



— PEGUIS —

TREATY LAND ENTITLEMENT

— ANNUAL REPORT —

FOR THE PERIOD ENDING
DECEMBER 31, 2025

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Peguis TLE Trust Office has moved!

Please be advised that the Peguis TLE Trust office has moved. We are now located at the Peguis Custom Cabinet Shop.

Mailing Address:
Peguis TLE Trust
Box 749, Peguis, MB R0C 3J0

Phone: (204) 645-3943
Website: peguistletrust.ca
Facebook: Peguis Treaty Land Entitlement Trust

Email: administrator@peguistletrust.ca or
peguistletrust@gmail.com

Land Selection Acquisition & Advisory Committee Members (LSAAC):

- Bruce Bear
- Debbie Cochrane
- Philip Sinclair
- Jessie Cochrane Sr.
- (1) Vacancy

TLE Implementation - Selkirk Office

- Myrna Hefferman – Director
- Leanne Smoke – TLE Administrator
- Lloyd Stevenson – Legal Advisor

Phone: 1(204)482-4613 Fax: 1(204) 482-4683

Peguis TLE Implementation Office
628 Main Street
Selkirk, MB R1A 1W5

BACKGROUND

The Peguis First Nation Trust entered into a Treaty Entitlement Agreement with Canada and the province of Manitoba whereby Peguis First Nation is entitled to select and acquire up to 166,794 acres of additional land as Reserve. To fulfil its obligations, Canada has agreed to pay Peguis First Nation the sum of \$64,425,000.

By Ratification Vote held on September 7, 2007, Peguis First Nation approved the Peguis First Nation Trust Agreement.

In 2008, \$61,397,215.00 was deposited to the Peguis First Nation Trust, of which \$56,397,215.00 was transferred to the Implementation Account and \$5,000,000.00 to the Community Fund Account.

HISTORY

Under the terms of Treaty 1 entered by the First Nation in 1871, the Peguis First Nation (then the St. Peter's Indian Band) is entitled to select land within its traditional territory to be set apart as its common reserve. Unfortunately, the First Nation's claim to additional reserve land entitlement under Treaty (called "Treaty land entitlement" or "TLE") was rejected on several occasions by Canada since its first formal submission under Canada's Specific Claims Policy in March 1978. Based on its policy approach to TLE, Canada agreed that the First Nation is entitled to additional Reserve land on June 29, 1998.

Under the Treaty Entitlement Agreement, Peguis is entitled to select and acquire up to 166,794 acres of additional land as Reserve for Peguis and Canada has agreed to pay to Peguis the sum of sixty-four million four hundred and twenty-five thousand (\$64,425,000.00) dollars.

The Initial Trustees have agreed that the Financial Trustees shall have custody of and legal title to the Trust Property, shall deposit, once the Trust has received the moneys from Canada pursuant to the Treaty Entitlement Agreement, the sum of five million (\$5,000,000.00) dollars into the Community Fund Account



FINANCIAL TRUSTEES



Sharon Stevenson, Chair



Diane Bear



Stephen Daniels



Carrie Sutherland



Nathan McCorrister



Sangita Bhalla, RBC
Corporate Trustee

The Peguis TLE Financial Trustees have Vacancies for (1) Appointed Accountant Position. Congratulations to our newly elected Financial Trustee, Nathan McCorrister. He was elected for the Off-Reserve Position

The Financial Trustees are responsible for the financial administration of the Peguis First Nation Trust, including the Implementation Account and the Community Fund Account. The Financial Trustees distribute the Trust Property in accordance with the Funding Directions issued by Council and/or the Community Fund Trustees, as the case may be. The Implementation Account is to be used to acquire land to be registered in the name of Peguis, as well as, to cover discharging expenses associated with the purchase of land and other implementation administration expenses of the Treaty Entitlement Agreement.

