Ridgewood Canadian Bond Fund

Interim Financial Report (Unaudited)
For the six months ended June 30, 2026

Message to Unitholders

The first half of 2026 has continued to be quite volatile. US military action in Venezuela at the start of the year followed up with the US-Iran conflict, yet to be resolved, were significant drivers of market volatility. US economic metrics are generally strong as a resilient US consumer has propelled retail sales growth even in the face of a mid-year surge in inflation. The Fed has held funds rate at 3.75% throughout 2026 choosing growth stability over pre-emptive tightening to combat the sharp rise in inflation. Canadian economic activity during the first half of 2026 has continued to be subdued due to a stagnant housing market and uncertainty around trade negotiations between Canada and US that are expected to be difficult and prolonged. Given the uncertainty, the Bank of Canada's policy rate has remained unchanged throughout 2026, holding at 2.25%. Corporate bonds continue to perform well in this environment as they provide an additional yield over lower yielding Government bonds.

During the first quarter, the bond market experienced a return of 0.23% despite heightened geopolitical tensions and a near-zero GDP print reflecting a stagnating economy. The Bank of Canada held overnight rates at 2.25% during the quarter. The top 2 performing sectors were Securitization and Canada bonds with returns of 0.47% and 0.37%. Within Corporates, Corporate BBB had the best performance at 0.22%. The Canadian stock market, S&P/TSX, returned 3.42% for the quarter.

In the second quarter, we experienced continued volatility. With no further rate cuts from the Bank of Canada, we saw positive returns for both bonds, and stocks. Investor concern for the economy and markets in the first quarter gave way to a strong recovery in sentiment during the second quarter. The FTSE Canada Universe Bond Index returned -2.01%. Corporate debt outperformed the benchmark with a return of 2.08%. The S&P/TSX returned 6.34% for the quarter.

The FTSE Canada Universe Bond Index returned 2.24% year to date while the Corporate Bond Index returned 2.23%. Infrastructure bonds were the strongest sector, returning to 2.91%. It was also the case that Corporate BBB and Corporate A bonds returned 2.35% and 2.17%, primarily due to characteristics of the index, which has a higher coupon than the Universe Bond Index. Higher quality corporate bonds will likely continue to outperform in the second half as investors search for higher yielding bonds. We are comfortable remaining fully invested and overweighted in BBB corporate bonds.

UNAUDITED INTERIM REPORT STATEMENT

The accompanying interim financial statements have not been reviewed by the external auditors of the Fund. The external auditors will be auditing the annual financial statements of the Fund in compliance with International Financial Reporting Standards.

The interim financial statements have been prepared by management in accordance with IFRS (International financial reporting standards) and include certain amounts that are based on estimates and judgments. Management has ensured that the other financial information presented in this interim report is consistent with the financial statements. The significant accounting policies which management believes are appropriate for the Fund are described in Note 4 of the financial statements.

The Manager is also responsible for maintaining a system of internal controls designed to provide reasonable assurance that assets are safeguarded and that accounting systems provide timely, accurate and reliable financial information.

John H. Simpson
Director
Ridgewood Capital Asset Management Inc.

Paul W. Meyer
Director
Ridgewood Capital Asset Management Inc.

August 14, 2026

Ridgewood Canadian Bond Fund

STATEMENTS OF FINANCIAL POSITION

As at June 30, 2026 (Unaudited) and December 31, 2025

	30-Jun-26	31-Dec-25
	$	$
Assets		
Financial assets at fair value through profit or loss		
(Cost: 30-Jun-26 - $158,607,241; 31-Dec-25 - $147,340,085)	**157,551,767**	145,121,619
Short-term investments at fair value		
(Cost: 30-Jun-26 - $1,396,276; 31-Dec-25 - $2,807,880)	**1,396,276**	2,807,880
Cash	**105,561**	97,110
Accrued interest receivable	**1,240,511**	1,090,215
Dividends receivable	**-**	-
Prepaid fees	**4,329**	3,896
Subscriptions receivable	**510,300**	-
Due from Brokers	**-**	-
Total Assets	**160,808,744**	149,120,720
Liabilities		
Bank overdraft	**-**	-
Accrued expenses	**13,229**	28,407
Distributions Payable	**43**	-
Due to Brokers	**-**	-
Redemptions payable	**1,181**	1,067
Total Liabilities (excluding net assets attributable to holders of redeemable units)	**14,453**	29,474
Net Assets attributable to holders of redeemable units	**160,794,291**	149,091,246
Net assets attributable to holders of redeemable units per unit per class		
Class A	**17,157,578**	14,117,424
Class F	**143,636,713**	134,973,822
	160,794,291	149,091,246
Number of redeemable units outstanding (Note 5)		
Class A	**1,560,351**	1,296,205
Class F	**11,952,161**	11,409,332
	13,512,512	12,705,537
Net assets attributable to holders of redeemable units per unit		
Class A	**10.9960**	10.8914
Class F	**12.0176**	11.8301

On behalf of the Manager,
Ridgewood Capital Asset Management Inc.

John H. Simpson, CFA
Director

Paul W. Meyer, CFA
Director

STATEMENTS OF COMPREHENSIVE INCOME

For the six months periods ended June 30, 2026 and 2025 (Unaudited)

	2026	2025
	$	$
Income		
Interest income for distribution purposes	**3,436,888**	2,739,940
Net gain (loss) on foreign exchange	**(33)**	-
Other changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain on sale of investments	**365,456**	441,418
Net change in unrealized (depreciation) appreciation of investments	**1,162,992**	294,710
Total income	**4,965,303**	3,476,068
Expenses		
Management fees (Note 6 and 7)	**63,602**	54,121
Administrative and other expenses	**35,359**	36,628
HST expense	**16,259**	15,917
Custodian fees	**33,059**	32,425
Audit fees	**10,417**	10,219
Independent Review Committee fees (Note 6)	**8,933**	8,933
Legal fees	**9,010**	13,213
Insurance premium fees	**-**	-
Total operating expenses	**176,639**	171,456
Operating profit	**4,788,664**	3,304,612
Increase in net assets attributable to holders of redeemable units	**4,788,664**	3,304,612
Increase in net assets attributable to holders of redeemable units per unit per class		
Class A	**428,336**	291,805
Class F	**4,360,328**	3,012,807
	4,788,664	3,304,612
Daily average number of redeemable units outstanding		
Class A	**1,319,214**	1,227,490
Class F	**11,648,161**	9,398,825
	12,967,375	10,626,315
Increase in net assets attributable to holders of redeemable units per unit per unit		
Class A	**0.3247**	0.2377
Class F	**0.3743**	0.3206

The accompanying notes are an integral part of the financial statements.

Ridgewood Canadian Bond Fund

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNIT

For the six months periods ended June 30, 2026 and 2025 (Unaudited)

	2026	2025
	$	$
Net assets attributable to holders of redeemable units at beginning of period		
Class A	**14,117,424**	12,536,092
Class F	**134,973,822**	99,528,720
	149,091,246	112,064,812
Distributions to redeemable unitholders		
From net investment income		
Class A	**(248,153)**	(257,679)
Class F	**(2,168,554)**	(1,994,321)
	(2,416,707)	(2,252,000)
From capital gain		
Class A	**-**	-
Class F	**-**	-
	-	-
From return of capital		
Class A	**-**	-
Class F	**-**	-
	-	-
Total distributions to redeemable unitholders		
Class A	**(248,153)**	(257,679)
Class F	**(2,168,554)**	(1,994,321)
	(2,416,707)	(2,252,000)
Redeemable unit transactions (Note 5)		
Proceeds from units issued		
Class A	**5,255,551**	2,722,775
Class F	**7,540,925**	17,297,800
	12,796,476	20,020,575
Amount paid for units redeemed		
Class A	**(2,640,886)**	(2,156,429)
Class F	**(3,084,575)**	(5,248,150)
	(5,725,461)	(7,404,579)
Reinvestment of distributions		
Class A	**245,306**	255,591
Class F	**2,014,767**	1,836,565
	2,260,073	2,092,156
Total redeemable unit transactions		
Class A	**2,859,971**	821,937
Class F	**6,471,117**	13,886,215
	9,331,088	14,708,152
Increase in net assets attributable to holders of redeemable units		
Class A	**428,336**	291,805
Class F	**4,360,328**	3,012,807
	4,788,664	3,304,612
Net assets attributable to holders of redeemable units at end of period		
Class A	**17,157,578**	13,392,155
Class F	**143,636,713**	114,433,421
	160,794,291	127,825,576

STATEMENTS OF CASH FLOWS

For the six months periods ended June 30, 2026 and 2025 (Unaudited)

	2026	2025
	$	$
Cash provided by (used in) operating activities		
Net increase in net assets attributable to holders of re	**4,788,664**	3,304,612
Adjustments for		
Interest income on short-term notes	**(13,903)**	(13,372)
Net realized (gain) on investments excluding foreign (	**(365,456)**	(441,418)
Net change in unrealized (appreciation) of investmen	**(1,162,992)**	(294,710)
Purchase of investments	**(60,259,505)**	(54,540,147)
Proceeds from sale of investments	**50,783,312**	39,403,909
(Increase) in accrued interest receivable	**(150,296)**	(120,502)
(Increase) decrease in prepaid fees	**(433)**	8,014
(Increase) in investment proceeds receivable	**-**	-
(Decrease) in accrued expenses	**(15,178)**	(19,547)
Increase in investment purchases payable	**-**	956,126
Net cash provided by (used in) in operating activities	**(6,395,787)**	(11,757,035)
Cash provided by (used in) financing activities		
Subscriptions received in advance	**(510,300)**	-
Payable for units redeemed	**114**	(100)
Distributions paid to holders of redeemable units, net	**(156,591)**	(159,844)
Proceeds from units issued	**12,796,476**	20,020,575
Amount paid for units redeemed	**(5,725,461)**	(7,404,579)
Net cash provided by (used in) financing activities	**6,404,238**	12,456,052
Increase (decrease) in cash	**8,451**	699,017
Cash, beginning of period	**97,110**	42,909
Cash, end of period	**105,561**	741,926
Interest received	**3,286,592**	2,619,438

The accompanying notes are an integral part of the financial statements.

