



Condensed Interim Consolidated
Financial Statements of
Canada Pension Plan Investment Board

September 30, 2025



Condensed Interim Consolidated Balance Sheet

(Unaudited)

<i>(CAD millions)</i>	As at September 30, 2025	As at March 31, 2025
Assets		
Cash and cash equivalents	\$ 10,932	\$ 7,781
Investments (Note 2)	987,919	923,978
Pending trades receivable (Note 2)	7,471	1,939
Premises and equipment	674	703
Other assets	65	82
Total assets	1,007,061	934,483
Liabilities		
Investment liabilities (Note 2)	214,753	216,101
Pending trades payable (Note 2)	13,707	2,543
Accounts payable and accrued liabilities	1,071	1,396
Total liabilities	229,531	220,040
Net assets	\$ 777,530	\$ 714,443
Net assets, represented by:		
Share capital	\$ -	\$ -
Accumulated net income and comprehensive income	539,449	492,138
Accumulated net transfers from the Canada Pension Plan	238,081	222,305
Net assets	\$ 777,530	\$ 714,443

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

Condensed Interim Consolidated Statement of Comprehensive Income (Loss)

(Unaudited)

	For the three months ended September 30,		For the six months ended September 30,	
(CAD millions)	2025	2024 ¹	2025	2024 ¹
Income:				
Interest income	\$ 2,652	\$ 2,223	\$ 5,189	\$ 4,331
Dividend income	5,671	1,027	13,107	3,311
Net gains (losses) on private investments	1,941	4,675	(1,395)	447
Net gains on public investments	18,176	11,488	31,231	13,308
Net gains on investment holding subsidiaries (Note 4)	13,812	5,955	4,035	12,869
Other	116	116	288	(18)
	42,368	25,484	52,455	34,248
Expenses:				
Personnel	301	278	605	542
General and administrative	132	162	253	287
Management fees	5	4	8	7
Performance fees	-	73	82	114
Transaction-related	85	92	151	198
Taxes	-	173	317	353
Financing	1,997	1,634	3,728	3,408
	2,520	2,416	5,144	4,909
Net income and comprehensive income	\$ 39,848	\$ 23,068	\$ 47,311	\$ 29,339

¹ Certain comparatives have been reclassified to conform to the current period's presentation.

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

Condensed Interim Consolidated Statement of Changes in Net Assets

(Unaudited)

For the three months ended						
(CAD millions)	Number of shares outstanding	Share capital	Accumulated net transfers from the Canada Pension Plan	Accumulated net income and comprehensive income	Total net assets	
As at July 1, 2025	10	\$ -	\$ 232,070	\$ 499,601	\$ 731,671	
Total net income and comprehensive income	-	-	-	39,848	39,848	
Canada Pension Plan transfers:						
Transfers from the Canada Pension Plan	-	-	19,048	-	19,048	
Transfers to the Canada Pension Plan	-	-	(13,037)	-	(13,037)	
As at September 30, 2025	10	\$ -	\$ 238,081	\$ 539,449	\$ 777,530	

For the six months ended						
(CAD millions)	Number of shares outstanding	Share capital	Accumulated net transfers from the Canada Pension Plan	Accumulated net income and comprehensive income	Total net assets	
As at April 1, 2024	10	\$ -	\$ 200,014	\$ 432,353	\$ 632,367	
Total net income and comprehensive income	-	-	-	29,339	29,339	
Canada Pension Plan transfers:						
Transfers from the Canada Pension Plan	-	-	37,700	-	37,700	
Transfers to the Canada Pension Plan	-	-	(24,352)	-	(24,352)	
As at September 30, 2024	10	\$ -	\$ 213,362	\$ 461,692	\$ 675,054	
As at April 1, 2025	10	\$ -	\$ 222,305	\$ 492,138	\$ 714,443	
Total net income and comprehensive income	-	-	-	47,311	47,311	
Canada Pension Plan transfers:						
Transfers from the Canada Pension Plan	-	-	42,282	-	42,282	
Transfers to the Canada Pension Plan	-	-	(26,506)	-	(26,506)	
As at September 30, 2025	10	\$ -	\$ 238,081	\$ 539,449	\$ 777,530	

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

Condensed Interim Consolidated Statement of Cash Flows

(Unaudited)

	For the six months ended September 30,	
(CAD millions)	2025	2024
Cash flows from operating activities		
Net income and comprehensive income	\$ 47,311	\$ 29,339
Adjustments for non-cash items:		
Amortization of premises and equipment	35	59
Losses on debt financing liabilities (Note 10)	938	3,183
(Gains) from foreign exchange on cash and cash equivalents	(327)	(182)
Adjustments for net changes in operating assets and liabilities:		
(Increase) in investments	(63,941)	(57,263)
(Increase) decrease in pending trades receivable	(5,532)	2,539
Decrease (increase) in other assets	17	(6)
(Decrease) increase in investment liabilities	(5,198)	10,932
Increase (decrease) in pending trades payable	11,164	(5,305)
(Decrease) in accounts payable and accrued liabilities	(325)	(230)
Net cash flows (used in) operating activities	(15,858)	(16,934)
Cash flows from financing activities		
Transfers from the Canada Pension Plan	42,282	37,700
Transfers to the Canada Pension Plan	(26,506)	(24,352)
Proceeds from debt financing liabilities (Note 10)	12,304	8,394
Repayment of debt financing liabilities (Note 10)	(9,392)	(7,561)
Net cash flows provided by financing activities	18,688	14,181
Cash flows from investing activities		
Acquisition of premises and equipment	(6)	(83)
Net cash flows (used in) investing activities	(6)	(83)
Effect of exchange rate changes on cash and cash equivalents	327	182
Net increase (decrease) in cash and cash equivalents	3,151	(2,654)
Cash and cash equivalents at the beginning of the period	7,781	9,631
Cash and cash equivalents at the end of the period	\$ 10,932	\$ 6,977

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

Condensed Interim Consolidated Schedule of Investment Portfolio

(Unaudited)

The schedule below provides information on investments and investment liabilities held by Canada Pension Plan Investment Board and its investment holding subsidiaries on a combined basis. The nature of these investments and investment liabilities is further described in Note 2.

(CAD millions)	As at September 30, 2025		As at March 31, 2025
Equities			
Public equities	\$	285,414	\$ 228,982
Private equities		224,187	228,440
Total equities		509,601	457,422
Debt			
Bonds		226,297	228,337
Other debt		52,369	51,975
Money market securities		1,515	487
Total debt		280,181	280,799
Investment funds		172,313	162,484
Investment receivables and Other			
Securities purchased under reverse repurchase agreements and cash collateral pledged on securities borrowed		19,112	18,525
Derivative assets		3,750	2,619
Other		5,429	7,224
Total investment receivables and Other		28,291	28,368
Total investments¹	\$	990,386	\$ 929,073
Investment liabilities			
Securities and loans sold under repurchase agreements and cash collateral received on securities lent		107,364	113,349
Debt financing liabilities		83,152	80,798
Securities sold short		20,420	19,432
Derivative liabilities		4,360	5,719
Other		3,883	3,159
Total investment liabilities¹		219,179	222,457
Cash and cash equivalents ²	\$	12,568	\$ 8,731
Pending trades receivable ¹		7,645	2,021
Pending trades payable ¹		13,841	2,560
Net investments	\$	777,579	\$ 714,808

¹ Consists of all the financial assets and liabilities held by both Canada Pension Plan Investment Board and its investment holding subsidiaries. In contrast, the Condensed Interim Consolidated Balance Sheet presents all financial assets and liabilities held by investment holding subsidiaries as investments. This results in a difference of \$2,467 million (March 31, 2025 - \$5,095 million), \$4,426 million (March 31, 2025 - \$6,356 million), \$174 million (March 31, 2025 - \$82 million) and \$134 million (March 31, 2025 - \$17 million) as compared to Investments, Investment liabilities, Pending trades receivable and Pending trades payable, respectively, as presented in the Condensed Interim Consolidated Balance Sheet. Refer to Notes 1.2, 2.1 and 2.2 for further details.

² Consists of cash and cash equivalents held for investment purposes by both Canada Pension Plan Investment Board and its investment holding subsidiaries. In contrast, the Condensed Interim Consolidated Balance Sheet presents cash and cash equivalents held directly by Canada Pension Plan Investment Board for both investment purposes of \$10,649 million (March 31, 2025 - \$7,535 million) and operating purposes of \$283 million (March 31, 2025 - \$246 million), resulting in a net difference of \$1,636 million (March 31, 2025 - \$950 million). Refer to Notes 1.2, 2.1, 2.2 and 14.2 for further details.