The Financial Trustees for the Trust: Stephen Daniels, Sharon Stevenson, Diane

Bear Carrie Sutherland and Nathan McCorrister. Under the terms of the TLE Trust Agreement at least one Financial Trustee must be located off Reserve. Nathan McCorrister is now elected for this position.

The Trust Agreement calls for Council to appoint two additional Trustees, one of which must be either a lawyer or a Trust Company and the other Trustee a chartered accountant. Council appointed Royal Trust as the Corporate Trustee. Council is currently in the process of selecting a potential chartered accountant to act as Financial Trustee for the Trust.

COMMUNITY FUND TRUSTEES



Lloyd Sinclair, Chair



Ralph Sutherland



Chloe McCorrister

The Peguis TLE Community Fund Trustees have Two Vacancies for (2) On-Reserve. Congratulations to our newly elected Community Fund Trustee, Chloe McCorrister. She was elected for the Off-Reserve Position

The Community Fund (CF) Trustees identify and determine or recommend to Council or to Council and the Members “Expenditures Beneficial to Peguis First Nation” from the Community Fund Account. The Community Fund Account is to be used for the advancement of the interest of and quality of life of Peguis First Nation and its members through the preservation, enhancement, and application of Trust property. The Community Fund Trustees have no responsibility for the financial administration of the Peguis First Nation Trust.

Between December 31, 2021, and January 2025, the CF Trustees had no quorum of three due to several vacancies. Ralph Sutherland and Lloyd Sinclair serve as the initial elected Trustees.

Per the TLE Trust Agreement, at least one CF Trustee must reside off reserve. Chloe McCorrister has recently been elected to fill this off-reserve position. Chief & Council will initiate a subsequent election process to fill the remaining two on-reserve vacancies.

REPORTING

Each year the Trustees are required to provide the Chief and Council of Peguis First Nation with financial statements for the Trust, as well as a report on the administration of the Trust. The report describes the expenditures of the Implementation Account and the Community Fund Account, as well as the investments for the Trust.

FINANCIAL TRUSTEE REPORT 2025 TRUST BALANCE

The Financial Trustees are also pleased with the overall financial investments of the TLE Trust. Our Trust opening value on January 1st, 2025, was \$34,311,874 and the Trust closing balance on December 31st, 2025, was \$ 35,535,595.

INVESTMENT MANAGEMENT

The Peguis TLE Trust has utilized the services of TE Wealth for their independent Trust advisory and investment consultation. It is with their support and guidance that we continue to grow and learn about the investment and trust industry so that we can make a difference for our beneficiaries.

The investment of millions of dollars in the TLE Trust takes professional management and decision making from well selected and successful investment managers. We are thankful to continue to secure and utilize the services of Mawer Investment Management, Beutel Goodman Investment Counsel and Ridgewood Capital, who has replaced TD Asset Management as of April 2020. These managers are tops in their field and outperform their peers. May they keep up the good work and keep making money for the TLE Trust. We thank them for their years of service and support to Peguis.

PROFESSIONAL DEVELOPMENT

In 2025, The Financial Trustees attended the National Aboriginal Trust Officers Association (NATOA) Conference and the Economic Development Summit on behalf of the Peguis TLE Trust.

The professional development requirements aid in the continuous learning process, ensuring Trustees are aware of events that may affect the Trust; to be kept abreast of changes within the trust and investment industry and it provides an opportunity to meet with Trustees from other First Nations and discuss Trust experiences.



THE IMPLEMENTATION ACCOUNT

Opening Values

As of January 1st, 2025, the opening value of the Implementation Account was **\$27,328,108**

2025 Income and Expense Summary

| | |
|-----------------------------------|--------------------|
| Total Income Received | \$1,422,548 |
| Less Authorized Expenses | |
| • Annual General Meeting | \$6,474 |
| • Audit | \$9,093 |
| • Honorarium | \$19,548 |
| • Investment Counselling | \$12,199 |
| • TLE Implementation Budget | \$492,052 |
| • Trust Office | \$37,982 |
| • Portfolio Management Fees | \$74,955 |
| • