	(1.21)	(0.31)	–
Total dividends ³	–	(2.01)	(2.09)	(1.48)	(0.64)	(0.27)
Net assets, end of period	19.22	18.09	17.81	16.75	19.04	16.90

Notes:

- Information presented is for the period January 1, 2025 to June 30, 2025.
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- Net assets and dividends are based on the actual number of shares outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of shares outstanding over the financial period.
- Dividends were paid in cash or reinvested in additional shares of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Series O Shares ⁵	2025	2024	2023	2022	2021	2020
Total net asset value (\$) (000s) ¹	73,335	67,957	62,249	62,222	64,101	55,345
Number of shares outstanding (000s) ¹	3,815	3,756	3,496	3,714	3,367	3,275
Management expense ratio ²	–	–	–	–	–	–
Management expense ratio before waivers or absorptions ²	–	–	–	–	0.01%	–
Trading expense ratio ³	0.07%	0.09%	0.14%	0.08%	0.05%	0.11%
Portfolio turnover rate ⁴	15.07%	53.07%	51.55%	28.02%	18.27%	32.20%

Notes:

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at December 31 of the year shown except 2025 which is shown as at June 30.
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MANAGEMENT FEES

Effective June 10, 2025, Purpose has completed its acquisition of Steadyhand Investment Management Ltd. Following the closing of the acquisition, all investment funds and portfolios previously managed by Steadyhand Investment Management Ltd. will now be managed by Purpose. Purpose is the current Manager of the Fund.

The Manager provides the Fund with investment management services, including fund accounting and unitholder record keeping. In return, the Manager receives a management fee based on the net assets of the Fund, calculated on a daily basis.

Annual Management Fee
(% of Net Asset Value of each unit)

Class	One Simple Fee
Series A	1.78%
Series O	paid outside the funds directly to the Manager

The Fund relies on the positive recommendation or approval of the independent review committee to proceed with the transactions. The annualized net management fee for the units of the Fund is 1.78%. This fee is calculated daily and paid monthly based on the net asset value of units of the Fund. For the period ended June 30, 2025, the Fund paid gross fees of \$377,691 to the Manager and distributed \$145,485 in management fee reductions. The Fund does not reimburse the Manager for operating costs incurred in administering the Fund which include:

- fees payable to provincial securities commissions in connection with the operation of the funds;
- audit and legal fees;
- costs for preparation, production and distribution of financial and other reports, including semi-annual and annual reports, statements,
- communications to unitholders and other regularly required documents;
- costs for the preparation, production and distribution of this simplified prospectus document and other regulatory documents, including Fund Facts;
- expenditures related to technology required to operate the funds;
- custody, investor servicing, record keeping, accounting, trustee fees and bank charges;
- costs of compliance with applicable securities legislation in connection with the operation of the funds; and
- applicable taxes including GST/HST.

The Fund does not directly or indirectly pay fees, sales commissions or trailing commissions, nor does it provide any non-monetary benefits to registered dealers for distributions of units of the Fund. If a broker charges you a commission or fee, that is a matter between you and the dealer.

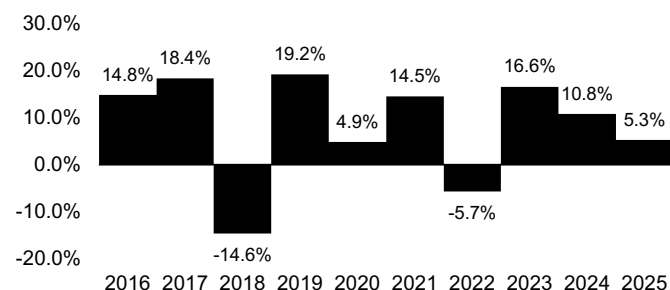
PAST PERFORMANCE

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund will perform in the future.