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

Table of Contents

Note	Description	Page
	General information	7
1	Summary of material accounting policies	7
2	Fair value measurement	8
3	Derivatives	17
4	Net gains (losses) on investment holding subsidiaries	18
5	Segment information	18
6	Risk management	20
7	Market risk	21
8	Credit risk	22
9	Liquidity and leverage risk	22
10	Reconciliation of debt financing liabilities	23
11	Collateral	24
12	Commitments	24
13	Guarantees	24
14	Base CPP and additional CPP	25

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

General information

Canada Pension Plan Investment Board (CPP Investments) was established in December 1997 pursuant to the *Canada Pension Plan Investment Board Act* (CPPIB Act). CPP Investments is responsible for assisting the Canada Pension Plan (CPP) in meeting its obligations to contributors and beneficiaries under the legislation *Canada Pension Plan* (CPP Act).

In December 2016, Royal Assent was given to Bill C-26 titled *An Act to Amend the Canada Pension Plan, the Canada Pension Plan Investment Board Act and the Income Tax Act*. The CPP Act now defines two separate parts of the CPP. The “base CPP” refers to the benefits and contributions established before 2019. The “additional CPP” refers to the additional benefits and additional contributions that began on January 1, 2019. All references to “CPP Investments” mean base CPP and additional CPP together.

The Condensed Interim Consolidated Financial Statements (Interim Financial Statements) provide information on the net assets managed by CPP Investments and do not include the liabilities and other assets of the CPP.

The Interim Financial Statements for the three and six months ended September 30, 2025 were approved by the Board of Directors and authorized for issue on November 13, 2025.

1. Summary of material accounting policies

1.1 Basis of presentation

The Interim Financial Statements have been prepared in compliance with International Accounting Standard (IAS) 34 *Interim Financial Reporting* and do not include all of the information and disclosures required in the Annual Consolidated Financial Statements. The Interim Financial Statements should be read in conjunction with CPP Investments’ 2025 Annual Consolidated Financial Statements included on pages 95 to 141 of CPP Investments’ 2025 Annual Report. The Interim Financial Statements follow the same accounting policies and methods as the most recent Annual Consolidated Financial Statements.

1.2 Subsidiaries

CPP Investments qualifies as an investment entity and reports the results of its operations in accordance with IFRS 10, *Consolidated Financial Statements* (IFRS 10). As a consequence, the Interim Financial Statements represent the results of operations of CPP Investments and its wholly owned subsidiaries that were created to provide investment-related services to support its operations. Operating subsidiaries of this nature include those that provide investment advisory services or subsidiaries that were created to provide financing to CPP Investments.

Wholly owned subsidiaries that are managed by CPP Investments to hold investments are referred to herein as investment holding subsidiaries. Such subsidiaries are not consolidated in these Interim Financial Statements but instead are measured and reported at fair value through profit and loss in accordance with IFRS 9, *Financial Instruments* (IFRS 9). Fair value for unconsolidated investment holding subsidiaries is based on the fair value of the underlying investments, investment liabilities and pending trades held by the investment holding subsidiary together with its accumulated net income less dividends paid. The fair value of these investment holding subsidiaries can be found in Note 2 while supplementary information on the breakdown of net gains (losses) on investment holding subsidiaries is provided in Note 4.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

2. Fair value measurement

This note categorizes the fair value of investments and investment liabilities into the following fair value hierarchy based on the level of significant inputs used in the fair value measurement:

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

2.1 Fair value hierarchy of investments and investment liabilities held directly by CPP Investments

As at September 30, 2025					
(CAD millions)	Level 1 ⁴		Level 2 ⁴		Total
Equities					
Public equities	\$	268,294	\$	262	\$ 268,556
Private equities		-		4,358	20,242
Total equities		268,294		4,620	288,798
Debt					
Bonds		168,148		55,974	224,122
Other debt		-		-	11,101
Money market securities		-		1,515	1,515
Total debt		168,148		57,489	236,738
Investment funds		-		27,732	359
Investment receivables and Other					
Securities purchased under reverse repurchase agreements and cash collateral pledged on securities borrowed		-		19,020	19,020
Derivative assets		3		3,716	3,719
Other ¹		-		3,127	185
Total investment receivables and Other		3		25,863	26,051
Investments in investment holding subsidiaries (Note 2.2)		-		-	408,241
Total investments	\$	436,445	\$	115,704	\$ 435,770
Investment liabilities					
Securities sold under repurchase agreements and cash collateral received on securities lent		-		107,364	107,364
Debt financing liabilities		80,069		423	80,492
Securities sold short		20,420		-	20,420
Derivative liabilities		112		4,248	4,360
Other ¹		-		1,612	505
Total investment liabilities		100,601		113,647	214,753
Cash and cash equivalents ^{2,3}	\$	-	\$	10,649	\$ 10,649
Pending trades receivable ²		-		7,471	7,471
Pending trades payable ²		-		13,707	13,707
Net investments	\$	335,844	\$	6,470	\$ 435,265

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

		As at March 31, 2025			
(CAD millions)		Level 1 ⁴	Level 2 ⁴	Level 3	Total
Equities					
Public equities	\$	214,294	\$ -	\$ -	\$ 214,294
Private equities		-	3,455	18,965	22,420
Total equities		214,294	3,455	18,965	236,714
Debt					
Bonds		175,039	50,729	-	225,768
Other debt		-	-	10,046	10,046
Money market securities		-	487	-	487
Total debt		175,039	51,216	10,046	236,301
Investment funds		-	26,862	363	27,225
Investment receivables and Other					
Securities purchased under reverse repurchase agreements and cash collateral pledged on securities borrowed		-	18,377	-	18,377
Derivative assets		-	2,600	-	2,600
Other ¹		-	2,819	-	2,819
Total investment receivables and Other		-	23,796	-	23,796
Investments in investment holding subsidiaries (Note 2.2)		-	-	399,942	399,942
Total investments	\$	389,333	\$ 105,329	\$ 429,316	\$ 923,978
Investment liabilities					
Securities sold under repurchase agreements and cash collateral received on securities lent		-	113,102	-	113,102
Debt financing liabilities		76,179	463	-	76,642
Securities sold short		19,432	-	-	19,432
Derivative liabilities		74	5,645	-	5,719
Other ¹		-	879	327	1,206
Total investment liabilities		95,685	120,089	327	216,101
Cash and cash equivalents ^{2,3}	\$	-	\$ 7,535	\$ -	\$ 7,535
Pending trades receivable ²		-	1,939	-	1,939
Pending trades payable ²		-	2,543	-	2,543
Net investments	\$	293,648	\$ (7,829)	\$ 428,989	\$ 714,808

¹ Included in Other investment receivables is cash pledged as collateral on derivative transactions of \$2,778 million (March 31, 2025 - \$2,815 million). Included in Other investment liabilities is cash held as collateral on derivative transactions of \$1,467 million (March 31, 2025 - \$738 million).

² Cash and cash equivalents, Pending trades receivable and Pending trades payable are measured at cost, which, together with accrued interest, approximates fair value.

³ Consists of cash and cash equivalents held directly by CPP Investments for investment purposes. In contrast, the Condensed Interim Consolidated Balance Sheet presents cash and cash equivalents held directly by CPP Investments for both investment purposes and operating purposes, resulting in a difference of \$283 million (March 31, 2025 - \$246 million). For cash and cash equivalents held by investment holding subsidiaries for investment purposes, refer to Note 2.2.

⁴ Transfers between levels in the fair value hierarchy are deemed to have occurred at the end of the reporting period. Transfers between Level 1 and Level 2 are driven by the availability of quoted market prices in active markets and valuation techniques using inputs other than quoted prices that are observable. During the six months ended September 30, 2025, there were no transfers between Level 1 and Level 2 of investments or investment liabilities held directly by CPP Investments (during the year ended March 31, 2025 - nil).

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

2.2 Supplemental information on fair value hierarchy relating to investment holding subsidiaries

The following table presents the fair value hierarchy of the underlying investments and investment liabilities held by investment holding subsidiaries. For further details on the nature and purpose of investment holding subsidiaries, refer to Note 1.2.

As at September 30, 2025					
(CAD millions)	Level 1		Level 2		Total
Equities					
Public equities	\$ 13,952	\$ 2,906	\$ -	\$ -	16,858
Private equities	-	5,848	198,097	-	203,945
Total equities	13,952	8,754	198,097	-	220,803
Debt					
Bonds	-	2,168	7	-	2,175
Other debt	-	2,798	38,470	-	41,268
Total debt	-	4,966	38,477	-	43,443
Investment funds	-	45,900	98,322	-	144,222
Investment receivables and Other					
Securities purchased under reverse repurchase agreements	-	92	-	-	92
Derivative assets	-	-	31	-	31
Other ¹	-	181	1,936	-	2,117
Total investment receivables and Other	-	273	1,967	-	2,240
Total investments held by investment holding subsidiaries	\$ 13,952	\$ 59,893	\$ 336,863	\$ -	410,708
Investment liabilities					
Loans sold under repurchase agreements	-	-	-	-	-
Debt financing liabilities	-	2,610	50	-	2,660
Other ¹	-	89	1,677	-	1,766
Total investment liabilities held by investment holding subsidiaries	-	2,699	1,727	-	4,426
Cash and cash equivalents ²	\$ -	\$ 1,919	\$ -	\$ -	1,919
Pending trades receivable ²	-	174	-	-	174
Pending trades payable ²	-	134	-	-	134
Investments in investment holding subsidiaries	\$ 13,952	\$ 59,153	\$ 335,136	\$ -	408,241

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

	As at March 31, 2025					
(CAD millions)	Level 1		Level 2		Level 3	Total
Equities						
Public equities	\$	14,688	\$	-	\$	14,688
Private equities		-		10,795	195,225	206,020
Total equities		14,688		10,795	195,225	220,708
Debt						
Bonds		-		2,500	69	2,569
Other debt		-		3,199	38,730	41,929
Total debt		-		5,699	38,799	44,498
Investment funds		-		38,349	96,910	135,259
Investment receivables and Other						
Securities purchased under reverse repurchase agreements		-		148	-	148
Derivative assets		-		-	19	19
Other ¹		-		215	4,190	4,405
Total investment receivables and Other		-		363	4,209	4,572
Total investments held by investment holding subsidiaries	\$	14,688	\$	55,206	\$	335,143
Investment liabilities						
Loans sold under repurchase agreements		-		247	-	247
Debt financing liabilities		-		4,105	51	4,156
Other ¹		-		224	1,729	1,953
Total investment liabilities held by investment holding subsidiaries		-		4,576	1,780	6,356
Cash and cash equivalents ²	\$	-	\$	1,196	\$	-
Pending trades receivable ²		-		82	-	82
Pending trades payable ²		-		17	-	17
Investments in investment holding subsidiaries	\$	14,688	\$	51,891	\$	333,363
					\$	399,942

¹ Included in Other investment receivables and Other investment liabilities is investment property of \$1,821 million (March 31, 2025 - \$2,554 million) and deferred tax liabilities of \$1,661 million (March 31, 2025 - \$1,691 million) on investments, respectively.

² Cash and cash equivalents, Pending trades receivable and Pending trades payable are recorded at cost, which, together with accrued interest, approximates fair value.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

2.3 Level 3 reconciliation

The following table presents the reconciliations for investments held directly by CPP Investments included in Level 3 of the fair value hierarchy:

For the six months ended September 30, 2025								
(CAD millions)	Fair value as at April 1, 2025	Gains (losses) included in net income (loss)	Purchases	Sales ²	Transfers into Level 3 ³	Transfers out of Level 3 ³	Fair value as at September 30, 2025	Change in unrealized gains (losses) on investments still held at September 30, 2025 ⁴
Equities								
Private equities	\$ 18,965	\$ 206	\$ 132	\$ (3,419)	\$ -	\$ -	\$ 15,884	\$ (20)
Debt								
Other debt	10,046	(261)	9,061	(7,745)	-	-	11,101	(106)
Investment funds	363	(15)	14	(3)	-	-	359	(17)
Investment receivables and Other								
Other	-	6	179	-	-	-	185	6
Investments in investment holding subsidiaries¹	399,942	14,463	5,251	(11,415)	-	-	408,241	4,035
Total investments	\$ 429,316	\$ 14,399	\$ 14,637	\$ (22,582)	\$ -	\$ -	\$ 435,770	\$ 3,898
Investment liabilities								
Other	327	178	-	-	-	-	505	178
Net investments	\$ 428,989	\$ 14,221	\$ 14,637	\$ (22,582)	\$ -	\$ -	\$ 435,265	\$ 3,720
For the year ended March 31, 2025								
(CAD millions)	Fair value as at April 1, 2024	Gains (losses) included in net income (loss)	Purchases	Sales ²	Transfers into Level 3 ³	Transfers out of Level 3 ³	Fair value as at March 31, 2025	Change in unrealized gains (losses) on investments still held at March 31, 2025 ⁴
Equities								
Private equities	\$ 19,699	\$ 1,821	\$ 1,590	\$ (3,809)	\$ -	\$ (336)	\$ 18,965	\$ 1,614
Debt								
Other debt	10,211	268	11,036	(11,469)	-	-	10,046	278
Investment funds	633	92	-	(362)	-	-	363	157
Investment receivables and Other								
Other	-	-	-	-	-	-	-	-
Investments in investment holding subsidiaries¹	350,929	45,145	10,745	(6,877)	-	-	399,942	40,924
Total investments	\$ 381,472	\$ 47,326	\$ 23,371	\$ (22,517)	\$ -	\$ (336)	\$ 429,316	\$ 42,973
Investment liabilities								
Other	351	(24)	-	-	-	-	327	(24)
Net investments	\$ 381,121	\$ 47,350	\$ 23,371	\$ (22,517)	\$ -	\$ (336)	\$ 428,989	\$ 42,997

¹ Purchases relating to investment holding subsidiaries represent capital contributions or net loan funding provided to these subsidiaries. Sales relating to investment holding subsidiaries represent return of capital or payment of dividends and interest from these subsidiaries.

² Includes return of capital and repayments.

³ Transfers are deemed to have occurred at the end of the reporting period. Transfers into and out of Level 3 are driven by changes in the availability of market observable inputs used to determine fair value.

⁴ Included in income (loss). Includes or excludes investments transferred into or out of Level 3, respectively.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

2.4 Level 3 – Significant unobservable inputs

The table below presents the fair value of investments held directly by CPP Investments and its investment holding subsidiaries, including valuation techniques used to determine their fair values and the ranges and weighted averages of unobservable inputs used in the calculation of their fair values.

While investment holding subsidiaries are classified as Level 3 given the nature of their underlying holdings, certain investments held by these subsidiaries are based on quoted prices in an active market (Level 1) or are valued using observable inputs (Level 2). These amount to \$13,952 million (March 31, 2025 - \$14,688 million) and \$59,153 million (March 31, 2025 - \$51,891 million), respectively. Refer to Note 2.2 for further details on Level 1 and Level 2 investments relating to investment holding subsidiaries.

As at September 30, 2025						
(CAD millions)	Fair value of investments held by:		Primary valuation techniques used ²	Significant unobservable inputs	Range of input values ³	Weighted average ³
	CPP Investments	Investment holding subsidiaries				
Public equities	\$ -	\$ 16,858	Quoted market price	-	-	-
Private equities	15,460	144,769	Earnings multiples of comparable companies	EBITDA multiple	9.3X-28.5X	16.0X
			Discounted cash flow	Discount rate	5.2%-16.3%	11.1 %
				Terminal capitalization rate	5.2%-9.7%	6.4 %
	424	59,176	Net asset value provided by investment manager	-	-	-
Debt						
Bonds	-	2,175	Quoted market prices or discounted cash flows using observable inputs	-	-	-
Direct private debt	-	38,253	Discounted cash flow	Discount rate	5.3%-16.6%	9.7 %
	-	163	Net asset value provided by investment manager	-	-	-
Asset-backed securities	11,101	2,852	Comparable Pricing	Price	38.5%-104.2%	98.3 %
Investment funds	359	144,222	Net asset value provided by investment manager	-	-	-
Investment receivables and Other						
Securities purchased under reverse repurchase agreements	-	92	Discounted cash flow	-	-	-
Derivative assets	-	31	Option model	-	-	-
Other ¹	185	296	Cost with accrued interest	-	-	-
	-	1,821	Discounted cash flow	Discount rate	6.3%-8.8%	7.0 %
				Terminal capitalization rate	4.3%-7.8%	6.0 %
Investment liabilities						
Loans sold under repurchase agreements	-	-	n/a	-	-	-
Debt financing liabilities	-	2,660	Discounted cash flow	Discount rate	6.1%-12.1%	7.0 %
Other	505	1,766	Amortized cost	-	-	-
Cash and cash equivalents	-	1,919	Cost with accrued interest	-	-	-
Pending trades net receivable/(payable)	-	40	Amortized cost	-	-	-
Total	\$ 27,024	\$ 408,241				