Ridgewood Canadian Bond Fund

Schedule of Investments (unaudited)

As at June 30, 2026

Par Value		Average Cost	Fair Value	% of Portfolio
		$	$	
Investments				
Treasury Bills				
1,400,000	Canadian Treasury Bill, 2.264%, August 12, 2026	1,396,276	1,396,276	
Total Treasury Bills		**1,396,276**	**1,396,276**	0.87%
Total Short-Term Investments		**1,396,276**	**1,396,276**	**0.87%**
Federal Bonds				
2,650,000	Canada Housing Trust No 1, 3.600%, September 15, 2035	2,625,176	2,665,611	
5,000,000	Canada Housing Trust No 1, 3.800%, September 15, 2036	4,989,199	5,085,585	
650,000	Canadian Government Bond, 3.250%, December 1, 2033	646,341	652,066	
1,000,000	Canadian Government Bond, 3.250%, December 1, 2035	989,340	992,669	
1,400,000	Canadian Government Bond, 3.250%, June 1, 2035	1,378,284	1,394,349	
3,850,000	Canadian Government Bond, 3.500%, December 1, 2057	3,662,456	3,656,651	
1,000,000	PSP Capital Inc, 4.250%, December 1, 2055	952,400	953,480	
Total Federal Bonds		**15,243,196**	**15,400,411**	9.58%
Provincial Bonds				
1,350,000	First Nations Finance Authority, 4.100%, June 1, 2034	1,330,317	1,395,243	
1,000,000	Government of Newfoundland and Labrador, 2.650%, October 17, 2050	944,440	707,695	
1,250,000	Government of Newfoundland and Labrador, 3.300%, October 17, 2046	1,138,788	1,031,016	
1,000,000	Government of the Northwest Territories, 2.200%, September 29, 2051	992,650	626,456	
1,600,000	Province of Alberta Canada, 2.950%, June 1, 2052	1,450,650	1,218,813	
1,000,000	Province of Alberta Canada, 3.100%, June 1, 2050	813,790	791,963	
500,000	Province of Alberta Canada, 3.300%, December 1, 2046	438,275	420,396	
2,100,000	Province of British Columbia Canada, 4.000%, June 18, 2035	2,123,193	2,145,038	
1,000,000	Province of British Columbia Canada, 3.200%, June 18, 2044	905,420	845,164	
2,000,000	Province of Manitoba Canada, 2.050%, September 5, 2052	1,677,255	1,230,084	
1,500,000	Province of Manitoba Canada, 2.850%, September 5, 2046	1,485,186	1,162,353	
500,000	Province of Manitoba Canada, 4.100%, March 5, 2041	488,500	489,355	
1,500,000	Province of Ontario Canada, 1.900%, December 2, 2051	994,475	913,589	
1,750,000	Province of Ontario Canada, 2.650%, December 2, 2050	1,836,417	1,272,052	
1,750,000	Province of Ontario Canada, 2.900%, December 2, 2046	1,361,090	1,383,317	
1,250,000	Province of Ontario Canada, 3.450%, June 2, 2045	1,172,953	1,093,201	
2,450,000	Province of Ontario Canada, 3.500%, June 2, 2043	2,310,427	2,201,352	
900,000	Province of Ontario Canada, 3.650%, June 2, 2033	883,238	912,627	
2,800,000	Province of Ontario Canada, 3.750%, December 2, 2053	2,601,715	2,467,284	
4,000,000	Province of Ontario Canada, 3.800%, December 2, 2034	3,995,843	4,054,752	
500,000	Province of Quebec Canada, 4.200%, December 1, 2057	455,691	469,692	
1,000,000	Province of Quebec Canada, 4.250%, December 1, 2043	945,450	977,199	
1,750,000	Province of Quebec Canada, 3.500%, December 1, 2045	1,730,805	1,520,605	
1,000,000	Province of Saskatchewan Canada, 2.800%, December 2, 2052	896,670	739,122	
1,000,000	South Coast British Columbia Transportation Authority, 4.150%, December 12, 2053	940,030	913,053	
Total Provincial Bonds		**33,913,268**	**30,981,421**	19.27%
Corporate Bonds				
1,025,000	Alphabet Inc, 3.650%, May 15, 2031	1,019,240	1,033,876	
1,000,000	Alphabet Inc, 4.000%, May 15, 2033	998,240	1,014,412	
1,000,000	Alphabet Inc, 4.350%, May 15, 2036	996,620	1,019,114	
500,000	AltaLink LP, 4.742%, May 22, 2054	500,000	493,175	
500,000	AT&T Inc, 5.250%, March 12, 2056	493,310	496,302	
1,000,000	Bank of Montreal, 7.057%, December 31, 2049	1,000,000	1,051,140	
500,000	Bank of Montreal, 7.325%, November 26, 2082	500,000	521,643	
700,000	Bank of Montreal, 7.373%, December 31, 2049	700,000	732,788	
1,000,000	Bank of Nova Scotia/The, 3.700%, July 27, 2081	979,000	994,993	
1,000,000	Bell Telephone Co of Canada or Bell Canada, 4.700%, November 15, 2036	998,150	1,007,667	
775,000	Bell Telephone Co of Canada or Bell Canada, 5.375%, May 12, 2056	774,806	769,823	
1,500,000	Bell Telephone Co of Canada or Bell Canada, 5.625%, March 27, 2055	1,505,850	1,517,007	
1,525,000	Bell Telephone Co of Canada or Bell Canada, 5.875%, May 12, 2056	1,524,543	1,524,865	
750,000	Brookfield Renewable Partners ULC, 5.318%, January 10, 2054	748,933	756,249	
1,000,000	Brookfield Renewable Partners ULC, 5.373%, September 10, 2055	1,000,000	1,009,338	
1,500,000	Brookfield Renewable Partners ULC, 5.450%, March 12, 2055	1,500,750	1,512,237	
500,000	Calgary Airport Authority/The, 3.199%, October 7, 2036	500,000	460,300	
2,000,000	Calgary Airport Authority/The, 3.341%, October 7, 2038	2,000,000	1,827,406	
1,600,000	Calgary Airport Authority/The, 3.454%, October 7, 2041	1,600,000	1,431,586	
500,000	Calgary Airport Authority/The, 3.554%, October 7, 2051	500,000	421,369	
500,000	Cameco Corp, 4.940%, May 24, 2031	499,940	524,883	
1,000,000	Cameco Corp, 5.090%, November 14, 2042	900,000	979,326	
1,000,000	Canadian Imperial Bank of Commerce, 4.000%, January 28, 2082	981,250	1,001,299	
1,000,000	Canadian Imperial Bank of Commerce, 4.150%, April 2, 2035	998,570	1,010,747	
1,500,000	Canadian Imperial Bank of Commerce, 6.369%, April 28, 2085	1,501,225	1,561,643	
1,000,000	Canadian Imperial Bank of Commerce, 7.365%, December 31, 2049	1,000,000	1,042,310	
500,000	Canadian National Railway Co, 5.100%, May 2, 2054	498,780	515,660	
1,000,000	Chubb INA Holdings LLC, 4.034%, June 10, 2033	1,000,000	1,006,223	
1,000,000	Citigroup Inc, 5.365%, March 6, 2036	986,000	1,056,829	
1,000,000	Electricite de France SA, 4.573%, February 6, 2035	1,000,000	1,005,681	
2,500,000	Empire Life Insurance Co/The, 3.625%, April 17, 2081	2,533,250	2,538,335	
1,000,000	Empire Life Insurance Co/The, 6.000%, December 31, 2049	1,000,000	1,012,230	
1,000,000	Enbridge Inc, 4.350%, February 26, 2036	999,840	991,958	
500,000	Enbridge Inc, 5.000%, January 19, 2082	500,313	504,495	
1,000,000	Enbridge Inc, 5.100%, February 26, 2056	998,780	978,297	
1,250,000	Energir LP, 4.830%, June 2, 2053	1,249,413	1,245,489	
1,350,000	Fairfax Financial Holdings Ltd, 5.100%, August 16, 2055	1,343,048	1,311,713	
1,000,000	Fortis Inc/Canada, 4.090%, March 26, 2032	1,000,000	1,011,991	
3,000,000	Fortis Inc/Canada, 5.100%, December 4, 2055	2,999,999	3,018,943	
1,000,000	GC Credit-Bail Quebec Inc, 4.611%, May 27, 2029	1,000,000	1,005,240	
3,000,000	Great-West Lifeco Inc, 3.600%, December 31, 2081	2,749,250	2,951,241	
1,000,000	HomeEquity Bank, 5.820%, August 13, 2029	1,000,000	1,030,538	
1,000,000	Hydro Ottawa Capital Corp, 4.372%, January 30, 2035	1,000,000	1,016,347	
1,500,000	iA Financial Corp Inc, 6.921%, September 30, 2084	1,528,750	1,576,620	
1,000,000	IGM Financial Inc, 5.002%, June 2, 2056	1,000,000	1,009,639	
1,000,000	Intact Financial Corp, 5.642%, March 31, 2086	1,003,000	996,668	
500,000	Inter Pipeline Ltd/AB, 4.637%, May 30, 2044	428,590	457,608	
1,500,000	Inter Pipeline Ltd/AB, 5.091%, November 27, 2051	1,316,810	1,429,147	
500,000	Keyera Corp, 5.663%, January 4, 2054	500,000	524,570	
1,750,000	Manulife Financial Corp, 3.375%, June 19, 2081	1,627,500	1,754,009	
2,500,000	Manulife Financial Corp, 4.100%, March 19, 2082	2,450,000	2,476,042	
1,000,000	MCAP Commercial LP, 4.299%, March 4, 2031	1,000,000	996,004	
1,000,000	National Bank of Canada, 4.333%, August 15, 2035	999,920	1,016,924	
1,000,000	National Bank of Canada, 7.500%, November 16, 2082	1,000,000	1,045,330	
1,000,000	Nova Scotia Power Inc, 5.355%, March 24, 2053	1,000,000	1,039,210	
1,000,000	Pacific Life Global Funding II, 4.195%, July 29, 2032	1,000,000	1,015,448	
1,000,000	Pembina Pipeline Corp, 4.800%, January 25, 2081	979,676	999,792	
1,000,000	Pembina Pipeline Corp, 5.950%, June 6, 2055	1,021,630	1,031,289	
1,000,000	Primaris Real Estate Investment Trust, 5.304%, March 15, 2032	999,930	1,053,141	
1,500,000	Prologis LP, 4.200%, February 15, 2033	1,495,530	1,512,137	
1,000,000	Royal Bank of Canada, 3.650%, November 24, 2081	949,500	993,270	
1,500,000	Royal Bank of Canada, 4.140%, May 5, 2036	1,499,985	1,510,409	
1,000,000	Royal Bank of Canada, 6.500%, May 24, 2086	1,366,790	1,411,778	
750,000	Royal Bank of Canada, 6.698%, December 31, 2049	750,000	792,285	
1,000,000	Royal Bank of Canada, 7.408%, December 31, 2049	1,000,000	1,073,470	
3,000,000	Sagen MI Canada Inc, 4.950%, March 24, 2081	2,836,667	2,842,378	
1,500,000	Sagicor Financial Co Ltd, 6.359%, June 20, 2029	1,500,000	1,564,348	
2,000,000	Sun Life Financial Inc, 5.614%, June 30, 2081	1,945,500	1,982,500	
1,000,000	Teranet Holdings LP, 4.641%, March 7, 2032	1,000,000	1,016,921	
1,000,000	Teranet Holdings LP, 5.010%, March 7, 2035	1,000,000	1,022,651	
1,700,000	Toronto-Dominion Bank/The, 3.600%, October 31, 2081	1,653,075	1,688,031	
1,000,000	Toronto-Dominion Bank/The, 4.208%, June 16, 2036	999,930	1,008,922	
850,000	Toronto-Dominion Bank/The, 4.423%, October 31, 2035	850,000	868,940	
3,000,000	Toronto-Dominion Bank/The, 5.909%, January 31, 2085	2,979,999	3,050,197	
1,000,000	TransAlta Corp, 5.625%, March 24, 2032	1,010,000	1,030,000	
2,500,000	TransAlta Corp, 6.900%, November 15, 2030	2,956,249	2,706,097	
1,900,000	TransAlta Corp, 7.300%, October 22, 2029	1,983,250	2,064,991	
1,000,000	TransCanada PipeLines Ltd, 4.609%, June 24, 2036	1,000,000	1,009,824	
Total Corporate Bonds		**94,211,381**	**95,487,298**	59.38%
Mortgage Backed Securities				
1,000,000	eStruxture Issuer LP, 5.894%, July 20, 2055	1,000,000	1,000,110	
1,750,000	Real Estate Asset Liquidity Trust, 2.873%, February 12, 2031	1,481,830	1,692,075	
3,000,000	Real Estate Asset Liquidity Trust, 3.727%, March 12, 2031	2,842,406	2,877,000	
2,000,000	Real Estate Asset Liquidity Trust, 3.930%, November 12, 2052	1,930,380	1,996,400	
2,000,000	Real Estate Asset Liquidity Trust, 4.020%, June 12, 2054	1,873,513	1,818,800	
1,276,000	Real Estate Asset Liquidity Trust, 5.176%, January 12, 2060	1,230,463	1,256,222	
1,220,000	Real Estate Asset Liquidity Trust, 5.176%, January 12, 2060	1,108,218	1,132,160	
1,000,000	Real Estate Asset Liquidity Trust, 6.264%, December 12, 2029	983,857	995,500	
1,900,000	Real Estate Asset Liquidity Trust, 7.250%, December 12, 2029	1,899,855	1,908,740	
1,000,000	Retained Vantage Data Centers Issuer LLC, 5.250%, September 15, 2048	888,874	1,005,630	
Total Mortgage Backed Securities		**15,239,396**	**15,682,637**	9.75%
Total Bonds and Mortgage Backed Securities		**158,607,241**	**157,551,767**	97.98%
Total Investments		**160,003,517**	**158,948,043**	**98.85%**
Cash and other assets, net of liabilities			**1,846,248**	1.15%
Net assets			**160,794,291**	**100.00%**

1. Establishment of the Fund

Ridgewood Canadian Bond Fund (the “Fund”) is an open-end trust existing under the laws of the Province of Ontario and governed by an amended and restated Master Declaration of Trust dated September 1, 2008, executed by Ridgewood Capital Asset Management Inc. (“Ridgewood” or the “Manager”) in its separate capacities as manager and trustee of the Fund, and a Fund Master Declaration of Trust dated February 18, 1999, as amended on September 1, 2008 and further amended on March 15, 2010 and July 1, 2018. The Fund began operations on February 19, 1999. The Fund’s principal office is 55 University Avenue, Suite 904, Toronto, Ontario M5J 2H7. The fiscal year end of the Fund is December 31.

Ridgewood is also the investment manager and distributor of units of the Fund. RBC Investor & Treasury Services is the custodian, administrator and registrar of the Fund, and, as such, performs certain valuation and other services for the Fund. The financial statements are authorized for issuance by the Manager on August 14, 2026.

2. Investment objective of the Fund

The investment objective of the Fund is to achieve a high level of income, consistent with the preservation of capital and liquidity, from a portfolio of fixed income securities. The Fund is invested primarily in liquid Canadian federal and provincial government securities and those of Canadian corporations rated “BBB” or better by Canadian Bond Rating Service Limited or Dominion Bond Rating Service Limited or other recognized rating agencies. The Fund may also invest in comparable fixed income securities of foreign issuers. Assets of the Fund may also be held in interest-bearing accounts at a bank or trust company, including the custodian, invested in guaranteed investment certificates or invested in Canadian short-term debt obligations.

3. Basis of Presentation

These financial statements have been prepared in compliance with IFRS® Accounting Standards as issued by the International Accounting Standards Board (“IASB”). These semi-annual financial statements as at June 30, 2026 were not reviewed by the Fund’s auditors.

4. Summary of material accounting policy information

Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment funds and derivatives, cash and other trade receivables and payables. All financial assets and liabilities are recognized in the Statement of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership.

Classification and Measurement

The investments are classified as at fair value through profit or loss. The Fund classifies its investments in debt and equity securities and open-ended investment funds based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

These financial assets are managed and their performance is evaluated on a fair value basis. The Fund also manages these financial assets with the objective of realizing cash flows through sales.

Financial assets and financial liabilities at amortized cost

The financial assets and liabilities measured at amortized cost include loans payable, accrued interest receivable, cash, accrued expenses, distribution payable, subscriptions receivable and payable and due to/from brokers.

4. Summary of material accounting policy information (continued)

IFRS 9 Financial Instruments (“IFRS 9”)

Financial assets carried at amortized cost are subject to expected credit loss model (“ECL”) as required by IFRS 9. The Fund’s financial assets measured at amortized cost consist of trade receivables with no financing component and which have maturities of less than 12 months, as such, it has chosen to apply the simplified ECL approach, whereby any loss allowance is recognized based on the lifetime ECLs. Given the short-term nature of the trade receivables and high credit quality these trade receivables are not considered impaired.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statement of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts.

Capital Disclosures

The Fund’s objectives, policies and processes for managing capital are described in Note 2. Information on the Fund’s capital structure is described in Note 5. The Fund does not have any externally imposed capital requirements.

Valuation of Investments

Investments are recorded in the financial statements at their fair value which is determined as follows:

Bonds and Mortgage Backed Securities are valued at the mean of bid/ask prices provided by recognized investment dealers. Mutual fund units held are priced using the NAV per unit which is fair value, as of the valuation date for the particular fund for both reporting Net Assets attributable to holders of redeemable units and daily NAV.

Short-term notes and treasury bills are stated at amortized cost, which approximates fair market value, are included in the Schedule of Investments.

Cash is comprised of cash on deposit.

Investment Transactions

Investment transactions are recorded on trade date. Interest income from investments in bonds and short-term investments are accrued daily. Realized gains and losses from investment transactions are calculated on a weighted average cost basis.

Income Recognition

Interest income for distribution purposes resulting from investments in bonds is recognized on an accrual basis based on the bond coupon rate.

4. Summary of material accounting policy information (continued)

Financial Instruments - Disclosures

The Fund classifies fair value measurements within a hierarchy that prioritize 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 measurements). The three levels of the fair value hierarchy are as follows:

Level 1 Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Investment Manager has the ability to access at the measurement date.

Level 2 Inputs other than quoted prices that is observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 Inputs that are unobservable.

All fair value measurements above are recurring. The carrying values of cash, subscriptions receivable, accrued interest receivable, due to/from brokers, redemptions payable, distributions payable, accrued liabilities and the Fund's obligation for net assets attributable to holders of redeemable units approximates their fair values due to their short-term nature. Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

a) Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain of the Fund's equities do not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) 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.

a) Bonds and short-term investments

Bonds include primarily government and corporate bonds. Short-term notes and treasury bills are stated at amortized cost, plus accrued interest, which approximates fair market value. The inputs that are significant to valuation are generally observable and therefore the Fund's bonds and short-term investments have been classified as Level 2.

Please see Note 12 for these disclosures.

Foreign currency

a) Functional and presentation currency

Items included in the financial statements of the Fund are measured in the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements of the Fund are presented in Canadian Dollar ("CAD") which is the Fund's functional currency.

b) Foreign currency translation

Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary items and non-monetary assets and liabilities that are denominated in foreign currencies are recognized in profit or loss in the year in which they arise. Foreign exchange gains and losses on financial assets and financial liabilities at fair value through profit or loss are recognized together with other changes in fair value.

4. Summary of material accounting policy information (continued)

Critical accounting estimates and judgments

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements:

a) Fair value measurement of derivatives and securities not quoted in active market

The Fund holds financial instruments that are not quoted in active markets. Fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding.

The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to Note 12 – Financial Instruments – Fair Value Disclosure for further information about the fair value measurement of the Fund's financial instruments.

b) Classification and measurement of investments and application of the fair value option

In classifying and measuring financial instruments held by the Fund, the Manager is required to make significant judgments about whether or not the business of the Fund is to manage its portfolio of investments and evaluate performance on a fair value basis and that the portfolio of investments is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The most significant judgments made include assessing and determining the appropriate business model that enables the decision that the Fund's investments are classified as FVTPL.

Recently issued accounting pronouncements

Presentation and Disclosure in Financial Statements

IFRS 18, Presentation and Disclosure in Financial Statements ("IFRS 18"), replaces IAS 1, Presentation of Financial Statements ("IAS 1"), carrying forward many of the requirements in IAS 1 unchanged and complementing them with new requirements, including specified categories and defined subtotals in the statement of profit or loss. IFRS 18 is required to be applied retrospectively for annual reporting periods beginning on or after January 1, 2027, with earlier application permitted. The Fund is currently assessing the impact of adoption of this standard.

5. Redeemable Units

Each unitholder in the Fund acquires redeemable units, which represent an undivided interest in the net assets of the Fund. All redeemable units are of the same class with equal rights and privileges. Each redeemable unit is entitled to one vote at any meeting of unitholders and to equal participation in any distributions made by the Fund. Fractional units are not entitled to voting privileges. Each redeemable unit is redeemable at the option of the unitholder in accordance with the Trust Agreement and the number of redeemable units which may be issued is unlimited. The units of the Fund are fully paid when issued and are generally not transferable.

As of July 1, 2018, the previously issued units of the Fund were renamed class A units and an additional class of units designated as class F units were created for the Fund. Units of class F were issued on July 3, 2018.

Following are the redeemable unit transactions during the periods from January 1 to June 30, 2026 and January 1 to December 31, 2025:

5. Redeemable Units (continued)

	2026		2025	
	Class A	**Class F**	Class A	Class F
Units outstanding, beginning of period	**1,296,205**	**11,409,332**	1,145,624	8,482,921
Units issued	**482,277**	**633,962**	400,683	3,393,695
Units redeemed	**(240,535)**	**(259,964)**	(302,236)	(841,188)
Reinvestment of distribution	**22,404**	**168,831**	52,134	373,904
Units outstanding, end of period	**1,560,351**	**11,952,161**	1,296,205	11,409,332

6. Related party transactions

The Fund's investment activities are managed by Ridgewood Capital Asset Management Inc.

