

INTERIM REPORT TO UNITHOLDERS

2025 Q1 | FOR THE PERIOD ENDED March 31, 2025

Partners Value Investments LP (the “Partnership”) recorded net income of \$24.6 million for the quarter ended March 31, 2025, compared to net income of \$26.3 million in the prior year quarter. Net income was in line with the prior year quarter as higher investment income and valuation gains were offset by the absence of foreign currency gains and tax recoveries recognized in the prior year quarter. Income of \$22.2 million was attributable to the Equity Limited Partners (\$0.32 per Equity LP unit) and income of \$2.4 million was attributable to Preferred Limited Partners.

The Partnership recorded a net book value of \$96.32 per unit as at March 31, 2025 (December 31, 2024 - \$102.80 per unit). The decrease in value was primarily driven by a lower market price of Brookfield Corporation and Brookfield Asset Management Ltd. common shares at the end of the quarter.

These consolidated financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34 Interim Financial Reporting as issued by the International Accounting Standards Board (“IASB”). This interim financial report has not been reviewed by an auditor.



Cyrus Madon
Chief Executive Officer
May 20, 2025

FORWARD-LOOKING INFORMATION

This interim report contains “forward-looking information” and “forward-looking statements” within the meaning of Canadian provincial securities laws and any applicable Canadian securities regulations. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future results, events or conditions, and include, but are not limited to, statements which reflect management’s current estimates, beliefs and assumptions regarding the operations, business, financial condition, expected financial results, performance, prospects, opportunities, priorities, targets, goals, ongoing objectives, strategies, capital management and outlook of the Partnership, as well as the outlook for North American and international economies for the current fiscal year and subsequent periods, and which are in turn based on our experience and perception of historical trends, current conditions and expected future developments, as well as other factors management believes are appropriate in the circumstances. The estimates, beliefs and assumptions of the Partnership are inherently subject to significant business, economic, competitive and other uncertainties and contingencies regarding future events and as such, are subject to change. Forward-looking statements are typically identified by words such as “expect”, “anticipate”, “believe”, “foresee”, “could”, “estimate”, “goal”, “intend”, “plan”, “seek”, “strive”, “will”, “may” and “should” and similar expressions.

Although the Partnership believes that such forward-looking statements are based upon reasonable estimates, beliefs and assumptions, actual results may differ materially from the forward-looking statements. Factors that could cause actual results to differ materially from those contemplated or implied by forward-looking statements and information include, but are not limited to: the financial performance of Brookfield Corporation, the impact or unanticipated impact of general economic, political and market factors; the behavior of financial markets, including fluctuations in interest and foreign exchanges rates; limitations on the liquidity of our investments; global equity and capital markets and the availability of equity and debt financing and refinancing within these markets; strategic actions including dispositions; changes in accounting policies and methods used to report financial condition (including uncertainties associated with critical accounting assumptions and estimates); the effect of applying future accounting changes; business competition; operational and reputational risks; technological change; changes in government regulation and legislation; changes in tax laws; risks associated with the use of financial leverage; catastrophic events, such as earthquakes and hurricanes; the possible impact of international conflicts and other developments including terrorist acts; and other risks and factors detailed from time to time in our documents filed with the securities regulators in Canada.

We caution that the foregoing list of important factors that may affect future results is not exhaustive and other factors could also adversely affect future results. Readers are urged to consider these risks, as well as other uncertainties, factors and assumptions carefully in evaluating the forward-looking statements and are cautioned not to place undue reliance on such forward-looking statements, which are based only on information available to us as of the date of this interim report and such other date specified herein. Except as required by law, the Partnership undertakes no obligation to publicly update or revise any forward-looking statements, whether written or oral, that may be as a result of new information, future events or otherwise.

Past performance is not indicative nor a guarantee of future results. There can be no assurance that comparable results will be achieved in the future, that future investments will be similar to historic investments discussed herein, that targeted returns, growth objectives, diversification or asset allocations will be met or that an investment strategy or investment objectives will be achieved (because of economic conditions, the availability of appropriate opportunities or otherwise).

STATEMENTS OF FINANCIAL POSITION

(Unaudited)

As at

(Thousands, US dollars)

	March 31, 2025	December 31, 2024
Assets		
Cash and cash equivalents	\$ 308,077	\$ 156,977
Accounts receivable and other assets	54,375	48,924
Investment in Brookfield Corporation ¹	6,339,885	6,949,656
Investment in Brookfield Asset Management Ltd. ²	1,492,635	1,669,488
Investment in Brookfield Wealth Solutions Ltd. ³	428,584	471,787
Other investments carried at fair value	346,818	343,090
	<u>\$ 8,970,374</u>	<u>\$ 9,639,922</u>
Liabilities and equity		
Accounts payable and other liabilities	\$ 44,194	\$ 42,055
Corporate borrowings	208,094	208,168
Preferred shares ⁴	1,074,573	939,057
Deferred tax liability	9,469	7,933
	<u>1,336,330</u>	<u>1,197,213</u>
Equity		
Equity Limited Partners	7,452,974	8,261,639
Preferred Limited Partners	152,040	152,040
Non-controlling interests	29,030	29,030
	<u>7,634,044</u>	<u>8,442,709</u>
	<u>\$ 8,970,374</u>	<u>\$ 9,639,922</u>

1 The investment in Brookfield Corporation ("BN") consists of 121 million BN shares with a quoted market value of \$52.41 per share as at March 31, 2025 (December 31, 2024 – \$57.45).

2 The investment in Brookfield Asset Management Ltd. ("BAM") consists of 31 million BAM shares with a quoted market value of \$48.45 per share as at March 31, 2025 (December 31, 2024 – \$54.19).

3 Brookfield Wealth Solutions Ltd. ("BWS") Class A shares are exchangeable into BN Class A shares on a one-for-one basis.

4 Represents \$851 million of retractable preferred shares less \$12 million of unamortized issue costs as at March 31, 2025 (December 31, 2024 – \$712 million less \$9 million) and \$236 million of three series of preferred shares (December 31, 2024 – \$236 million).

The information in the following table shows the changes in net book value:

For the three months ended March 31 (Thousands, except per unit amounts)	2025		2024	
	Total	Per Unit	Total	Per Unit
Net book value, beginning of period ¹	\$ 8,375,682	\$ 102.80	\$ 5,783,620	\$ 70.74
Net income ²	22,220		24,714	
Other comprehensive (loss) income ²	(828,447)		290,050	
Adjustment for impact of warrants ¹	(173)		(6,120)	
Equity LP repurchases	(2,438)		(3,617)	
Net book value, end of period ³	<u>\$ 7,566,844</u>	<u>\$ 96.32</u>	<u>\$ 6,088,647</u>	<u>\$ 74.52</u>

1 Calculated on a fully diluted basis. Net book value is a non-IFRS measure used by management to measure the value of an Equity LP unit on a fully diluted basis. It is equal to total equity less General Partner equity, Preferred Limited Partners' equity, non-controlling interests' equity plus the value of consideration to be received on exercising of warrants, which as at March 31, 2025, was \$114 million (December 31, 2024 – \$114 million).

2 Attributable to Equity Limited Partners.

3 At the end of the period, the diluted Equity LP units outstanding were 78,560,143 (December 31, 2024 – 81,474,610); this includes 2,702,321 (December 31, 2024 – 5,640,600) Equity LP units exchangeable on a one-for-one basis with shares of a non-wholly owned subsidiary, and units issued through the exercise of all outstanding warrants; including 585,938 (December 31, 2024 – 585,938) warrants held by partially-owned subsidiaries of the Partnership.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following Management's Discussion and Analysis for the three months ended March 31, 2025, is dated May 20, 2025.

OVERVIEW

Partners Value Investments L.P. (the "Partnership") is a publicly listed partnership and is governed by the laws of Bermuda. The Partnership is an investment holding company with principal investments in approximately 121 million Class A Limited Voting Shares ("BN shares") of Brookfield Corporation and approximately 31 million Class A Limited Voting Shares ("BAM shares") of Brookfield Asset Management Ltd. These consolidated financial statements include the accounts of the Partnership's subsidiaries: Partners Value Investments Inc. ("PVII") and Partners Value Split Corp. ("Partners Value Split" or "PVS").

The Partnership was formed on October 25, 2023, in connection with a re-organization that was carried out by way of a statutory plan of arrangement pursuant to section 182 of the Business Corporations Act (Ontario) (the "2023 Re-organization") with an effective date of November 24, 2023. Pursuant to the 2023 Re-organization, the Partnership succeeded its predecessor entity, similarly named Partners Value Investments LP (the "Prior Partnership"), which was terminated as part of the 2023 Re-organization. After its formation, the Partnership amended its authorized capital to include general partnership units, equity limited partnership units and class A preferred limited partnership units (Series 1, 2, 3 and 4), with the capital structure and unit terms being substantially the same as the Prior Partnership.

The Partnership is managed by its general partner, PVI Management Trust (the "General Partner").

Additional information on the Partnership and its public subsidiaries is available on SEDAR+ at www.sedarplus.ca.

RESULTS OF OPERATIONS

The Partnership recorded net income of \$24.6 million for the three months ended March 31, 2025, compared to net income of \$26.3 million in the prior year quarter. Net income was in line with the prior year quarter as higher investment income and valuation gains were offset by the absence of foreign currency gains and tax recoveries recognized in the prior year quarter. Income of \$22.2 million was attributable to the Equity Limited Partners (\$0.32 per Equity LP unit) and income of \$2.4 million was attributable to Preferred Limited Partners.

As at March 31, 2025, the market prices of a BN (NYSE/TSX: BN) and BAM (NYSE/TSX: BAM) share were \$52.41 and \$48.45, respectively (December 31, 2024 – \$57.45 and \$54.19, respectively).

The following table presents the details of the Partnership's net income for three months ended March 31, 2025, and 2024:

(Unaudited)

For the three months ended March 31

(Thousands, US dollars)

	2025	2024
Investment income		
Dividends	\$ 26,559	\$ 24,027
Other investment income	7,179	4,035
	<u>33,738</u>	<u>28,062</u>
Expenses		
Operating expenses	(1,352)	(2,437)
Financing costs	(2,417)	(2,481)
Retractable preferred share dividends	(10,041)	(9,736)
	<u>(13,810)</u>	<u>(14,654)</u>
Other items		
Investment valuation gains	7,212	924
Amortization of deferred financing costs	(912)	(884)
Foreign currency (losses) gains	(124)	8,899
Current taxes (expense) recovery	(361)	8,069
Deferred taxes expense	(1,102)	(4,158)
Net income	<u>\$ 24,641</u>	<u>\$ 26,258</u>

(Unaudited)
For the three months ended March 31
(Thousands, US dollars)

	2025	2024
Net income attributable to:		
Equity Limited Partners	\$ 22,220	\$ 24,714
Preferred Limited Partner	2,421	1,544
	<u>\$ 24,641</u>	<u>\$ 26,258</u>

Investment income consists of the following:

For the three months ended March 31
(Thousands, US dollars)

	2025	2024
Dividends		
Brookfield Corporation	\$ 10,884	\$ 9,675
Brookfield Asset Management Ltd.	13,470	11,900
Brookfield Wealth Solutions Ltd.	743	609
Other securities	1,462	1,843
	<u>26,559</u>	<u>24,027</u>
Other investment income	7,179	4,035
	<u>\$ 33,738</u>	<u>\$ 28,062</u>

During the three months ended March 31, 2025, the Partnership recorded dividend income of \$10.9 million (March 31, 2024 – \$9.7 million) from its investment in BN, \$13.5 million (March 31, 2024 – \$11.9 million) from its investment in BAM, \$0.7 million from its investment in BWS (March 31, 2024 – \$0.6 million) and \$1.5 million (March 31, 2024 – \$1.8 million) from its other securities investments. Other investment income was higher during the three months ended March 31, 2025, primarily due to higher distributions on our private investments.

Investment valuation gains include unrealized gains and losses on the Partnership's investments (including financial derivatives) which are recorded at fair value and realized gains and losses on the disposition of the Partnership's investments. The amount will fluctuate depending on the Partnership's investment activities and performance. The current quarter's investment valuation gains were primarily driven by increases in the market value of the trading portfolio.

Foreign currency (losses) gains represent net losses and gains arising from the impact of changes in the exchange rate on the book value Canadian dollar ("CAD") denominated preferred shares issued by Partners Value Split Corp., corporate borrowings issued by Partners Value Investments Inc. and the realization of certain of foreign exchange contracts. The Partnership recorded foreign currency losses in the current quarter due to volatility in the Canadian dollar of which the majority of the Partnership's liabilities are denominated.

FINANCIAL POSITION

The Partnership's total assets were \$9.0 billion at March 31, 2025 (December 31, 2024 – \$9.6 billion) and consist primarily of its \$6.3 billion investment in approximately 121 million BN shares (December 31, 2024 – \$6.9 billion), its \$1.5 billion investment in approximately 31 million BAM shares (December 31, 2024 – \$1.7 billion). The market price of a BN and BAM share were \$52.41 and \$48.45, respectively, as at March 31, 2025, compared to \$57.45 and \$54.19, respectively, as at December 31, 2024.

Investment Portfolio

As at (Thousands, US dollars) ¹	Classification ²	Number of Shares		Fair Value	
		Mar. 31, 2025	Dec. 31, 2024	Mar. 31, 2025	Dec. 31, 2024
Brookfield Corporation	FVTOCI				
Directly and Indirectly Held		1,357,434	1,357,434	\$ 71,142	\$ 77,985
Partners Value Split Corp		119,611,449	119,611,449	6,268,743	6,871,671
		120,968,883	120,968,883	\$ 6,339,885	\$ 6,949,656
Exchangeable - Brookfield Wealth Solutions Ltd. ³	FVTOCI	8,213,563	8,213,563	428,584	471,787
		129,182,446	129,182,446	\$ 6,768,469	\$ 7,421,443
Brookfield Asset Management Ltd.	FVTOCI				
Directly and Indirectly Held		905,098	905,098	\$ 43,852	\$ 49,047
Partners Value Split Corp		29,902,862	29,902,862	1,448,783	1,620,441
		30,807,960	30,807,960	\$ 1,492,635	\$ 1,669,488
Other investments classified as FVTOCI					
Brookfield Business Partners L.P.	FVTOCI	3,698,321	3,698,321	\$ 89,106	\$ 87,444
Other securities portfolio	FVTOCI	Various	Various	39,321	35,767
Other securities portfolio	FVTPL	Various	Various	218,391	219,879
				257,712	255,646
				\$ 346,818	\$ 343,090

1 Unless otherwise mentioned, all investments are directly held.

2 Changes in fair value of investments classified as FVTOCI are recorded in other comprehensive income, and changes in fair value of FVTPL are recorded in net income.

3 BWS Class A shares are exchangeable into BN Class A shares on a one-for-one basis.

Brookfield Corporation

Brookfield Corporation is a leading global investment firm focused on building long-term wealth for institutions and individuals around the world. This capital is allocated across three core businesses: asset management, wealth solutions and operating businesses. BN is listed on the New York and Toronto Stock Exchanges under the symbol BN and BN.TO, respectively. The Partnership's investment in BN represents approximately an 8% interest in BN.

Brookfield Asset Management Ltd.

Brookfield Asset Management Ltd. is a leading global alternative asset manager with over \$1 trillion of assets under management across real estate, infrastructure, renewable power and transition, private equity and credit as of March 31, 2025. BAM is listed on the New York and Toronto Stock Exchanges under the symbol BAM and BAM.TO, respectively. The Partnership's investment in BAM represents approximately a 2% interest in BAM.

Brookfield Listed Affiliates

As at March 31, 2025, the Partnership holds investments in Brookfield Business Partners LP ("BBU") and BWS. BBU owns business services and industrial operations with a focus on high-quality businesses that are low-cost procedures and/or benefit from high barriers to entry. BWS is a leading wealth solutions provider focused on securing the financial futures of individuals and institutions through a range of wealth protection products, retirement services and tailored capital solutions.

Other Securities Portfolio

Other securities portfolio is focused on capital preservation, invested primarily in liquid investments. The increase in the portfolio is primarily due to investment valuation gains, partially offset by the distributions received from private fund investments.

Corporate Borrowings

As at (Thousands, US dollars)	Book Value	
	Mar. 31, 2025	Dec. 31, 2024
Partners Value Split Class AA		
4.375% Corporate Bond – November 15, 2027	\$ 104,250	\$ 104,295
4.00% Corporate Bond – November 15, 2028	104,250	104,295
4.50% Series 10 Debentures – February 29, 2028	—	17
	<u>208,500</u>	<u>208,607</u>
Deferred financing costs ¹	<u>(406)</u>	<u>(439)</u>
	<u>\$ 208,094</u>	<u>\$ 208,168</u>

¹ Deferred financing costs are amortized over the term of the borrowing using the effective interest method.

As at March 31, 2025, there were no debentures outstanding (December 31, 2024 – 1,000 Series 10 debentures, CAD \$25 thousand).

In addition to corporate borrowings, the Partnership has access to a revolving credit facility with a major Canadian financial institutional lender in the amount of C\$110 million and was undrawn as of March 31, 2025 (December 31, 2024 – \$nil).

Deferred Taxes

The deferred taxes balance represents the potential tax liability or recoveries arising from the difference between the carrying value of net assets and the respective tax values. Changes in the deferred taxes balance are mainly related to changes in the market value of the Partnership's investments and foreign currency fluctuations.

Equity

As at March 31, 2025, unitholders' equity consisted of \$7.5 billion of Equity Limited Partner equity, \$152 million of Preferred Limited Partner equity, and \$29 million of non-controlling interests (December 31, 2024 – \$8.3 billion of Equity Limited Partner equity, \$152 million of Preferred Limited Partner equity, and \$29 million of non-controlling interests). The decrease in equity is primarily the result of unrealized losses on the Brookfield shares.

Preferred Shares

The preferred shares and units issued by the Partnership and its subsidiaries are comprised of the following:

As at (Thousands, US dollars)	Shares Outstanding		Book Value	
	Mar. 31, 2025	Dec. 31, 2024	Mar. 31, 2025	Dec. 31, 2024
Partners Value Split Class AA				
4.90% Series 9 – February 28, 2026	5,996,800	5,996,800	104,194	104,239
4.70% Series 10 – February 28, 2027	6,000,000	6,000,000	104,250	104,295
4.75% Series 11 – October 31, 2025	6,000,000	6,000,000	104,250	104,295
4.40% Series 12 – February 29, 2028	6,899,000	6,899,000	119,870	119,922
4.45% Series 13 - May 31, 2029	6,000,000	6,000,000	104,250	104,295
5.50% Series 14 – June 30, 2030	6,000,000	6,000,000	104,250	104,295
5.15% Series 15 – March 31, 2031	8,000,000	—	139,000	—
Partners Value Investments LP Class A ¹				
4.00% Series 2 – December 14, 2026	3,156,867	3,156,867	78,922	78,922
4.00% Series 3 – December 14, 2031	3,156,867	3,156,867	78,922	78,922
4.00% Series 4 – December 14, 2036	3,157,491	3,157,491	78,937	78,937
Partners Value Investments Inc Class A				
4.00% Series 1 – November 27, 2030	69,853,759	69,903,759	69,854	69,904
			<u>1,086,699</u>	<u>948,026</u>
Deferred financing costs ¹			<u>(12,126)</u>	<u>(8,969)</u>
			<u>\$ 1,074,573</u>	<u>\$ 939,057</u>

¹ Deferred financing costs are amortized over the term of the borrowing using the effective interest method.

LIQUIDITY AND CAPITAL RESOURCES

The Partnership holds cash and cash equivalents totalling \$308 million and investments of \$8.6 billion as at March 31, 2025 (December 31, 2024 – \$157 million and \$9.4 billion). The Partnership has operating cash requirements of \$54 million (December 31, 2024 – \$51 million) in scheduled dividend and interest payments on its preferred shares and corporate borrowings, which are less than the expected regular distributions anticipated to be received from BN, BAM and other securities held by the Partnership. The Partnership believes it has sufficient liquid assets, operating cash flow and financing alternatives to meet its obligations.

BUSINESS ENVIRONMENT AND RISKS

The Partnership's activities expose it to a variety of financial risks, including market risk (i.e., currency risk, interest rate risk, and other price risk), credit risk and liquidity risk. The following are risk factors relating to an investment in the units of the Partnership.

Catastrophic events (or combination of events), such as earthquakes, tornadoes, floods, wildfires, pandemics/epidemics, climate change, military conflict/war or terrorism/sabotage, could adversely impact the financial performance of Brookfield. The Partnership's investment portfolio is largely comprised of BN and BAM Shares.

Brookfield's operating businesses and managed assets could be exposed to effects of catastrophic events, such as severe weather conditions, natural disasters, major accidents, pandemics/epidemics, acts of malicious destruction, climate change, war/military conflict or terrorism, which could materially adversely impact its operations.

A local, regional, national or international outbreak of a contagious disease, such as COVID-19, which spreads across the globe at a rapid pace impacting global commercial activity and travel, or future public health crises, epidemics or pandemics, could materially and adversely affect Brookfield's results of operations and financial condition due to disruptions to commerce, reduced economic activity and other unforeseen consequences that are beyond Brookfield's control.

Natural disasters and ongoing changes to the physical climate in which Brookfield, its businesses and its managed assets operate may have an adverse impact on its business, financial position, results of operations or cash flows. Changes in weather patterns or extreme weather (such as floods, wildfires, droughts, hurricanes and other storms) may negatively affect Brookfield's operations or damage assets that it may own or develop. Further, rising sea levels could, in the future, affect the value of any low-lying coastal real assets that Brookfield may own or manage. Climate change may increase the frequency and severity of severe weather conditions and may change existing weather patterns in ways that are difficult to anticipate. Responses to these changes could result in higher costs, such as the imposition of new property taxes and increases in insurance rates or additional capital expenditures.

Brookfield's commercial office strategy is concentrated in large metropolitan areas, some of which have been or may be perceived to be threatened by terrorist attacks or acts of war. Furthermore, many of such properties consist of high-rise buildings that may also be subject to this actual or perceived threat. The perceived threat of a terrorist attack or outbreak of war could negatively impact Brookfield's ability to lease office space in its real estate portfolio. Renewable power and infrastructure assets that are owned and managed by Brookfield, such as roads, railways, power generation facilities and ports, may also be targeted by terrorist organizations or in acts of war. Any damage or business interruption costs as a result of uninsured or underinsured acts of terrorism or war could result in a material cost to us and could adversely affect Brookfield's business, financial condition or results of operation. Adequate terrorism insurance may not be available at rates Brookfield believes to be reasonable in the future. These risks could be heightened by foreign policy decisions of the U.S. (where Brookfield has significant operations) and other influential countries or general geopolitical conditions.

Additionally, Brookfield's businesses and managed assets rely on free movement of goods, services and capital from around the globe. Any slowdown in international investment, business or trade as a result of catastrophic events could also have a material adverse effect on its business, financial position, results of operations or cash flows.

Fluctuations in Value of Investments

The value of the Equity LP units may vary according to the value of BN shares, BAM shares and other securities owned by the Partnership. The value of these investments may be influenced by factors not within the control of the Partnership, including the financial performance of BN, BAM and other investees, interest rates and other financial market conditions. As a result, the net asset value of the Partnership may vary from time to time. The future value of the Equity LP units will be largely dependent on the value of BN and BAM shares. A material adverse change in the business, financial conditions or results of operations of BN, BAM and other investees of the Partnership will have a material adverse effect on the common shares of the Partnership. In addition, the Partnership may incur additional financial leverage in order to acquire, directly or indirectly, additional securities issued by BN and BAM, which would increase both the financial leverage of the Partnership and the dependency of the future value of the Equity LP units on the value of BN and BAM shares.

Foreign Currency Exposure

Certain of the Partnership's other investments are denominated in currencies other than the United States dollar. Accordingly, the value of these assets may vary from time to time with fluctuations in the exchange rate relative to the United States dollar. In addition, these investments pay distributions and interest in other currencies. Strengthening of these currencies relative to the United States dollar could decrease the amount of cash available to the Partnership.

Leverage

The Partnership's assets are financed in part with the retractable preferred shares and corporate borrowings issued by our subsidiaries. This results in financial leverage that will increase the sensitivity of the value of the Equity LP units to changes in the values of the assets owned by the Partnership. A decrease in the value of the Partnership's investments may have a material adverse effect on the Partnership's business and financial conditions.

Liquidity

The Partnership's liquidity requirements are typically limited to funding interest and dividend obligations on outstanding financial obligations. Holders of the Partnership's retractable preferred shares issued by the Partnership's subsidiaries have the ability to retract their shares. Debentures, as opposed to cash, can be issued to settle retractions of the preferred shares.

The Partnership maintains financial assets and credit facilities to fund liquidity requirements in the normal course, in addition to its investment in BN and BAM shares. The Partnership's policy is to hold BN shares and not engage in trading, however shares are available to be sold to fund retractions and redemptions of preferred shares or common shares. The Partnership's ability to sell a substantial portion of BN and BAM shares may be limited by resale restrictions under applicable securities laws that will affect when or to whom BN or BAM shares may be sold. Accordingly, if and when the Partnership is required to sell either BN or BAM shares, the liquidity of such shares may be limited. This could affect the time it takes to sell the Brookfield shares and the price obtained by the Partnership for the shares sold.

No Ownership Interest

A direct investment in the Partnership's Equity LP Units does not constitute a direct investment in BN and BAM shares or other securities held by the Partnership, and holders of Equity LP Units do not have any voting rights in respect of such securities.

Use of Derivatives for Hedging Purposes

The Partnership may, in the future, use derivatives for foreign currency hedging. The Partnership may hedge the Canadian-US dollar exchange rate and, in addition, may engage in interest rate hedging. Hedging using derivatives is intended to mitigate market or portfolio risk. There can be no assurance, however, that currency, market or interest hedging transactions will be effective. Hedging against a decline in the value of a currency does not eliminate fluctuations in the prices of portfolio securities or prevent losses if the prices of such securities decline. It also precludes the opportunity for gain if the value of the hedged currency should rise. Moreover, it may not be possible to hedge against generally anticipated devaluations, as the Partnership may not be able to contract to sell the currency at a price above the devaluation level generally anticipated. There can be no assurance that a liquid exchange or over-the-counter market will exist to permit the Partnership to realize its profits or limit its losses by closing out positions. The Partnership is subject to the credit risk that its counterparty may be unable to meet its obligations. In addition, there is the risk of loss of margin deposits in the event of bankruptcy of a dealer with whom the Partnership has an open derivative position.

Security of our Information and Technology Systems

The Partnership's information technology systems face ongoing cybersecurity threats and attacks, which could result in the failure of such infrastructure. We may in the future be subject to cyber-terrorism or other cybersecurity risks or other breaches of information technology security, noting the increasing frequency, sophistication and severity of these kinds of incidents. In particular, our information technology systems may be subject to cyber terrorism intended to obtain unauthorized access to our proprietary information, personally identifiable information or to client or third-party data stored on our systems, destroy or disable our data, and/or that of our business partners, disclose confidential data in breach of data privacy legislation, destroy data or disable, degrade or sabotage our systems, through the introduction of computer viruses, cyber-attacks and other means. Such attacks could originate from a wide variety of sources, including internal actors or unknown third parties. Further, unauthorized parties may also gain physical access to our facilities and infiltrate our information systems or attempt to gain access to information and data. The sophistication of the threats continue to evolve and grow, including the risk associated with the use of emerging technologies, such as artificial intelligence and quantum computing, for nefarious purposes. We cannot predict what effects such cyber-attacks or compromises or shut-downs may have on our business and on the privacy of the individuals or entities affected, and the consequences could be material. Cyber incidents may remain undetected for an extended period, which could exacerbate these consequences. A significant actual or potential theft, loss, corruption, exposure, fraudulent, unauthorized or accidental use or misuse of investor, policyholder, employee or other personally identifiable or proprietary business data, whether by third parties or as a result of employee malfeasance or otherwise, non-compliance with our contractual or other legal obligations regarding such data or intellectual property or a violation of our privacy and security policies with respect to such data could result in significant remediation and other costs, fines, litigation and regulatory actions against us by governments, various regulatory organizations or exchanges, or affected individuals, in addition to significant reputational harm and/or financial loss, and it may not be possible to recover losses suffered from such incidents under our insurance policies.

In addition, our operating equipment may not continue to perform as it has in the past, and there is a risk of equipment failure due to wear and tear, latent defect, design or operator errors or early obsolescence, among other things.

A breach of our cyber security measures or the failure or malfunction of any of our computerized business systems, associated backup or data storage systems could cause us to suffer a disruption in one or more parts of our business and experience, among other things, financial loss, reputational damage, a loss of business opportunities, misappropriation or unauthorized release of confidential or personal information, damage to our systems and those with whom we do business, violation of privacy and other laws, litigation, regulatory penalties and remediation and restoration costs as well as increased costs to maintain our systems.

Contractual Obligations

The Partnership's contractual obligations as of March 31, 2025, are as follows:

	Payment Due by Period				
	Total	Less Than 1 Year	2-3 Years	4-5 Years	After 5 Years
<i>(Thousands, US dollars)</i>					
Preferred shares and borrowings					
Partners Value Split Class AA, Series 9 ¹	\$ 104,194	\$ 104,194	\$ —	\$ —	\$ —
Partners Value Split Class AA, Series 10 ¹	104,250	—	104,250	—	—
Partners Value Split Class AA, Series 11 ¹	104,250	104,250	—	—	—
Partners Value Split Class AA, Series 12 ¹	119,870	—	119,870	—	—
Partners Value Split Class AA, Series 13 ¹	104,250	—	—	104,250	—
Partners Value Split Class AA, Series 14 ¹	104,250	—	—	—	104,250
Partners Value Split Class AA, Series 15 ¹	139,000	—	—	—	139,000
Partners Value Investments LP Class A, Series 2	78,922	—	78,922	—	—
Partners Value Investments LP Class A, Series 3	78,922	—	—	—	78,922
Partners Value Investments LP Class A, Series 4	78,937	—	—	—	78,937
Partners Value Investments Inc. Class A, Series 1	69,854	—	—	—	69,854
Corporate Bonds due Nov 2027	104,250	—	104,250	—	—
Corporate Bonds due Nov 2028	104,250	—	—	104,250	—
	<u>\$ 1,295,199</u>	<u>\$ 208,444</u>	<u>\$ 407,292</u>	<u>\$ 208,500</u>	<u>\$ 470,963</u>

Interest expense

Partners Value Split Class AA, Series 9 ¹	\$ 4,658	\$ 4,658	\$ —	\$ —	\$ —
Partners Value Split Class AA, Series 10 ¹	9,370	4,900	4,470	—	—
Partners Value Split Class AA, Series 11 ¹	2,890	2,890	—	—	—
Partners Value Split Class AA, Series 12 ¹	15,374	5,274	10,100	—	—
Partners Value Split Class AA, Series 13 ¹	19,331	4,639	9,278	5,414	—
Partners Value Split Class AA, Series 14 ¹	30,084	5,734	11,468	11,468	1,414
Partners Value Split Class AA, Series 15 ¹	28,169	5,369	10,738	10,738	1,324
Partners Value Investments LP Class A, Series 2	5,380	3,157	2,223	—	—
Partners Value Investments LP Class A, Series 3	21,165	3,157	6,314	6,314	5,380
Partners Value Investments LP Class A, Series 4	36,972	3,157	6,315	6,315	21,185
Partners Value Investments Inc. Class A, Series 1	15,807	2,796	5,592	5,592	4,627
Corporate Bonds due Nov 2027	13,096	4,846	8,484	3,014	—
Corporate Bonds due Nov 2028	16,154	4,431	8,862	7,199	—
	<u>\$ 218,450</u>	<u>\$ 54,460</u>	<u>\$ 83,369</u>	<u>\$ 49,481</u>	<u>\$ 31,140</u>

1 Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2026, 2027, 2025, 2028, 2029, 2030 and 2031 for the Series 9, 10, 11, 12, 13, 14 and 15, respectively.

SUMMARY OF FINANCIAL INFORMATION

A summary of the eight recently completed quarters is as follows:

(Thousands, US dollars, except per share amounts)	2025		2024			2023		
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Net income (loss) ¹	\$ 22,220	\$ 8,920	\$ 12,215	\$ 19,205	\$ 24,714	\$ (7,293)	\$ 16,997	\$ (9,868)
Basic net income (loss) per unit	0.32	0.13	0.17	0.27	0.35	(0.11)	0.25	(0.15)
Diluted net income (loss) per unit	0.29	0.12	0.16	0.25	0.33	(0.11)	0.22	(0.15)

1 Net income (loss) attributable to Equity LP unitholders.

Net income (loss) includes dividends and interest on the Partnership's investment portfolio, in addition to valuation gains and losses relating to its investment portfolios and fluctuates accordingly with changes to foreign currencies relative to the United States dollar and equity markets. Also, included in net income (loss) are gains and losses on the disposition of investments. The variance in net income (loss) over the last eight quarters is primarily the result of valuation gains and unrealized losses on certain of the Partnership's investments, increases and decreases in the investment income earned from its investments, and the impact of foreign currencies.

RELATED-PARTY TRANSACTIONS

Brookfield entities provide certain management and financial services to the Partnership for which the Partnership paid less than \$1 million for the three months ended March 31, 2025 (December 31, 2024 – less than \$1 million).

The Partnership owns 121 million shares of BN which amounted to \$6.3 billion (December 31, 2024 – \$6.9 billion), approximately 31 million shares of BAM which amounted to \$1.5 billion (December 31, 2024 – \$1.7 billion), 8 million shares of BWS which amounted to \$428 million (December 31, 2024 – \$472 million), and other Brookfield subsidiaries of \$158 million (December 31, 2024 – \$163 million). The Partnership recorded dividend income from Brookfield entities of \$26 million during the three months ended March 31, 2025 (March 31, 2024 – \$23 million).

The Partnership places cash on deposit with BN. As at March 31, 2025, the net deposit with BN was \$245 million (December 31, 2024 – \$107 million) and the Partnership earned interest income of \$1 million for the funds on deposit for the three months ended March 31, 2025 (March 31, 2024 – \$2 million). Deposits bear interest at market rates.

CRITICAL ACCOUNTING ESTIMATES

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. In the normal course of operations, the Partnership may execute agreements that provide for indemnification and guarantees to third parties in transactions such as business dispositions, business acquisitions and the sale of assets. The nature of substantially all of the indemnification undertakings preclude the possibility of making a reasonable estimate of the maximum potential amount that the Partnership could be required to pay to third parties as the agreements often do not specify a maximum amount and the amounts are dependent upon the outcome of future contingent events, the nature and likelihood of which cannot be determined at this time. Historically, the Partnership has not made any payments under such indemnification agreements and guarantees.

DISCLOSURE CONTROLS AND PROCEDURES

We maintain appropriate information systems, procedures and controls to ensure that new information disclosed externally is complete, reliable and timely. The Chief Executive Officer and the Chief Financial Officer of the Partnership evaluated the effectiveness of disclosure controls and procedures (as defined in “National Instrument 52-109, Certification of Disclosure in Issuers’ Annual and Interim Filings”) as at March 31, 2025, and have concluded that the disclosure controls and procedures are operating effectively.

INTERNAL CONTROLS OVER FINANCIAL REPORTING

We maintain appropriate internal controls over financial reporting (as defined in “National Instrument 52-109, Certification of Disclosure in Issuers’ Annual and Interim Filings”) and the Chief Executive Officer and the Chief Financial Officer have concluded that the internal controls as at March 31, 2025, have been designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. Management has evaluated whether there were changes in our internal controls over financial reporting during the three months ended March 31, 2025, that have materially affected, or are reasonably likely to materially affect, our internal controls over financial reporting and has determined that there have been no such changes.



Cyrus Madon
Chief Executive Officer
May 20, 2025

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Unaudited)

As at

(Thousands, US dollars)

	Note	March 31, 2025	December 31, 2024
Assets			
Cash and cash equivalents		\$ 308,077	\$ 156,977
Accounts receivable and other assets		54,375	48,924
Investment in Brookfield Corporation	3	6,339,885	6,949,656
Investment in Brookfield Asset Management Ltd.	3	1,492,635	1,669,488
Investment in Brookfield Wealth Solutions Ltd.	3	428,584	471,787
Other investments carried at fair value	3	346,818	343,090
		<u>\$ 8,970,374</u>	<u>\$ 9,639,922</u>
Liabilities and equity			
Accounts payable and other liabilities		\$ 44,194	\$ 42,055
Corporate borrowings	5	208,094	208,168
Preferred shares	6	1,074,573	939,057
Deferred tax liability		9,469	7,933
		<u>1,336,330</u>	<u>1,197,213</u>
Equity			
Equity Limited Partners	7	7,452,974	8,261,639
Preferred Limited Partners	7	152,040	152,040
Non-controlling interests	7	29,030	29,030
		<u>7,634,044</u>	<u>8,442,709</u>
		<u>\$ 8,970,374</u>	<u>\$ 9,639,922</u>

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

CONSOLIDATED STATEMENTS OF OPERATIONS

For the three months ended March 31, Unaudited
(Thousands, US dollars)

	Note	2025	2024
Investment income			
Dividends		\$ 26,559	\$ 24,027
Other investment income		7,179	4,035
		<u>33,738</u>	<u>28,062</u>
Expenses			
Operating expenses		(1,352)	(2,437)
Financing costs		(2,417)	(2,481)
Retractable preferred share dividends		(10,041)	(9,736)
		<u>(13,810)</u>	<u>(14,654)</u>
Other items			
Investment valuation gains		7,212	924
Amortization of deferred financing costs		(912)	(884)
Foreign currency (losses) gains		(124)	8,899
Current taxes (expense) recovery		(361)	8,069
Deferred taxes expense		(1,102)	(4,158)
Net income		<u>\$ 24,641</u>	<u>\$ 26,258</u>
Basic net income per unit	8	<u>\$ 0.32</u>	<u>\$ 0.35</u>
Diluted net income per unit	8	<u>\$ 0.29</u>	<u>\$ 0.33</u>
Net Income attributable to:			
Equity Limited Partners		\$ 22,220	\$ 24,714
Preferred Limited Partner		2,421	1,544
		<u>\$ 24,641</u>	<u>\$ 26,258</u>

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three months ended March 31, Unaudited
(Thousands, US dollars)

	2025	2024
Net income	\$ 24,641	\$ 26,258
Items that may be reclassified to net income		
Realized and unrealized gains on securities measured at fair value through other comprehensive income	27	64
Items that may not be reclassified to net income		
Realized and unrealized (losses) gains on securities measured at fair value through other comprehensive income	(828,009)	290,972
Income taxes	(465)	(986)
Other comprehensive (loss) income	<u>(828,447)</u>	<u>290,050</u>
Comprehensive (loss) income	<u>\$ (803,806)</u>	<u>\$ 316,308</u>

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

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Unaudited)

	Equity Limited Partners							
			Accumulated Other Comprehensive Income	Equity Limited Partners	General Partner	Preferred Limited Partners	Non- Controlling Interests	Total Equity
<i>For the three months ended March 31, 2025 (Thousands, US dollars)</i>	Capital	Retained Earnings						
Balance, beginning of period	\$ 1,525,571	\$ 1,073,263	\$ 5,662,805	\$ 8,261,639	\$ —	\$ 152,040	\$ 29,030	\$ 8,442,709
Net income	—	22,220	—	22,220	—	2,421	—	24,641
Other comprehensive loss	—	—	(828,447)	(828,447)	—	—	—	(828,447)
Comprehensive income (loss)	—	22,220	(828,447)	(806,227)	—	2,421	—	(803,806)
Distribution	—	—	—	—	—	(2,421)	—	(2,421)
Normal-course issuer bid	(2,438)	—	—	(2,438)	—	—	—	(2,438)
Balance, end of period	\$ 1,523,133	\$ 1,095,483	\$ 4,834,358	\$ 7,452,974	\$ —	\$ 152,040	\$ 29,030	\$ 7,634,044

(Unaudited)

	Equity Limited Partners							
			Accumulated Other Comprehensive Income	Equity Limited Partners	General Partner	Preferred Limited Partners	Non- Controlling Interests	Total Equity
<i>For the three months ended March 31, 2024 (Thousands, US dollars)</i>	Capital	Retained Earnings						
Balance, beginning of period	\$ 1,540,327	\$ 1,008,209	\$ 2,972,531	\$ 5,521,067	\$ —	\$ 152,152	\$ 11,980	\$ 5,685,199
Net income	—	24,714	—	24,714	—	1,544	—	26,258
Other comprehensive income	—	—	290,050	290,050	—	—	—	290,050
Comprehensive income	—	24,714	290,050	314,764	—	1,544	—	316,308
Distribution	—	—	—	—	—	(1,544)	—	(1,544)
Normal-course issuer bid	(3,617)	—	—	(3,617)	—	—	—	(3,617)
Balance, end of period	\$ 1,536,710	\$ 1,032,923	\$ 3,262,581	\$ 5,832,214	\$ —	\$ 152,152	\$ 11,980	\$ 5,996,346

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

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the three months ended March 31
(Thousands, US dollars)

	2025	2024
Cash flow from operating activities		
Net income	\$ 24,641	\$ 26,258
Add (deduct) non-cash items:		
Investment valuation gains	(7,212)	(924)
Unrealized foreign exchange losses (gains)	124	(8,899)
Amortization of deferred financing costs	912	884
Income tax expense (recovery)	1,463	(3,911)
	<u>19,928</u>	<u>13,408</u>
Changes in working capital and foreign currency	(3,983)	(6,591)
	<u>15,945</u>	<u>6,817</u>
Cash flow used in and from investing activities		
Purchase of securities	(3,414)	(73,571)
Sale of securities	3,962	31,411
	<u>548</u>	<u>(42,160)</u>
Cash flow used in and from financing activities		
Common shares redeemed	(2,438)	(3,617)
Debentures redeemed	(17)	—
Preferred shares issued	139,480	—
Distribution to preferred unit holders	(2,421)	(1,544)
	<u>134,604</u>	<u>(5,161)</u>
Cash and cash equivalents		
Change in cash and cash equivalents	151,097	(40,504)
Effect of exchange rate fluctuations on cash and cash equivalents held in foreign currencies	3	(141)
Balance, beginning of period	<u>156,977</u>	<u>199,856</u>
Balance, end of period	<u>\$ 308,077</u>	<u>\$ 159,211</u>

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. BUSINESS OPERATIONS

Partners Value Investments L.P. (the “Partnership”) is a publicly listed partnership and is governed by the laws of Bermuda. The Partnership is an investment holding company with principal investments in approximately 121 million Class A Limited Voting Shares (“BN shares”) of Brookfield Corporation (“BN”) and approximately 31 million Class A Limited Voting Shares (“BAM shares”) of Brookfield Asset Management Ltd. (“BAM”). These consolidated financial statements include the accounts of the Partnership’s subsidiaries: Partners Value Investments Inc. (“PVI”) and Partners Value Split Corp. (“Partners Value Split” or “PVS”).

The Partnership was formed on October 25, 2023, in connection with a re-organization that was carried out by way of a statutory plan of arrangement pursuant to section 182 of the Business Corporations Act (Ontario) (the “2023 Re-organization”) with an effective date of November 24, 2023. Pursuant to the 2023 Re-organization, the Partnership succeeded its predecessor entity, similarly named Partners Value Investments LP (the “Prior Partnership”), which was terminated as part of the 2023 Re-organization. After its formation, the Partnership amended its authorized capital to include general partnership units, equity limited partnership units and class A preferred limited partnership units (Series 1, 2, 3 and 4), with the capital structure and unit terms being substantially the same as the Prior Partnership.

The Partnership is managed by its general partner, PVI Management Trust (the “General Partner”). The registered office of the Partnership is 73 Front Street, 5th Floor, Hamilton HM 12, Bermuda.

2. MATERIAL ACCOUNTING POLICY INFORMATION

a) Statement of Compliance

These consolidated financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (“IASB”). The consolidated financial statements are prepared on a going concern basis. These financial statements were authorized for issuance by the Board of Directors of the Partnership on May 20, 2025.

b) Basis of Consolidation

The consolidated financial statements include the accounts of the Partnership and its consolidated subsidiaries, which are the entities over which the Partnership has control. An investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Non-controlling interests in the equity of the Partnership’s subsidiaries held by others are shown separately in equity in the consolidated statements of financial position. Intercompany transactions within the Partnership have been eliminated.

c) Basis of Presentation

Cash and Cash Equivalents

Cash and cash equivalents are recorded at amortized cost and include cash on deposit with financial institutions.

Income Taxes

The current income tax expense is determined based on the enacted or substantively enacted tax rates at each balance sheet date. The deferred income tax is recorded using the liability method of tax allocation in accounting for income taxes. Under this method, deferred tax assets and liabilities are determined based on unused income tax losses and temporary differences between the carrying amount and tax bases of assets and liabilities, when the benefit is probable to be realized and measured using the tax rates and laws substantively enacted at the balance sheet date.

Accounts Receivable and Other Assets

Accounts receivables are classified and measured at amortized cost, which approximates the fair value. Other assets also include certain derivative assets which are held for trading and classified as fair value through profit or loss and are recorded at their fair value.

Accounts Payable and Other Liabilities

Accounts payable and other liabilities balances are classified at amortized cost. Other liabilities also include certain derivative liabilities which are held for trading and classified as fair value through profit or loss and are recorded at their fair value.

Investment in Brookfield Corporation and Brookfield Asset Management Ltd.

The Partnership accounts for its investment in Brookfield Corporation ("BN") and Brookfield Asset Management Ltd. ("BAM") at fair value through other comprehensive income ("FVTOCI").