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

As at March 31, 2025						
(CAD millions)	Fair value of investments held by:		Primary valuation techniques used ²	Significant unobservable inputs	Range of input values ³	Weighted average ³
	CPP Investments	Investment holding subsidiaries				
Public equities	\$ -	\$ 14,688	Quoted market price	-	-	-
Private equities	17,676	148,826	Earnings multiples of comparable companies	EBITDA multiple	9.8X-23.0X	16.0X
			Discounted cash flow	Discount rate	5.5%-14.6%	10.9 %
				Terminal capitalization rate	5.1%-9.7%	6.6 %
	1,289	57,194	Net asset value provided by investment manager	-	-	-
Debt						
Bonds	-	2,569	Quoted market prices or discounted cash flow using observable inputs	-	-	-
Direct private debt	1,209	39,256	Discounted cash flow	Discount rate	5.8%-17.9%	10.1 %
	-	228	Net asset value provided by investment manager	-	-	-
Asset-backed securities	8,837	2,445	Comparable pricing	Price	37.7%-104.6%	97.8 %
Investment funds	363	135,259	Net asset value provided by investment manager	-	-	-
Investment receivables and Other						
Securities purchased under reverse repurchase agreements	-	148	Discounted cash flow	-	-	-
Derivative assets	-	19	Option model	-	-	-
Other ¹	-	1,774	Cost with accrued interest	-	-	-
	-	2,631	Discounted cash flow	Discount rate	6.3%-8.5%	7.1 %
				Terminal capitalization rate	4.3%-7.5%	6.1 %
Investment liabilities						
Loans sold under repurchase agreements	-	247	Cost with accrued interest	-	-	-
Debt financing liabilities	-	4,156	Discounted cash flow	Discount rate	3.9%-11.2%	6.4 %
Other	327	1,953	Amortized cost	-	-	-
Cash and cash equivalents	-	1,196	Cost with accrued interest	-	-	-
Pending trades net receivable/(payable)	-	65	Amortized cost	-	-	-
Total	\$ 29,047	\$ 399,942				

¹ Primarily includes investment properties.

² May include certain recently acquired investments held at cost, which approximates fair value.

³ For each instrument category as presented in the Condensed Interim Consolidated Schedule of Investment Portfolio, the range of input values represents the highest and lowest inputs used to value the investments, whereas the weighted average of the input values is calculated based on the relative fair values of the investments. The diversity of investments reported within each category, such as the geographic location and industry sector of the investments, may result in certain ranges of inputs being wide and unevenly distributed across the range.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

2.5 Sensitivity analysis of Level 3 financial instruments using reasonably possible alternative inputs

Changes in the unobservable inputs could result in a significantly higher or lower fair value measurement. The interrelationships of significant unobservable inputs identified in Note 2.4 are as follows:

- An increase (decrease) in the EBITDA multiple will result in a higher (lower) fair value.
- An increase (decrease) in the discount rate and terminal capitalization rate will result in a lower (higher) fair value.

The fair values of the investments classified within Level 3 of the fair value hierarchy in Notes 2.1 and 2.2 are based on accepted industry valuation methods that may include the use of estimates made by Management, appraisers or both where significant judgment is required. The tables below present a sensitivity analysis of the use of reasonable alternative inputs (with all other variables held constant).

2.5.1 Sensitivity analysis of Level 3 financial instruments held directly by CPP Investments

As at September 30, 2025						
(CAD millions)	Fair value of investments included in Level 3 of the fair value hierarchy held directly by CPP Investments:			Input changed	Impact to net investments	
	Gross amount of Level 3 exposure by instrument	Less: Amounts where instruments are excluded from sensitivity analysis ²	Balance subject to sensitivity analysis		Decrease in fair value	Increase in fair value
Private equities	\$ 15,884	\$ (424)	\$ 15,460	Discount rate/terminal capitalization rate	\$ (879)	\$ 833
				EBITDA multiple	(13)	7
Debt						
Direct private debt	-	-	-	n/a	-	-
Asset-backed securities	11,101	(11,101)	-	n/a	-	-
Investment funds	359	(359)	-	n/a	-	-
Investment receivables and Other						
Other	185	(185)	-	n/a	-	-
Investments in investment holding subsidiaries¹	408,241	-	408,241	See Note 2.5.2	(10,051)	8,657
Investment liabilities						
Other	505	(505)	-	n/a	-	-
Total	\$ 435,265	\$ (11,564)	\$ 423,701		\$ (10,943)	\$ 9,497

As at March 31, 2025						
(CAD millions)	Fair value of investments included in Level 3 of the fair value hierarchy held directly by CPP Investments:			Input changed	Impact to net investments	
	Gross amount of Level 3 exposure by instrument	Less: Amounts where instruments are excluded from sensitivity analysis ²	Balance subject to sensitivity analysis		Decrease in fair value	Increase in fair value
Private equities	\$ 18,965	\$ (1,289)	\$ 17,676	Discount rate/terminal capitalization rate	\$ (787)	\$ 875
				EBITDA multiple	(11)	7
Debt						
Direct private debt	1,209	-	1,209	Discount rate	(115)	77
Asset-backed securities	8,837	(8,837)	-	n/a	-	-
Investment funds	363	(363)	-	n/a	-	-
Investment receivables and Other						
Other	-	-	-	n/a	-	-
Investments in investment holding subsidiaries¹	399,942	-	399,942	See Note 2.5.2	(7,741)	8,907
Investment liabilities						
Other	327	(327)	-	n/a	-	-
Total	\$ 428,989	\$ (10,162)	\$ 418,827		\$ (8,654)	\$ 9,866

¹ For sensitivity analysis of Level 3 financial instruments held by investment holding subsidiaries, refer to Note 2.5.2.

² Level 3 financial instruments are excluded from the sensitivity analysis when net asset value is provided by an investment manager or where third-party pricing information is used. CPP Investments does not have access to the inputs and methodologies used to determine the fair value of the underlying investments.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

2.5.2 Sensitivity analysis of Level 3 financial instruments held by investment holding subsidiaries

As at September 30, 2025							
(CAD millions)	Fair value of investments included in Level 3 of the fair value hierarchy held by investment holding subsidiaries:			Input changed	Impact to net investments		
	Gross amount of Level 3 exposure by instrument	Less: Amounts where instruments are excluded from sensitivity analysis ³	Balance subject to sensitivity analysis		Decrease in fair value	Increase in fair value	
Private equities	\$ 198,097	\$ (59,176)	\$ 138,921	Discount rate/terminal capitalization rate	\$ (5,290)	\$ 4,022	
				EBITDA multiple	(4,028)	3,819	
Debt							
Bonds	7	(7)	-	n/a	-	-	
Direct private debt	35,618	(163)	35,455	Discount rate	(587)	641	
Asset-backed securities	2,852	(2,852)	-	n/a	-	-	
Investment funds	98,322	(98,322)	-	n/a	-	-	
Investment receivables and Other							
Derivative assets	31	(31)	-	n/a	-	-	
Other ¹	1,936	-	1,936	Discount rate/terminal capitalization rate	(146)	175	
Investment liabilities							
Debt financing liabilities	50	-	50	Discount rate	-	-	
Other	1,677	(1,677)	-	n/a	-	-	
Level 1 and Level 2 net investments²	73,105	(73,105)	-	n/a	-	-	
Total	\$ 408,241	\$ (231,979)	\$ 176,262		\$ (10,051)	\$ 8,657	

As at March 31, 2025							
(CAD millions)	Fair value of investments included in Level 3 of the fair value hierarchy held by investment holding subsidiaries:			Input changed	Impact to net investments		
	Gross amount of Level 3 exposure by instrument	Less: Amounts where instruments are excluded from sensitivity analysis ³	Balance subject to sensitivity analysis		Decrease in fair value	Increase in fair value	
Private equities	\$ 195,225	\$ (57,194)	\$ 138,031	Discount rate/terminal capitalization rate	\$ (3,598)	\$ 4,439	
				EBITDA multiple	(3,578)	3,795	
Debt							
Bonds	69	(69)	-	n/a	-	-	
Direct private debt	36,285	(228)	36,057	Discount rate	(412)	490	
Asset-backed securities	2,445	(2,445)	-	n/a	-	-	
Investment funds	96,910	(96,910)	-	n/a	-	-	
Investment receivables and Other							
Derivative assets	19	(19)	-	n/a	-	-	
Other ¹	4,190	-	4,190	Discount rate/terminal capitalization rate	(153)	183	
Investment liabilities							
Debt financing liabilities	51	-	51	Discount rate	-	-	
Other	1,729	(1,729)	-	n/a	-	-	
Level 1 and Level 2 net investments²	66,579	(66,579)	-	n/a	-	-	
Total	\$ 399,942	\$ (221,715)	\$ 178,227		\$ (7,741)	\$ 8,907	

¹ Primarily includes investment properties.