Management fees

Under the terms of the Master Declaration of Trust, the Fund appointed the Manager to provide management services. The Manager receives a fee in respect of each series of a class of the Fund which shall be paid from the assets of the Fund. Services received under the Declaration of Trust include managing or arranging for the management of the Fund's investment portfolio and providing or arranging for all required administrative services to the Fund. Total management fees for the year ended June 30, 2026 amounted to $63,603 (2025 - $54,121).

Independent Review Committee fees

The total remuneration paid to members of the Independent Review Committee ("IRC") during the year ended June 30, 2026 was $8,933 (2025 - $8,933).

7. Management fees and expenses

Ridgewood is entitled to an annual management fee payable out of the assets of each class of units of the Fund. The maximum management fee of each class of units of the Fund is equal to the Maximum Ordinary Expenses, which is the percentage of the weighted average net asset value of each class of units of the Fund as shown below, less the Ordinary Expenses (as defined below) of each class of units of the Fund. The Maximum Ordinary Expenses acts as a cap on the management fee and ordinary expenses of the Fund. The management fee is estimated and paid on a monthly basis as of the last valuation date each month and shall be adjusted annually. The Maximum Ordinary Expenses of a class of units of the Fund will not be increased unless unitholders of the applicable class have received at least 60 days written notice of the increase.

	Class A	Class F
Maximum Ordinary Expenses percentage	1.00%	0.35%

7. Management fees and expenses (continued)

Ordinary Expenses are paid out of the assets of the Fund and include normal course day-to-day operating expenses of the Fund such as fees and expenses payable to the custodian and any sub-custodian, printing and postage expenses incurred in connection with the provision of information to unitholders, legal, accounting and audit fees and regulatory filing fees. Ordinary Expenses may include common and class expenses. Class expenses are expenses that are attributable to a class of units of the Fund, while common expenses are all expenses of the Fund that are not class expenses.

The Fund may also be subject to other expenses incurred in the day-to-day operations of the Fund, including commissions, brokerage fees and other fees and disbursements directly relating to the implementation of transactions for the portfolio of the Fund, costs associated with the IRC, taxes payable by the Fund or to which the Fund may be subject (such as goods and services taxes and harmonized sales taxes), any interest expenses, as well as expenses incurred in respect of matters not in the ordinary course of the day-to-day activities of the Fund, all of which are the responsibility of the Fund. These expenses are not included in the Maximum Ordinary Expenses and accordingly are attributable to both the class A units and the class F units of the Fund, as applicable. If the total ordinary expenses are greater than the Maximum Ordinary Expenses, Ridgewood will reimburse the Fund the amount of such excess.

8. Brokerage commissions

The Fund uses some of the commissions generated from transactions with the brokerage industry for goods and services used in the investment decision making process and other executions.

9. Distributions

Net income and net realized capital gains of the Fund may be declared payable to unitholders of the Fund from time to time at the discretion of Ridgewood, provided that in each year sufficient net income and net realized capital gains will be made payable to unitholders so that the Fund will not be liable for income tax thereon, except to the extent that any tax payable on net realized capital gains retained by the Fund would be immediately refundable to it.

Net income and net realized capital gains payable to unitholders of the Fund will be automatically reinvested in additional units of the Fund as of the valuation date of payment unless the unitholder otherwise requests in writing.

10. Income taxes

The Fund qualifies as a "mutual fund trust" under the Income Tax Act (Canada). The Fund uses the “capital gains refund mechanism” which allows a mutual fund trust to retain some capital gains without paying any tax thereon. As a result, the Fund may not distribute all its net capital gains. The net income and net capital gains of the Fund that would otherwise be taxable in the Fund are either paid or payable to unitholders in each calendar year. Accordingly, no income tax is paid or payable by the Fund. Such income is taxable in the hands of the unitholders.

As at December 31. 2025, capital losses of $5,013,905 (2024 - $10,753,029) are available for utilization against realized gains on sales of investments in future years. The capital losses can be carried forward indefinitely. The Fund has no non-capital losses.

11. Financial instruments and risk management

The Fund’s financial instruments consist of bonds, short-term investments, and cash. As a result, the Fund is primarily exposed to interest rate risk and credit risk.

These risks and related risk management practices employed by the Fund are discussed below.

Interest Rate Risk

The Fund’s interest-bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

The table summarizes the Fund’s exposure to interest rate risks, categorized by the earlier of contractual re-pricing or maturity dates.

As at June 30, 2026

	Less than 1 month	**1 - 3 months**	**3 months - 1 year**	**1 - 3 years**	**3-5 years**	**More than 5 years**	**Non Interest bearing**	**Total**
	$	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Interest Rate Exposure	**-**	**1,396,276**	**-**	**2,569,588**	**15,829,703**	**139,152,476**	**-**	**158,948,043**

As at December 31, 2025

	Less than 1 month	1 - 3 months	3 months - 1 year	1 - 3 years	3-5 years	More than 5 years	Non Interest bearing	Total
	$	$	$	$	$	$	$	$
Interest Rate Exposure	1,388,915	1,418,964	1,998,520	1,027,110	10,815,287	131,280,703	-	147,929,499

At June 30, 2026, should interest rates have decreased by 100 basis points with all other variables remaining constant, the increase in net assets attributable to holders of redeemable units for the year would amount to approximately $7.1 million (December 31, 2025 - $7.0 million), arising substantially from the increase in market values of debt securities. Conversely, if interest rates had risen by 100 basis points, the decrease in net assets attributable to holders of redeemable units would amount to approximately $ 7.1 million (December 31, 2025 - $7.0 million).