YEAR-BY-YEAR RETURNS

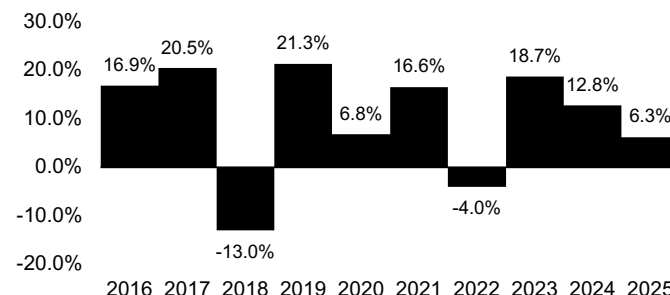
The bar charts below show the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the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

Series A - NAV



Return labelled 2025 is for the period from January 1, 2025 to June 30, 2025.

Series O - NAV



Return labelled 2025 is for the period from January 1, 2025 to June 30, 2025.
Series O units of the Fund were first offered for sale in February 2012.

**SUMMARY OF INVESTMENT PORTFOLIO**

As at June 30, 2025

SECTOR MIX

	% of Fund's Net Asset Value
Industrial Goods and Services	36.9
Basic Materials	26.1
Healthcare	8.8
Oil and Gas	7.7
Financial Services	5.1
Consumer Products	3.7
Technology	3.3
Consumer Cyclical	2.7
Cash, Short-Term Notes & Other Assets	5.7
Total	100.0

TOP 25 HOLDINGS

	% of Fund's Net Asset Value
Torex Gold Resources Inc.	8.8
Stella-Jones Inc.	5.7
Cash and cash equivalent	5.6
Badger Infrastructure Solutions Ltd.	5.5
MDA Space Ltd.	5.3
Andlauer Healthcare Group Inc.	5.2
Capstone Copper Corp.	5.1
EQB Inc.	5.1
Oshkosh Corp.	5.0
Savaria Corp.	4.5
Boyd Group Services Inc.	4.4
MEG Energy Corp.	4.4
Premium Brands Holdings Corp.	3.7
Diversified Royalty Corp.	3.6
Equinox Gold Corp.	3.6
Henry Schein Inc.	3.6
Cargojet Inc.	3.4
Peyto Exploration & Development Corp.	3.3
Enghouse Systems Ltd.	3.3
ATS Corp.	3.1
Interfor Corp.	2.9
Spin Master Corp.	2.7
Greenbrier Cos Inc.	2.1

For investments in other investment funds, their prospectus and other information is available at www.sedarplus.ca.
The investment portfolio may change due to ongoing portfolio transactions. An updated listing is available quarterly.

CORPORATE INFORMATION

MANAGER

Purpose Investments Inc.
130 Adelaide Street West
Suite 3100, P.O. Box 109
Toronto, ON M5H 3P5

INVESTMENT SUB-ADVISOR

Galibier Capital Management Ltd.
80 Richmond St. West Suite 1100
Toronto, ON M5H 2A4

AUDITOR

Ernst & Young LLP
EY Tower
100 Adelaide Street West, P.O. Box 1
Toronto, ON M5H 0B3

CUSTODIAN

CIBC Mellon Trust Company
1 York Street, Suite 700
Toronto, ON M5J 0B6

REGISTRAR AND TRANSFER AGENT

TSX Trust Company
100 Adelaide Street West, Suite 301
Toronto, ON M5H 4H1

UNITHOLDER AND RECORDKEEPING

CIBC Mellon Global Securities Company
1 York Street, Suite 700
Toronto, ON M5J 0B6

INDEPENDENT REVIEW COMMITTEE OF STEADYHAND FUNDS

DOUGLAS G. HALL

Director and Chair of the Independent Review Committee

JEAN M. FRASER

Director and Member of the Independent Review Committee

KAREN A. McRAE

Director and Member of the Independent Review Committee

OFFICERS AND DIRECTORS OF PURPOSE INVESTMENTS INC.

SOM SEIF

Chief Executive Officer and Chairman of the Board of Directors

TYLER MEYRICK

Chief Financial Officer and Director

SINI ERME

Chief Compliance Officer

Front cover photo by Karsten Winegeart on Unsplash.