² Level 1 and Level 2 net investments held by investment holding subsidiaries are excluded from the sensitivity analysis as their fair values are based on quoted prices in active market (Level 1) or valued using observable inputs (Level 2).

³ Level 3 financial instruments are excluded from the sensitivity analysis when net asset value is provided by an investment manager or where third party pricing information is used. CPP Investments does not have access to the inputs and methodologies used to determine the fair value of the underlying investments.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

3. Derivatives

The fair value of derivative contracts held by CPP Investments and its investment holding subsidiaries is as follows:

(CAD millions)	As at September 30, 2025		As at March 31, 2025	
	Positive fair value	Negative fair value	Positive fair value	Negative fair value
Equity contracts				
Futures	\$ -	\$ -	\$ -	\$ -
Swaps	2,889	(1,083)	1,745	(1,928)
Options:				
Over-the-counter – purchased	1	-	5	-
Over-the-counter – written	-	(96)	-	(133)
Warrants ¹	53	-	19	-
Total equity contracts	2,943	(1,179)	1,769	(2,061)
Foreign exchange contracts				
Forwards	363	(2,478)	430	(3,043)
Options:				
Over-the-counter – purchased	32	-	42	-
Over-the-counter – written	-	(26)	-	(47)
Total foreign exchange contracts	395	(2,504)	472	(3,090)
Interest rate contracts				
Futures	-	-	-	-
Swaps	123	(386)	14	(280)
Options:				
Exchange-traded – written	-	(6)	-	(9)
Over-the-counter – purchased	253	-	344	-
Over-the-counter – written	-	(130)	-	(179)
Total interest rate contracts	376	(522)	358	(468)
Credit contracts				
Credit default swaps:				
Over-the-counter – purchased	-	(22)	-	(7)
Over-the-counter – written	31	(10)	17	(3)
Options:				
Over-the-counter – purchased	2	-	3	-
Over-the-counter – written	-	(17)	-	(25)
Total credit contracts	33	(49)	20	(35)
Commodity contracts				
Futures	-	-	-	-
Options:				
Exchange-traded – purchased	3	-	-	-
Exchange-traded – written	-	(106)	-	(65)
Total commodity contracts	3	(106)	-	(65)
Total	\$ 3,750	\$ (4,360)	\$ 2,619	\$ (5,719)

¹ Reflects positive fair values of \$31 million (March 31, 2025 - \$19 million) relating to warrants transacted by investment holding subsidiaries.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

4. Net gains (losses) on investment holding subsidiaries

	For the three months ended September 30,		For the six months ended September 30,	
(CAD millions)	2025	2024	2025	2024
Income (loss):				
Interest income	\$ 1,178	\$ 1,164	\$ 2,097	\$ 2,246
Dividend income	1,734	1,351	2,875	3,320
Net gains on private investments	14,743	2,758	7,538	7,211
Net gains on public investments	780	1,036	2,115	1,324
Other	74	(1)	119	114
	18,509	6,308	14,744	14,215
Expenses:				
Management fees	1	-	1	-
Performance fees	-	-	2	-
Transaction-related	63	81	143	194
Taxes	(68)	86	35	230
Financing	45	81	100	159
	41	248	281	583
Net gains before dividends and interest paid to CPP Investments:	18,468	6,060	14,463	13,632
Dividends paid to CPP Investments	4,555	-	10,233	523
Interest paid to CPP Investments	101	105	195	240
Net gains on investment holding subsidiaries	\$ 13,812	\$ 5,955	\$ 4,035	\$ 12,869

5. Segment information

5.1 Net income (loss) by investment segment

The table below presents the income (loss) and expenses incurred by each investment department.

	For the three months ended September 30, 2025							
(CAD millions)	Total Fund Management	Capital Markets and Factor Investing	Active Equities	Credit Investments	Private Equity	Real Assets	Adjustment	Total
Income (loss):	\$ 26,928	\$ 2,111	\$ (631)	\$ 3,258	\$ 5,946	\$ 5,909	\$ (1,153)	\$ 42,368
Expenses¹:								
Personnel	32	34	40	51	63	81	-	301
General and administrative	15	17	24	20	25	31	-	132
Management fees ^{2,3}	36	184	-	8	171	47	(441)	5
Performance fees ^{2,3}	-	457	-	-	215	-	(672)	-
Transaction-related ³	41	10	22	12	9	54	(63)	85
Taxes ³	(34)	4	(5)	7	9	(49)	68	-
Financing ³	2,004	-	-	16	4	18	(45)	1,997
	2,094	706	81	114	496	182	(1,153)	2,520
Net income (loss)	\$ 24,834	\$ 1,405	\$ (712)	\$ 3,144	\$ 5,450	\$ 5,727	\$ -	\$ 39,848

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended September 30, 2024								
(CAD millions)	Total Fund Management	Capital Markets and Factor Investing	Active Equities	Credit Investments	Private Equity	Real Assets	Adjustment	Total
Income (loss):	\$ 18,911	\$ (374)	\$ 518	\$ 2,031	\$ 807	\$ 4,652	\$ (1,061)	\$ 25,484
Expenses¹:								
Personnel	29	31	40	43	61	74	-	278
General and administrative	20	22	35	24	29	32	-	162
Management fees ^{2,3}	27	159	2	11	175	46	(416)	4
Performance fees ^{2,3}	1	202	-	-	263	4	(397)	73
Transaction-related ³	29	9	16	18	41	60	(81)	92
Taxes ³	93	2	75	-	17	72	(86)	173
Financing ³	1,646	-	-	56	4	9	(81)	1,634
	1,845	425	168	152	590	297	(1,061)	2,416
Net income (loss)	\$ 17,066	\$ (799)	\$ 350	\$ 1,879	\$ 217	\$ 4,355	\$ -	\$ 23,068

For the six months ended September 30, 2025								
(CAD millions)	Total Fund Management	Capital Markets and Factor Investing	Active Equities	Credit Investments	Private Equity	Real Assets	Adjustment	Total
Income (loss):	\$ 36,005	\$ 4,077	\$ (117)	\$ 2,056	\$ 4,787	\$ 8,106	\$ (2,459)	\$ 52,455
Expenses¹:								
Personnel	59	68	82	98	130	168	-	605
General and administrative	28	34	47	40	47	57	-	253
Management fees ^{2,3}	65	375	-	15	360	129	(936)	8
Performance fees ^{2,3}	1	898	-	7	421	-	(1,245)	82
Transaction-related ³	72	19	41	23	31	108	(143)	151
Taxes ³	106	8	108	37	14	79	(35)	317
Financing ³	3,744	-	-	42	7	35	(100)	3,728
	4,075	1,402	278	262	1,010	576	(2,459)	5,144
Net income (loss)	\$ 31,930	\$ 2,675	\$ (395)	\$ 1,794	\$ 3,777	\$ 7,530	\$ -	\$ 47,311

For the six months ended September 30, 2024								
(CAD millions)	Total Fund Management	Capital Markets and Factor Investing	Active Equities	Credit Investments	Private Equity	Real Assets	Adjustment	Total
Income (loss):	\$ 20,715	\$ 363	\$ 1,588	\$ 4,371	\$ 2,650	\$ 6,910	\$ (2,349)	\$ 34,248
Expenses¹:								
Personnel	51	63	80	84	118	146	-	542
General and administrative	37	39	60	42	51	58	-	287
Management fees ^{2,3}	53	322	3	21	326	90	(808)	7
Performance fees ^{2,3}	1	642	-	-	423	6	(958)	114
Transaction-related ³	68	17	34	38	59	176	(194)	198
Taxes ³	164	6	133	20	30	230	(230)	353
Financing ³	3,434	-	-	110	13	10	(159)	3,408
	3,808	1,089	310	315	1,020	716	(2,349)	4,909
Net income (loss)	\$ 16,907	\$ (726)	\$ 1,278	\$ 4,056	\$ 1,630	\$ 6,194	\$ -	\$ 29,339

¹ Includes expenses borne by CPP Investments and its investment holding subsidiaries in relation to the respective departments.