Credit Risk

Financial instruments that potentially subject the Fund to a concentration of a credit risk consist primarily of cash and investments. The Fund limits its exposure to credit loss by placing its cash and short-term investments with high-quality government and financial institutions. To maximize the credit quality of its investments, the Fund’s managers perform ongoing credit evaluations based upon factors surrounding the credit risk of customers, historical trends and other information. The Fund measures credit risk and lifetime ECL's related to the accrued interest receivables using historical analysis and forward looking information.

The Fund’s main credit risk concentration is spread between AAA/Aaa and BB/Ba rated securities.

The Fund invests in financial assets, which have an investment grade as rated by a well-known rating agency DBRS Morningstar.

11. Financial instruments and risk management (continued)

Credit Risk (continued)

Rating	**June 30, 2026 As a % of net assets attributable to holders of redeemable units**
AAA/Aaa	**15.15%**
AA/Aa	**17.97%**
A/A	**19.23%**
BBB/Baa	**46.50%**
Total	**98.85%**

Rating	December 31, 2025 As a % of net assets attributable to holders of redeemable units
AAA/Aaa	17.87%
AA/Aa	20.14%
A/A	15.90%
BBB/Baa	45.31%
Total	99.22%

All transactions in listed securities are settled for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations.

Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund's transactions and holdings are all in Canadian dollars, so there is no currency risk (2025 - $Nil).

Liquidity Risk

Liquidity risk is the risk that a Fund will encounter difficulty in meeting obligations associated with its daily cash redemption of units. Liquidity risk is managed by investing the majority of the Fund's assets in investments that are traded in an active market and which can be readily disposed of and by retaining sufficient cash positions. The tables below analyze the Fund's financial liabilities as at June 30, 2026 and December 31, 2025.

11. Financial instruments and risk management (continued)

Liquidity Risk (continued)

June 30, 2026

Financial Liabilities		**On Demand**		**< 3 Months**		**Total**
Redemptions payable	$	-	$	1,181	$	1,181
Accrued expenses		-		13,229		13,229
Distributions payable		-		43		43
Net assets attributable to holders of redeemabale units		160,794,291		-		160,794,291
Total Liabilities	**$**	**160,794,291**	**$**	**14,453**	**$**	**160,808,744**

December 31, 2025

Financial Liabilities		On Demand		< 3 Months		Total
Redemptions payable	$	-	$	1,067	$	1,067
Accrued expenses		-		28,407		28,407
Net assets attributable to holders of redeemabale units		149,091,246		-		149,091,246
Total Liabilities	$	149,091,246	$	29,474	$	149,120,720

Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The following is a summary of the Fund's concentration risk as a percentage of net assets attributable to holders of redeemable units:

Market segments	**June 30, 2026**	December 31, 2025
Canadian Short Term Investments	**0.87%**	1.88%
Federal Bonds	**9.58%**	12.86%
Provincial Bonds	**19.27%**	20.73%
Corporate Bonds	**59.38%**	51.65%
Mortgage Backed Securities	**9.75%**	12.10%
Total	**98.85%**	99.22%

12. Financial Instruments

Fair Value Disclosure

The Fund's assets recorded at fair value have been categorized based upon the fair value hierarchy described in Note 4. The following fair value hierarchy table presents information about the Fund's assets measured at fair value on a recurring basis as of June 30, 2026 and December 31, 2025.

				Financial assets at fair value as of June 30, 2026
	Level 1	**Level 2**	**Level 3**	**Total**
	$	**$**	**$**	**$**
Cash	**105,561**	**-**	**-**	**105,561**
Bonds	**-**	**141,869,130**	**-**	**141,869,130**
Mortgage Backed Securities (MBS)	**-**	**15,682,637**	**-**	**15,682,637**
Short Term Investments	**-**	**1,396,276**	**-**	**1,396,276**
	105,561	**158,948,043**	**-**	**159,053,604**

				Financial assets at fair value as of December 31, 2025
	Level 1	Level 2	Level 3	Total
	$	$	$	$
Cash	97,110	-	-	97,110
Bonds	-	127,091,368	-	127,091,368
Mortgage Backed Securities (MBS)	-	18,030,251	-	18,030,251
Short Term Investments	-	2,807,880	-	2,807,880
	97,110	147,929,499	-	148,026,609

During the six months period ended June 30, 2026, there were no significant transfers made between Levels 1 and 2 as a result of changes in the availability of quoted market prices or observable market inputs.

During the six months period ended June 30, 2026, there were no significant transfers made from Levels 2 to 3 as a result of changes in the availability of quoted market prices or observable market inputs.

During the year ended December 31, 2025, there were no significant transfers made between Levels 1 and 2 as a result of changes in the availability of quoted market prices or observable market inputs.

Mutual Funds
Managed by Ridgewood Capital Asset Management Inc.

Ridgewood Canadian Bond Fund

Head Office:
Ridgewood Capital Asset Management Inc.
55 University Avenue, Suite 904
Toronto ON
M5J 2H7

Visit our website at www.ridgewoodcapital.ca for additional information on Ridgewood Funds.