Other Investments Carried at Fair Value

The Partnership accounts for its investments in Brookfield Business Partners LP ("BBU"), Brookfield Wealth Solutions Ltd. ("BWS"), and other Brookfield investments at FVTOCI. In addition, the Partnership recognizes certain investments in preferred shares and debt securities as FVTOCI. Unrealized gains and losses of equity securities recognized in other comprehensive income are not recycled to the consolidated statements of operations upon disposition.

The Partnership accounts for the remainder of its marketable securities portfolio including common shares, exchange traded funds and certain legacy investments as fair value through profit or loss ("FVTPL").

Investment Income

Dividend income is recognized on the ex-dividend date and interest income is recognized as earned.

Preferred Shares

The Partnership's preferred shares are measured at amortized cost.

Corporate Borrowings

The Partnership's corporate borrowings are measured at amortized cost.

Deferred Financing Costs

Deferred financing costs incurred in connection with the issuance of the retractable preferred shares and corporate borrowings are amortized using the effective interest rate method over the life of the related series of preferred shares issued by the subsidiaries of the Partnership.

Recognition/Derecognition of Financial Assets and Financial Liabilities

The Partnership recognizes financial assets and financial liabilities designated as trading securities on the trade date. The Partnership derecognizes financial liabilities when, and only when, the Partnership's obligations are discharged, cancelled, or expired.

Foreign Currencies

The functional currency of the Partnership and each of its subsidiaries is determined using the currency of the primary economic environment in which that entity operates. The functional and presentation currency of the Partnership is the United States dollar.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the period-end exchange rate. Exchange differences arising on the translation of monetary items or on settlement of monetary items are recognized in profit or loss in the period in which they arise. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction.

Common Control Transactions

Transactions which occurred between common shareholders or those transactions through which the same party controls before and after ("common control transactions") fall outside the scope of IFRS 3, Business Combinations, and as such management has used judgement to determine an appropriate policy. The Partnership has elected to account for assets and liabilities acquired in common control transactions at the predecessor's carrying value. Differences between the consideration given and the assets and liabilities received are recorded directly in equity.

d) Critical Judgments and Estimates

The preparation of financial statements requires the Partnership to make critical judgments, estimates and assumptions that affect the carried amounts of certain assets and liabilities, disclosure of contingent assets and liabilities and the reported amounts of revenues and expenses recorded during the year. Actual results could differ from those estimates. In making estimates and judgments, management relies on external information and observable conditions where possible, supplemented by internal analysis as required. These estimates and judgments have been applied in a manner consistent with prior periods and there are no known trends, commitments, events or uncertainties that the Partnership believes will materially affect the methodology or assumptions utilized in making these estimates and judgments in these financial statements. The estimates and judgments used in determining the recorded amount for assets and liabilities in the financial statements include the following:

Level of Control

When determining the appropriate basis of accounting for the Partnership's investments, the Partnership uses the following critical assumptions and estimates: the degree of control or influence that the Partnership exerts over the investment and the amount of benefit that the Partnership receives relative to other investors.

Other critical estimates and judgments utilized in the preparation of the Partnership's financial statements include the assessment of the ability to utilize tax losses and other tax assets.

Fair Value of Financial Instruments

IFRS establishes a hierarchical disclosure framework which prioritizes and ranks the level of market price observability used in measuring financial instruments at fair value. Market price observability is affected by a number of factors, including the type of financial instrument, the characteristics specific to the financial instrument and the state of the marketplace, including the existence and transparency of transactions between market participants. Financial instruments with readily available quoted prices in active markets generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value. Financial instruments measured and reported at fair value are classified and disclosed based on the observability of inputs used in the determination of fair values, as follows:

- Level I — Quoted prices are available in active markets for identical financial instruments as of the reporting date. The types of financial instruments in Level I include listed equities and mutual funds with quoted prices.
- Level II — Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.
- Level III — Pricing inputs are unobservable for the financial instruments and include situations where there is little, if any, market activity for the financial instrument. The inputs into the determination of fair value require significant management judgment or estimation.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the determination of which category within the fair value hierarchy is appropriate for any given financial instrument is based on the lowest level of input that is significant to the fair value measurement. The Partnership's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the financial instrument.

Level II Valuation Technique

Financial instruments classified within Level II of the fair value hierarchy are comprised of the Partnership's derivative liabilities and certain investments held through FVTPL. These investments are fair valued using other valuation methodologies such as correlation with market data at the measurement date.

Level III Valuation Techniques

Fair valued assets that are included in this category are certain equity securities carried at fair value which are not traded in an active market and measured using estimated net asset value.

e) Recently Adopted Accounting Standards

The Partnership has applied new and revised standards issued by IASB that are effective for the period beginning on or after January 1, 2025. The new standards were applied as follows:

i. Amendments to IAS 1 – Classification of Liabilities as Current or Non-current (“IAS 1”)

The amendments clarify how to classify debt and other liabilities as current or non-current. The Partnership adopted the IAS 1 amendments effective January 1, 2025. The adoption did not have a significant impact on the Partnership’s financial reporting.

f) Future Changes in Accounting Standards

There are currently no future changes to IFRS Accounting Standards with expected material impacts on the Partnership.

3. INVESTMENT PORTFOLIO

The Partnership's investment portfolio consists of the following:

As at (Thousands, US dollars) ¹	Classification ²	Number of Shares		Fair Value	
		Mar. 31, 2025	Dec. 31, 2024	Mar. 31, 2025	Dec. 31, 2024
Brookfield Corporation	FVTOCI				
Directly and Indirectly Held		1,357,434	1,357,434	\$ 71,142	\$ 77,985
Partners Value Split Corp		119,611,449	119,611,449	6,268,743	6,871,671
		120,968,883	120,968,883	\$ 6,339,885	\$ 6,949,656
Exchangeable - Brookfield Wealth Solutions Ltd. ³	FVTOCI	8,213,563	8,213,563	428,584	471,787
		129,182,446	129,182,446	\$ 6,768,469	\$ 7,421,443
Brookfield Asset Management Ltd.	FVTOCI				
Directly and Indirectly Held		905,098	905,098	\$ 43,852	\$ 49,047
Partners Value Split Corp		29,902,862	29,902,862	1,448,783	1,620,441
		30,807,960	30,807,960	\$ 1,492,635	\$ 1,669,488
Other investments classified as FVTOCI					
Brookfield Business Partners L.P.	FVTOCI	3,698,321	3,698,321	\$ 89,106	\$ 87,444
Other securities portfolio	FVTOCI	Various	Various	39,321	35,767
Other securities portfolio	FVTPL	Various	Various	218,391	219,879
				257,712	255,646
				\$ 346,818	\$ 343,090

¹ Unless otherwise mentioned, all investments are directly held.

² Changes in fair value of investments classified as FVTOCI are recorded in other comprehensive income, and changes in fair value of FVTPL are recorded in net income.

³ BWS Class A shares are exchangeable into BN Class A shares on a one-for-one basis.

The Partnership's investment in Class A Limited Voting Shares of BN as of March 31, 2025, represents an 8% equity interest (December 31, 2024 – 8%). The Partnership's investment in Class A Limited Voting Shares of BAM as of March 31, 2025, represents an 2% equity interest (December 31, 2024 – 7%).

Other securities portfolio is focused on capital preservation, invested primarily in liquid investments. During the quarter, the increase in the portfolio was primarily due to the investments in private funds.

4. FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value of a financial instrument is the amount of consideration that would be agreed upon in an arm's-length transaction between knowledgeable, willing parties who are under no compulsion to act. Fair values are determined by reference to a price within a bid-ask spread that is deemed most appropriate.

Fair value hierarchical levels are directly determined by the amount of subjectivity associated with the valuation of these assets and liabilities and are as follows:

- Level 1 Quoted prices available in active markets for identical investments as of the reporting date.
- Level 2 Pricing inputs other than quoted market prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair values are determined through the use of models or other valuation methodologies.
- Level 3 Pricing inputs are unobservable for the instrument and includes situations where there is little, if any, market activity for the instrument. The inputs into the determination of fair value require significant management estimation. Fair valued assets that are included in this category are certain equity securities carried at fair value which are not traded in an active market and measured using estimated net asset value.

The fair value hierarchical level associated with the Partnership's financial assets and liabilities measured at fair value consists of the following:

As at (Thousands, US dollars)	March 31, 2025			December 31, 2024		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Brookfield Corporation	\$ 6,339,885	\$ —	\$ —	\$ 6,949,656	\$ —	\$ —
Brookfield Asset Management Ltd.	1,492,635	—	—	1,669,488	—	—
Investments classified as FVTOCI	557,011	—	—	594,998	—	—
Investments classified as FVTPL	84,051	—	134,340	74,154	3,396	142,329
Derivative liabilities ¹	—	(15,854)	—	—	(15,152)	—
	<u>\$ 8,473,582</u>	<u>\$ (15,854)</u>	<u>\$ 134,340</u>	<u>\$ 9,288,296</u>	<u>\$ (11,756)</u>	<u>\$ 142,329</u>

1 Presented within accounts payable and other on the Consolidated Statements of Financial Position.

The following table presents the changes in the Level 3 investments which are made up of a portfolio of private fund investments valued using the fund provided capital account statements for the periods ended March 31, 2025, and December 31, 2024:

As at (Thousands, US dollars)	March 31, 2025	December 31, 2024
Opening Balance	\$ 142,329	\$ 113,319
Contributions	—	30,819
Distributions	—	—
Investment valuation (losses) gains ¹	(6,931)	1,020
Other investment income	(1,058)	(2,829)
Ending Balance	<u>\$ 134,340</u>	<u>\$ 142,329</u>

1 There was \$nil realized gains or losses included in investment valuation gains or losses from Level 3 investments for the period ended March 31, 2025 (December 31, 2024 – \$nil).

The fair value of preferred shares and corporate borrowings treated as a financial liability is \$1.2 billion as at March 31, 2025 (December 31, 2024 – \$1.1 billion).

As at March 31, 2025, a cumulative pre-tax gain of \$7.0 billion (December 31, 2024 – \$7.9 billion) has been recognized for financial instruments measured under fair value through other comprehensive income, over their historical cost amounts.

All financial assets have a carrying value equal to their fair value. During the periods ended March 31, 2025, and December 31, 2024, there were no transfers between Level 1, 2 or 3.

5. CORPORATE BORROWINGS

As at (Thousands, US dollars)	Book Value	
	Mar. 31, 2025	Dec. 31, 2024
Partners Value Split Class AA		
4.375% Corporate Bond – November 15, 2027	\$ 104,250	\$ 104,295
4.00% Corporate Bond – November 15, 2028	104,250	104,295
4.50% Series 10 Debentures – February 29, 2028	—	17
	<u>208,500</u>	<u>208,607</u>
Deferred financing costs ¹	(406)	(439)
	<u>\$ 208,094</u>	<u>\$ 208,168</u>

1 Deferred financing costs are amortized over the term of the borrowing using the effective interest method.

As at March 31, 2025, there were no debentures outstanding (December 31, 2024 – 1,000 Series 10 debentures, CAD \$25 thousand).

In addition to the Partnership's corporate borrowings, the Partnership also has access to a C\$110 million revolving credit facility with a major Canadian financial institution which was undrawn as at March 31, 2025 (December 31, 2024 – \$nil).

6. PREFERRED SHARES

The preferred shares and units issued by the Partnership and its subsidiaries are comprised of the following:

As at (Thousands, US dollars)	Shares Outstanding		Book Value	
	Mar. 31, 2025	Dec. 31, 2024	Mar. 31, 2025	Dec. 31, 2024
Partners Value Split Class AA				
4.90% Series 9 – February 28, 2026	5,996,800	5,996,800	104,194	104,239
4.70% Series 10 – February 28, 2027	6,000,000	6,000,000	104,250	104,295
4.75% Series 11 – October 31, 2025	6,000,000	6,000,000	104,250	104,295
4.40% Series 12 – February 29, 2028	6,899,000	6,899,000	119,870	119,922
4.45% Series 13 - May 31, 2029	6,000,000	6,000,000	104,250	104,295
5.50% Series 14 – June 30, 2030	6,000,000	6,000,000	104,250	104,295
5.15% Series 15 – March 31, 2031	8,000,000	—	139,000	—
Partners Value Investments LP Class A ¹				
4.00% Series 2 – December 14, 2026	3,156,867	3,156,867	78,922	78,922
4.00% Series 3 – December 14, 2031	3,156,867	3,156,867	78,922	78,922
4.00% Series 4 – December 14, 2036	3,157,491	3,157,491	78,937	78,937
Partners Value Investments Inc Class A				
4.00% Series 1 – November 27, 2030	69,853,759	69,903,759	69,854	69,904
			1,086,699	948,026
Deferred financing costs ¹			(12,126)	(8,969)
			\$ 1,074,573	\$ 939,057

¹ Deferred financing costs are amortized over the term of the borrowing using the effective interest method.

Partners Value Split

Partners Value Split is authorized to issue an unlimited number of Class A preferred shares and Class AA preferred shares. The Board of Directors of Partners Value Split have the authority to fix the number of shares that will form each series and determine the rights, restrictions and conditions attached to each series. Any new series will be issued for a price of CAD\$25.00 per share and the proceeds are to be used to finance the retraction or redemption of outstanding preferred shares without necessitating the sale of Class AA shares or facilitating the acquisition of additional Class AA shares.

On March 5, 2025, PVS issued 8,000,000 Class AA Preferred shares, Series 15, at a price of CAD\$25.00 per share, for a gross issuance of CAD \$200 million.

Retraction

The Company's preferred shares may be surrendered for retraction at the option of the holders of the respective preferred shares. The details of the retraction feature for each respective class of preferred shares are as follows:

PVS	May be surrendered for retraction at any time for an amount equal to the lesser of: (i) net asset value
Class AA	per unit; and (ii) CAD \$25.00. Retraction consideration will be a number of Partners Value Split Series
Series 9, 10, 11,	7, 8, 9, 10, 11, 12 and 13 debentures, respectively, determined by dividing the holder's aggregate
12 13, 14 and 15	preferred share Retraction Price by CAD\$25.00.

Debentures

The details of each respective class of the Partnership's debentures are as follows:

PVS Series 9	The Series 7 debenture will have a principal amount of CAD\$25.00 per debenture and will mature on February 28, 2026. Holders of the Series 7 debentures will be entitled to receive quarterly fixed interest payments at a rate of 5.00% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 7 debentures can be redeemed by the Partnership at any time. The Series 7 debentures may not be retracted.
PVS Series 10	The Series 8 debenture will have a principal amount of CAD \$25.00 per debenture and will mature on February 28, 2027. Holders of the Series 8 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.80% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 8 debentures can be redeemed by the Partnership at any time. The Series 8 debentures may not be retracted.
PVS Series 11	The Series 9 debenture will have a principal amount of CAD \$25.00 per debenture and will mature on October 31, 2025. Holders of the Series 9 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.85% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 9 debentures can be redeemed by the Partnership at any time. The Series 9 debentures may not be retracted.
PVS Series 12	The Series 10 debenture will have a principal amount of CAD \$25.00 per debenture and will mature on February 29, 2028. Holders of the Series 10 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.50% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 10 debentures can be redeemed by the Partnership at any time. The Series 10 debentures may not be retracted.
PVS Series 13	The Series 11 debenture will have a principal amount of CAD \$25.00 per debenture and will mature on May 31, 2029. Holders of the Series 11 debentures will be entitled to receive quarterly fixed interest payments at a rate of 4.50% per annum paid on or about the 7th day of March, June, September and December in each year. The Series 11 debentures can be redeemed by the Partnership at any time. The Series 11 debentures may not be retracted.
PVS Series 14	The Series 12 debenture will have a principal amount of CAD \$25.00 per debenture and will mature on June 30, 2030. Holders of the Series 12 debentures will be entitled to receive quarterly fixed interest payments at a rate of 5.60% per annum paid on or about the 7 th day of June, September, September and December in each year. The Series 12 debentures can be redeemed by the Partnership at any time. The Series 12 debentures may not be retracted.
PVS Series 15	The Series 13 debenture will have a principal amount of CAD \$25.00 per debenture and will mature on March 30, 2031. Holders of the Series 13 debentures will be entitled to receive quarterly fixed interest payments at a rate of 5.25% per annum paid on or about the 7 th day of June, September, September and December in each year. The Series 13 debentures can be redeemed by the Partnership at any time. The Series 13 debentures may not be retracted.

As at March 31, 2025, there were no debentures outstanding (December 31, 2024 – 1,000 Series 10 debentures with a face value of CAD \$25 thousand outstanding).

Redemption

The Company's preferred shares may be redeemed at the option of the Company. The details of the redemption feature for each respective class of preferred shares are as follows:

PVS
Series 9 May be redeemed by the Company at any time on or after February 28, 2024, and prior to February 28, 2026, (the "Series 9 Redemption Date") at a price which until February 28, 2025, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on February 28, 2025. All Class AA Series 9 senior preferred shares outstanding on the Series 8 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 9 senior preferred shares prior to February 28, 2024 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 9 senior preferred shares prior to the Series 9 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

PVS
Series 10 May be redeemed by the Company at any time on or after February 28, 2025, and prior to February 28, 2027, (the "Series 10 Redemption Date") at a price which until February 28, 2026, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on February 28, 2026. All Class AA Series 10 senior preferred shares outstanding on the Series 10 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 10 senior preferred shares prior to February 28, 2025 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 10 senior preferred shares prior to the Series 10 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

PVS
Series 11 May be redeemed by the Company at any time on or after October 31, 2023, and prior to October 31, 2025, (the "Series 11 Redemption Date") at a price which until October 31, 2024, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on October 31, 2024. All Class AA Series 11 senior preferred shares outstanding on the Series 11 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 11 senior 25 preferred shares prior to October 31, 2023 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 11 senior preferred shares prior to the Series 11 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

PVS
Series 12 May be redeemed by the Company at any time on or after February 28, 2026, and prior to February 29, 2028, (the "Series 12 Redemption Date") at a price which until February 28, 2027, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on February 28, 2027. All Class AA Series 12 senior preferred shares outstanding on the Series 12 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 12 senior preferred shares prior to February 28, 2026 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 12 senior preferred shares prior to the Series 12 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

PVS
Series 13 May be redeemed by the Company at any time on or after May 31, 2027, and prior to May 31, 2029, (the “Series 13 Redemption Date”) at a price which until May 31, 2028, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on May 31, 2028. All Class AA Series 13 senior preferred shares outstanding on the Series 13 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 13 senior preferred shares prior to May 31, 2027 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 13 senior preferred shares prior to the Series 13 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

PVS
Series 14 May be redeemed by the Company at any time on or after June 30, 2028, and prior to June 30, 2030, (the “Series 14 Redemption Date”) at a price which until June 30, 2029, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on June 30, 2029. All Class AA Series 14 senior preferred shares outstanding on the Series 14 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 14 senior preferred shares prior to June 30, 2028 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 14 senior preferred shares prior to the Series 14 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

PVS
Series 15 May be redeemed by the Company at any time on or after March 31, 2029, and prior to March 31, 2031, (the “Series 15 Redemption Date”) at a price which until March 31, 2030, will equal CAD \$25.50 per share plus accrued and unpaid dividends and which will decline by \$0.50 on March 31, 2030. All Class AA Series 15 senior preferred shares outstanding on the Series 15 Redemption Date will be redeemed for a cash amount equal to the lesser of CAD \$25.00 plus any accrued and unpaid dividends, and the net assets per unit.