² Adjustments consist of costs incurred within funds.

³ Adjustments consist of expenses borne by investment holding subsidiaries, which are reclassified into income (loss).

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

5.2 Net investments by investment segment

Net investments ¹													
(CAD millions)	Total Fund Management		Capital Markets and Factor Investing		Active Equities		Credit Investments		Private Equity		Real Assets		Total
As at:													
September 30, 2025	\$	401,365	\$	1,502	\$	3,546	\$	80,707	\$	146,347	\$	144,112	\$ 777,579
March 31, 2025	\$	340,478	\$	604	\$	24	\$	80,484	\$	146,485	\$	146,733	\$ 714,808

¹ Net investments excludes net corporate liabilities of \$49 million (March 31, 2025 - net corporate liabilities of \$365 million), which is comprised of Cash and cash equivalents held for operating purposes, Premises and equipment, Other assets, and Accounts payable and accrued liabilities.

5.3 Geographic information

Net investments are presented in the table below based on the region to which they have primary economic exposure:

Net investments ¹											
(CAD millions)	Canada		U.S.		Asia Pacific		Europe		Latin America		Total
As at:											
September 30, 2025	\$	92,029	\$	370,258	\$	145,195	\$	130,463	\$	39,634	\$ 777,579
March 31, 2025	\$	87,135	\$	339,417	\$	120,177	\$	132,978	\$	35,101	\$ 714,808

¹ Net investments excludes net corporate liabilities of \$49 million (March 31, 2025 - net corporate liabilities of \$365 million), which is comprised of Cash and cash equivalents held for operating purposes, Premises and equipment, Other assets, and Accounts payable and accrued liabilities.

6. Risk management

CPP Investments manages investment risks in accordance with the Risk Policy (Policy). This Policy establishes accountability of the Board of Directors, the various committees, including the Risk Committee, and departments to manage investment-related risks. The Policy is updated and approved by the Board of Directors at least once every fiscal year, and contains risk appetite (in the form of limits, statements and targets) and risk management provisions that govern investment decisions in accordance with CPP Investments' mandate.

6.1 Total fund risk

A suite of risk measures is used within CPP Investments to monitor and assess the risk profile of the base CPP Investment Portfolio and additional CPP Investment Portfolio (collectively the Investment Portfolios). Regular risk reports are provided to senior management and the Board of Directors to support the governance of the various dimensions of risk to which the Investment Portfolios are exposed.

Key investment risk measures include:

- Market risk: The target level of market risk, expressed in terms of an equity/debt risk equivalence ratio, which is the proportion of equity (versus debt) in a simple two-asset class representation of Canadian Government Bonds and Global Public Equities (including Canada) that would give the same market risk as that of the applicable Investment Portfolio. The target level of market risk of the base CPP Investment Portfolio is currently set at 85%/15%, with associated limits of 80%-90%, while the additional CPP Investment Portfolio target level is set at 55%/45%, with associated limits of 50%-60%.
- Potential investment loss: The loss of the Investment Portfolios over a one-year horizon is not expected to exceed the established limit 19 times out of 20.
- Liquidity and leverage risk measures, which are further described in Note 9.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

The monitoring of adherence to investment risk limits is conducted independent of the investment departments by the Risk department, reporting to the Chief Risk Officer, using both industry standard and internally developed risk models. The tables below provide a summary of the key investment risk measures of the Investment Portfolios.

		As at September 30, 2025	As at March 31, 2025
	Limit	base CPP	base CPP
Market risk	80 – 90%	83.0%	83.5%
One-year potential investment loss ^{1,2}	14 – 19%	17.6%	17.1%

		As at September 30, 2025	As at March 31, 2025
	Limit	additional CPP	additional CPP
Market risk	50 – 60%	53.9%	53.2%
One-year potential investment loss ^{1,2}	10 – 14%	12.4%	11.9%

¹ Percentage of investment fair value.

² Effective April 1, 2025, the Board approved an increase to the upper risk limit for the one-year potential investment loss measure from 18% to 19% for the base CPP Investment Portfolio and from 13% to 14% for the additional CPP Investment Portfolio.

7. Market risk

Market risk is the risk that the fair value of an investment or investment liability will fluctuate because of changes in market prices and rates, which includes equity prices, interest rates, credit spreads and currency exchange rates. Market risk includes equity risk, interest rate risk, credit spread risk and currency risk.

7.1 Equity risk

Equity risk is the risk that the fair value of an investment or investment liability will fluctuate because of changes in equity prices, which is a significant source of risk of the Investment Portfolios.

7.2 Interest rate risk

Interest rate risk is the risk that the fair value of an investment or investment liability will fluctuate because of changes in market interest rates. The Investment Portfolios are exposed to interest rate risk primarily through holdings of fixed income securities, certain investment liabilities and interest rate derivatives.

7.3 Credit spread risk

Credit spread risk is the difference in yield on certain securities compared to a comparable risk-free security (i.e., government issued) with the same maturity date. Credit spread risk is the risk that the fair value of these securities will fluctuate because of changes in credit spread. With all other variables held constant, an increase in credit spread rates would result in a decrease in investments.

7.4 Currency risk

The Investment Portfolios are exposed to currency risk through holdings of investments or investment liabilities in various foreign currencies. Fluctuations in the relative value of foreign currencies against the Canadian dollar can result in a positive or negative effect on the fair value or future cash flows of these investments and investment liabilities.

7.4.1 Currency risk exposures

The net currency exposures after allocating foreign currency derivatives, in Canadian dollars, are as follows:

(CAD millions)	As at September 30, 2025		As at March 31, 2025 ²	
Currency	Net exposure	% of total ¹	Net exposure	% of total ¹
U.S. dollar	\$ 480,053	62 %	\$ 448,207	63 %
Euro	54,809	7	45,504	6
Japanese yen	21,369	3	15,249	2
Chinese renminbi	17,652	2	9,899	2
Other	42,616	5	37,228	5
Total foreign exposure	616,499	79	556,087	78
Canadian dollar	161,080	21	158,721	22
Total	\$ 777,579	100 %	\$ 714,808	100 %

¹ May not reflect actual percentage of total due to rounding.

² Certain comparatives have been reclassified to conform to the current period's presentation.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

8. Credit risk

Credit risk represents potential losses arising from an entity's default event or deterioration of its credit quality, as a result of direct investment in a credit instrument or indirect exposure via derivative transactions. The Investment Portfolios' credit risk arises primarily through its investments in non-investment grade entities. The carrying amounts of these investments, as presented in the Condensed Interim Consolidated Schedule of Investment Portfolio, represent the maximum direct credit risk exposure as at September 30, 2025.

8.1 Credit value-at-risk

Credit risk is monitored using a measure for losses due to defaults and credit rating migration. A Monte Carlo simulation that incorporates likelihood of default, credit rating migration and recovery in the event of default for underlying investments is adopted to quantify this dimension of risk. Credit value-at-risk, at a 95% confidence level, implies there is a 5% chance that the underlying investments in the Investment Portfolios will lose more than the amounts shown below, expressed as a percentage of each Investment Portfolio, in any given year due to default and credit migration risk.

	As at September 30, 2025		As at March 31, 2025	
	base CPP	additional CPP	base CPP	additional CPP
Credit value-at-risk ¹	0.8%	0.7%	3.3%	2.3%

¹ Effective April 1, 2025, the measurement methodology for credit value-at-risk was revised to reflect an update to the scope of the credit value-at-risk measure monitored by Management. The credit value-at-risk as at March 31, 2025 under the new measurement methodology would have been 0.9% and 0.8% for the base CPP and the additional CPP Investment Portfolios, respectively.

9. Liquidity and leverage risk

9.1 Liquidity risk

Liquidity risk is defined as the risk of incurring unacceptable losses while obtaining the funds needed to (i) meet payment obligations as they become due, (ii) fund new investments or (iii) rebalance the portfolio in periods of stress. The liquidity coverage ratio measures the amount of available liquid securities relative to CPP Investments' investment obligations and obligations to transfer funds to CPP over various time horizons including any one-month period.

	Limit	As at September 30, 2025	As at March 31, 2025
Liquidity coverage ratio	1.0x	5.1x	6.9x

Liquidity risk is impacted by the use of various forms of leverage which CPP Investments uses to manage certain other risks and enhance fund returns. The use of leverage is governed directly through leverage measures as outlined in Note 9.2.

Liquidity risk is managed by investing certain assets in a liquid portfolio of publicly traded equities, money market securities and marketable bonds. It is supplemented by the ability to raise funds through activities such as the issuance of unsecured debt, including term debt, as well as transacting in securities sold under repurchase agreements. CPP Investments also maintains unsecured credit facilities to meet potential liquidity requirements. There were no credit facilities drawn as at September 30, 2025 and March 31, 2025.

(CAD millions)	As at September 30, 2025	As at March 31, 2025
Unsecured credit facilities held	\$ 1,500	\$ 1,500

9.2 Leverage risk

Leverage risk is the risk that excessive financial obligations heighten market and liquidity risks during periods of stress. Leverage risk is monitored by recourse and limited recourse measures. Recourse leverage is a notional-based measure with direct recourse to CPP Investments, which represents the net amount of borrowed funds and synthetic financing used by CPP Investments to increase its investment exposure. Limited recourse leverage generally refers to the debt issued through CPP Investments' investment holding subsidiaries that limits recourse to specific investments held within these subsidiaries. The recourse leverage measures are as follows:

	Limit	As at September 30, 2025	As at March 31, 2025
Recourse leverage:			
base CPP	45 %	35.2 %	36.3 %
additional CPP	30	22.4	23.0

As at September 30, 2025 recourse and limited recourse leverage amounted to \$264,647 million and \$3,030 million, respectively (March 31, 2025 - \$251,736 million and \$4,788 million, respectively).

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

9.3 Terms to maturity

9.3.1 Terms to maturity of non-derivative investment liabilities held directly by CPP Investments

(CAD millions)	Terms to maturity								
	As at September 30, 2025							As at March 31, 2025	
	Within 1 year	1 to 5 years	6 to 10 years	Over 10 years	Total contractual amount	Weighted average interest rate ³		Total contractual amount	Weighted average interest rate ^{3,4}
Securities sold under repurchase agreements	\$ 102,538	\$ -	\$ -	\$ -	\$ 102,538	3.0 %		\$ 109,276	3.3 %
Debt financing liabilities	8,414	42,154	25,403	7,089	83,060	3.1		79,640	3.1
Cash collateral received on securities lent	5,944	-	-	-	5,944	n/a		5,307	n/a
Securities sold short ^{1,2}	20,420	-	-	-	20,420	n/a		19,432	n/a
Total	\$ 137,316	\$ 42,154	\$ 25,403	\$ 7,089	\$ 211,962	3.0 %		\$ 213,655	3.2 %

¹ Considered repayable within one year based on the earliest period in which the counterparty could request payment under certain conditions.

² Includes equities sold short for which the average interest rate is not applicable.

³ Total weighted average interest rate excludes certain investment liabilities for which the average interest rate is not applicable.

⁴ Certain comparatives have been updated to conform to the current period's presentation.

9.3.2 Terms to maturity of non-derivative investment liabilities held by investment holding subsidiaries

The following table presents supplemental information relating to the terms to maturity of investment liabilities held by investment holding subsidiaries.

(CAD millions)	Terms to maturity								
	As at September 30, 2025							As at March 31, 2025	
	Within 1 year	1 to 5 years	6 to 10 years	Over 10 years	Total contractual amount	Weighted average interest rate		Total contractual amount	Weighted average interest rate
Loans sold under repurchase agreements	\$ -	\$ -	\$ -	\$ -	\$ -	- %		\$ 246	6.9 %
Debt financing liabilities	884	611	1,069	80	2,644	6.8		4,126	6.5
Total	\$ 884	\$ 611	\$ 1,069	\$ 80	\$ 2,644	6.8 %		\$ 4,372	6.5 %

10. Reconciliation of debt financing liabilities

The following table provides a reconciliation of debt financing liabilities issued by CPP Investments arising from financing activities:

(CAD millions)	For the six months ended September 30,			
	2025		2024	
Balance, beginning of period	\$	76,642	\$	67,898
Proceeds		12,304		8,394
Repayments		(9,392)		(7,561)
Non-cash changes in fair value ¹		938		3,183
Balance, end of period	\$	80,492	\$	71,914

¹ Includes foreign exchange losses of \$376 million (for the six months ended September 30, 2024 - losses of \$1,354 million).

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

11. Collateral

11.1 Collateral held and pledged directly by CPP Investments

The fair value of collateral held and pledged directly by CPP Investments was as follows:

(CAD millions)	As at September 30, 2025	As at March 31, 2025
Third-party assets held as collateral on¹:		
Reverse repurchase agreements	\$ 18,062	\$ 17,525
Derivative transactions	1,467	738
Securities lent ^{2,3}	7,117	7,574
Total	\$ 26,646	\$ 25,837
Own and third-party assets pledged as collateral on:		
Repurchase agreements	101,415	108,026
Securities borrowed ^{3,4}	23,052	23,055
Derivative transactions	15,228	13,106
Debt financing liabilities	1,362	1,176
Total	\$ 141,057	\$ 145,363

¹ The fair value of collateral sold or repledged as at September 30, 2025 was \$7,060 million (March 31, 2025 - \$3,124 million).

² The fair value of securities lent as at September 30, 2025 was \$6,946 million (March 31, 2025 - \$7,379 million).

³ Cash collateral payable on the Condensed Interim Consolidated Balance Sheet of \$5,944 million (March 31, 2025 - \$5,307 million) consists of collateral receivable of nil and collateral payable of \$5,944 million that qualify for netting (March 31, 2025 - nil and \$5,307 million, respectively).

⁴ The fair value of securities borrowed as at September 30, 2025 was \$18,038 million (March 31, 2025 - \$18,090 million) of which \$18,038 million (March 31, 2025 - \$17,097 million) was used for short selling activity.

11.2 Supplemental information on collateral relating to investment holding subsidiaries

The fair value of collateral held and pledged by investment holding subsidiaries was as follows:

(CAD millions)	As at September 30, 2025	As at March 31, 2025
Third-party assets held as collateral on¹:		
Reverse repurchase agreements	\$ 91	\$ 147
Total	\$ 91	\$ 147
Own and third-party assets pledged as collateral on:		
Repurchase agreements	-	330
Securities borrowed ^{2,3}	24,647	22,492
Derivative transactions ³	2,405	2,043
Private equities ⁴	14,091	14,294
Debt financing liabilities	6,681	8,665
Total	\$ 47,824	\$ 47,824

¹ The fair value of collateral sold or repledged as at September 30, 2025 was nil (March 31, 2025 - nil).

² The fair value of securities borrowed as at September 30, 2025 was \$13,705 million (March 31, 2025 - \$12,960 million), which were all used for short selling activity.

³ Represents securities pledged as collateral within certain investment funds.

⁴ Represents securities pledged as collateral on loan borrowings of the investees.

12. Commitments

CPP Investments and its investment holding subsidiaries have entered into commitments related to the funding of investments. These commitments are generally payable on demand based on the funding needs of the investment subject to the terms and conditions of each agreement. As at September 30, 2025, the unfunded commitments for CPP Investments and its investment holding subsidiaries totalled \$1,187 million (March 31, 2025 - \$752 million) and \$71,259 million (March 31, 2025 - \$62,648 million), respectively.

13. Guarantees

As part of certain investment transactions, CPP Investments and its investment holding subsidiaries agreed to guarantee, as at September 30, 2025, up to \$73 million (March 31, 2025 - \$141 million) and \$5,624 million (March 31, 2025 - \$7,118 million), respectively, to other counterparties in the event certain investee entities default under the terms of loan and other related agreements, or fail to perform under specified non-financial contractual obligations.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

14. Base CPP and additional CPP

The following note discloses the net assets, net investments and net income of CPP Investments' base CPP account and additional CPP account.

14.1 Changes in net assets

The accumulated transfers from/to the CPP and its two parts, the base CPP and additional CPP, as well as their accumulated net income since inception, are as follows:

For the three months ended							
(CAD millions)	Accumulated net transfers from CPP			Accumulated net income and comprehensive income			Total net assets
	base CPP	additional CPP	Total	base CPP	additional CPP	Total	
As at July 1, 2025	\$ 175,431	\$ 56,639	\$ 232,070	\$ 492,531	\$ 7,070	\$ 499,601	\$ 731,671
Total net income and comprehensive income for the period	-	-	-	37,001	2,847	39,848	39,848
Transfers from CPP	14,079	4,969	19,048	-	-	-	19,048
Transfers to CPP	(13,037)	-	(13,037)	-	-	-	(13,037)
As at September 30, 2025	\$ 176,473	\$ 61,608	\$ 238,081	\$ 529,532	\$ 9,917	\$ 539,449	\$ 777,530

For the six months ended							
(CAD millions)	Accumulated net transfers from CPP			Accumulated net income and comprehensive income			Total net assets
	base CPP	additional CPP	Total	base CPP	additional CPP	Total	
As at April 1, 2024	\$ 164,361	\$ 35,653	\$ 200,014	\$ 429,470	\$ 2,883	\$ 432,353	\$ 632,367
Total net income and comprehensive income for the period	-	-	-	27,275	2,064	29,339	29,339
Transfers from CPP	29,315	8,385	37,700	-	-	-	37,700
Transfers to CPP	(24,343)	(9)	(24,352)	-	-	-	(24,352)
As at September 30, 2024	\$ 169,333	\$ 44,029	\$ 213,362	\$ 456,745	\$ 4,947	\$ 461,692	\$ 675,054
As at April 1, 2025	\$ 170,557	\$ 51,748	\$ 222,305	\$ 485,295	\$ 6,843	\$ 492,138	\$ 714,443
Total net income and comprehensive income for the period	-	-	-	44,237	3,074	47,311	47,311
Transfers from CPP	32,422	9,860	42,282	-	-	-	42,282
Transfers to CPP	(26,506)	-	(26,506)	-	-	-	(26,506)
As at September 30, 2025	\$ 176,473	\$ 61,608	\$ 238,081	\$ 529,532	\$ 9,917	\$ 539,449	\$ 777,530

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

14.2 Net assets of base CPP and additional CPP

The net assets of CPP Investments' base CPP and additional CPP accounts are as follows:

(CAD millions)	As at September 30, 2025			As at March 31, 2025		
	base CPP	additional CPP	Total	base CPP	additional CPP	Total
Net investments	\$ 706,071	\$ 71,508	\$ 777,579	\$ 656,188	\$ 58,620	\$ 714,808
Cash and cash equivalents held for operating purposes	270	13	283	244	2	246
Premises and equipment	645	29	674	671	32	703
Other assets	63	2	65	78	4	82
Accounts payable and accrued liabilities	1,044	27	1,071	1,329	67	1,396
Net assets	\$ 706,005	\$ 71,525	\$ 777,530	\$ 655,852	\$ 58,591	\$ 714,443

14.3 Schedule of investment portfolio for base CPP and additional CPP

The table below provides details of the investments and investment liabilities for CPP Investments' base CPP and additional CPP accounts:

(CAD millions)	As at September 30, 2025 ¹		
	base CPP	additional CPP	Total
Equities			
Public equities	\$ 267,874	\$ 17,540	\$ 285,414
Private equities	210,410	13,777	224,187
Total equities	478,284	31,317	509,601
Debt			
Bonds	188,407	37,890	226,297
Other debt	49,151	3,218	52,369
Money market securities	1,422	93	1,515
Total debt	238,980	41,201	280,181
Investment funds	161,724	10,589	172,313
Investment receivables and Other			
Securities purchased under reverse repurchase agreements and cash collateral pledged on securities borrowed	18,254	858	19,112
Derivative assets	3,520	230	3,750
Other	5,116	313	5,429
Total investment receivables and Other	26,890	1,401	28,291
Total investments	\$ 905,878	\$ 84,508	\$ 990,386
Investment liabilities			
Securities and loans sold under repurchase agreements and cash collateral received on securities lent	100,766	6,598	107,364
Debt financing liabilities	78,042	5,110	83,152
Securities sold short	19,165	1,255	20,420
Derivative liabilities	4,077	283	4,360
Other	3,645	238	3,883
Total investment liabilities	205,695	13,484	219,179
Cash and cash equivalents	\$ 11,533	\$ 1,035	\$ 12,568
Pending trades receivable	7,175	470	7,645
Pending trades payable	12,820	1,021	13,841
Net investments	\$ 706,071	\$ 71,508	\$ 777,579

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

As at March 31, 2025 ¹				
(CAD millions)	base CPP		additional CPP	
				Total
Equities				
Public equities	\$	216,614	\$	12,368
Private equities		216,101		12,339
Total equities		432,715		24,707
Debt				
Bonds		196,205		32,132
Other debt		49,168		2,807
Money market securities		461		26
Total debt		245,834		34,965
Investment funds		153,708		8,776
Investment receivables and Other				
Securities purchased under reverse repurchase agreements and cash collateral pledged on securities borrowed		17,547		978
Derivative assets		2,477		142
Other		6,850		374
Total investment receivables and Other		26,874		1,494
Total investments	\$	859,131	\$	69,942
Investment liabilities				
Securities and loans sold under repurchase agreements and cash collateral received on securities lent		107,227		6,122
Debt financing liabilities		76,434		4,364
Securities sold short		18,382		1,050
Derivative liabilities		5,385		334
Other		2,988		171
Total investment liabilities		210,416		12,041
Cash and cash equivalents	\$	7,984	\$	747
Pending trades receivable		1,788		233
Pending trades payable		2,299		261
Net investments	\$	656,188	\$	58,620

¹ Presented using the same basis as the Condensed Interim Consolidated Schedule of Investment Portfolio, which is different from that of the Condensed Interim Consolidated Balance Sheet. Refer to the Condensed Interim Consolidated Schedule of Investment Portfolio for further details.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

14.4 Net income of base CPP and additional CPP

Details of net income (loss) of CPP Investments' base CPP and additional CPP accounts are as follows:

For the three months ended September 30,						
	2025			2024 ¹		
(CAD millions)	base CPP	additional CPP	Total	base CPP	additional CPP	Total
Income:						
Interest income	\$ 2,288	\$ 364	\$ 2,652	\$ 1,971	\$ 252	\$ 2,223
Dividend income	5,604	67	5,671	979	48	1,027
Net gains on private investments	1,578	363	1,941	3,941	734	4,675
Net gains on public investments	17,080	1,096	18,176	10,957	531	11,488
Net gains on investment holding subsidiaries	12,665	1,147	13,812	5,649	306	5,955
Other	152	(36)	116	187	(71)	116
	39,367	3,001	42,368	23,684	1,800	25,484
Expenses:						
Personnel	282	19	301	263	15	278
General and administrative	122	10	132	153	9	162
Management fees	5	-	5	4	-	4
Performance fees	-	-	-	69	4	73
Transaction-related	81	4	85	86	6	92
Taxes	-	-	-	165	8	173
Financing	1,876	121	1,997	1,559	75	1,634
	2,366	154	2,520	2,299	117	2,416
Net income and comprehensive income	\$ 37,001	\$ 2,847	\$ 39,848	\$ 21,385	\$ 1,683	\$ 23,068

For the six months ended September 30,						
	2025			2024 ¹		
(CAD millions)	base CPP	additional CPP	Total	base CPP	additional CPP	Total
Income:						
Interest income	\$ 4,496	\$ 693	\$ 5,189	\$ 3,849	\$ 482	\$ 4,331
Dividend income	12,941	166	13,107	3,189	122	3,311
Net gains (losses) on private investments	(1,202)	(193)	(1,395)	(85)	532	447
Net gains on public investments	29,354	1,877	31,231	12,635	673	13,308
Net gains on investment holding subsidiaries	3,105	930	4,035	12,324	545	12,869
Other	386	(98)	288	54	(72)	(18)
	49,080	3,375	52,455	31,966	2,282	34,248
Expenses:						
Personnel	568	37	605	516	26	542
General and administrative	235	18	253	272	15	287
Management fees	8	-	8	7	-	7
Performance fees	77	5	82	109	5	114
Transaction-related	143	8	151	188	10	198
Taxes	299	18	317	337	16	353
Financing	3,513	215	3,728	3,262	146	3,408
	4,843	301	5,144	4,691	218	4,909
Net income and comprehensive income	\$ 44,237	\$ 3,074	\$ 47,311	\$ 27,275	\$ 2,064	\$ 29,339

¹ Certain comparatives have been reclassified to conform to the current period's presentation.