The Company may redeem Class AA, Series 15 senior preferred shares prior to March 31, 2029 for CAD \$26.00 per share plus accrued and unpaid dividends if, and will not redeem Class AA, Series 15 senior preferred shares prior to the Series 15 Redemption Date unless: (i) capital shares have been retracted; or (ii) there is a take-over bid for the Brookfield shares and the Board of Directors of the Company determines that such a bid is in the best interest of the holders of the capital shares.

Partners Value Investments Inc.

Retraction

PVII Series 1	The Preferred Shares may be surrendered for retraction at any time. The “Preferred Share Retraction Price” will be equal to \$1.00 per share. A holder retracting Preferred Shares will receive, as payment for such Preferred Shares, a number of notes (the “Notes”) determined by dividing the holder’s aggregate Preferred Share Retraction Price by \$1.00, being the principal amount of the Notes. The Notes will be issued by, at the Company’s option in respect of each retraction, either the Company or, if agreed to by Partners Value Investments L.P. (“PVI LP”), PVI LP. Any U.S. holders retracting Preferred Shares would be required to demonstrate that they are “accredited investors” under U.S. securities laws in order to receive the Notes. The Notes will be issued by the Company or, if agreed to by PVI LP, PVI LP. The Notes will have a principal amount of \$1.00 per Note and will mature on the Redemption Date. Holders of the Notes will be entitled to receive quarterly fixed interest payments at a rate of 4.10%, being the 4% dividend rate on the Preferred Shares plus a 0.10% spread per annum. Interest will be paid by the issuer on or about the nth day of January, April, July, and October in each year. The Notes shall be redeemable by the Company at any time upon payment of the outstanding principal amount together with any accrued and unpaid interest thereon.
------------------	---

Redemption

PVII Series 1	The Company must redeem the Series 1 Preferred Shares on the 7th anniversary of the issue date (“Redemption Date”), by the payment of an amount in cash for each Series 1 Preferred share so redeemed equal to US\$1.00 per Series 1 Preferred Share together with all accrued and unpaid Series 1 Distributions up to but excluding the date of payment or distribution (less any tax required to be deducted and withheld by the Company) (the “Redemption Price”).
------------------	--

7. EQUITY

The Partnership is authorized to issue the following classes of partnership units: (i) the GP Units; (ii) Equity LP Units; and (iii) Preferred LP Units, issuable in one or more classes and in one or more series, which, other than the GP Units, represent limited partnership interests in the Partnership.

Equity Limited Partners

The Equity LP Units are non-voting limited partnership interests in the Partnership. Holders of the Equity LP Units are not entitled to the withdrawal or return of capital contributions in respect of the Equity LP Units, except to the extent, if any, that distributions are made to such holders or upon the liquidation of the Partnership. A holder of Equity LP Units does not have priority over any other holder of Equity LP Units, either as to the return of capital contributions or as to profits, losses or distributions. In addition, holders of the Equity LP Units do not have any right to have their units redeemed by the Partnership.

During the period, the Partnership generated \$22 million of net comprehensive income attributable to the Equity Limited Partners.

General Partner

The GP Units are a general partnership interest in the Partnership and one GP Unit has been issued to and is held by the General Partner. The General Partner has the full power and authority to make all decisions on behalf of the Partnership. The Partnership can acquire and sell assets and carry on such business as the General Partner determines from time to time, and can borrow money, guarantee obligations of others, and grant security on its assets from time to time, in each case as the General Partner determines. The General Partner is required to exercise its power and carry out its functions honestly and in good faith and shall exercise the degree of care, diligence and skill that a reasonably prudent person would exercise in comparable circumstances. In addition, the General Partner does not have any right to have their GP units redeemed by the Partnership.

Preferred Limited Partners

The Class A Preferred LP Units are non-voting limited partnership interests in the Partnership. Holders of the Series 1 Preferred LP Units are entitled to receive fixed cumulative preferential distributions, as and when declared by the General Partner, payable quarterly on the last day of January, April, July and October in each year at an annual rate equal to US\$1.125 per Series 1 Preferred LP Unit (4.5% on the initial par value of US\$25.00) less any amount required by law to be deducted and withheld. In addition, the Preferred LP Units do not have any right to have their units redeemed by the Partnership.

As at (Thousands, US dollars)	Shares Outstanding ²		Book Value	
	Mar. 31, 2025	Dec. 31, 2024	Mar. 31, 2025	Dec. 31, 2024
Equity				
Equity Limited Partners	69,681,597	69,651,127	\$ 7,452,974	\$ 8,261,639
General Partner ¹	1	1	—	—
Preferred Limited Partners	6,081,575	6,081,575	152,040	152,040
Non-controlling interests	—	—	29,030	29,030
			<u>\$ 7,634,044</u>	<u>\$ 8,442,709</u>

¹ In connection with the Re-organization, the General Partner's book value was reduced to \$1.

² Excludes shares held by consolidated subsidiaries.

Non-controlling interests

When the Partnership does not own 100% of the equity in a consolidated subsidiary, the non-controlling equity interest is disclosed in the consolidated statements of financial positions and consolidated statements of changes in equity as a separate component of total equity.

8. NET INCOME PER UNIT

Net income per unit is calculated based on the basic and diluted weighted average number of outstanding units during the period and net income attributable to Equity Limited Partners. For the three months ended March 31, 2025, the weighted average number of basic outstanding units were 69,639,684 (December 31, 2024 – 69,804,860) and 75,687,731 on a fully diluted basis (December 31, 2024 – 75,869,678); this includes 6,048,047 Equity LP units that can be issued through the future exercise of all outstanding warrants of a subsidiary of the Partnership (December 31, 2024 – 6,064,818).

9. RELATED-PARTY TRANSACTIONS

Brookfield entities provide certain management and financial services to the Partnership for which the Partnership paid less than \$1 million for the three months ended March 31, 2025 (December 31, 2024 – less than \$1 million).

The Partnership owns 121 million shares of BN which amounted to \$6.3 billion (December 31, 2024 – \$6.9 billion), approximately 31 million shares of BAM which amounted to \$1.5 billion (December 31, 2024 – \$1.7 billion), 8 million shares of BWS which amounted to \$428 million (December 31, 2024 – \$472 million), and other Brookfield subsidiaries of \$158 million (December 31, 2024 – \$163 million). The Partnership recorded dividend income from Brookfield entities of \$27 million during the three months ended March 31, 2025 (March 31, 2024 – \$23 million).

The Partnership places cash on deposit with BN. As at March 31, 2025, the net deposit with BN was \$245 million (December 31, 2024 – \$107 million) and the Partnership earned interest income of \$1 million for the funds on deposit for the three months ended March 31, 2025 (March 31, 2024 – \$2 million). Deposits bear interest at market rates.

10. SUBSEQUENT EVENTS

On April 22, 2025, Partners Value Split Corp. redeemed its outstanding Class AA Preferred Shares, Series 11 (TSX:PVS.PR.I) for cash in accordance with the terms of the Preferred Shares, Series 11. The total value of the redemption was CAD \$151 million.

CORPORATE INFORMATION

TRUSTEES

Don Mackenzie ^{1,2}
Chairman

James Bodi ^{1,2}
Corporate Director

Paul Farrell ^{1,2}
Corporate Director

1. Member of the Audit Committee

2. Member of the Corporate Governance Committee

OFFICERS

Cyrus Madon
Chief Executive Officer

Jason Weckwerth
Chief Financial Officer

Allison Smith
Corporate Secretary

James Bodi
Managing Director

CORPORATE OFFICE

73 Front Street, 5th Floor
Hamilton HM 12
Bermuda
Telephone: (416) 956-5141
Email: ir@pvii.ca

REGISTRAR AND TRANSFER AGENT

TSX Trust Company

301 – 100 Adelaide Street West
Toronto, Ontario
M5H 4H1
Tel: (416) 682-3860 or
toll free within North America
(800) 387-0825
Fax: (888) 249-6189
Website: <https://www.tsxtrust.com/>
E-mail: inquires@tmx.com

EXCHANGE LISTING

TSX Venture Exchange Stock Symbol:

Equity LP units	PVF.UN
Preferred LP units	PVF.PR.U

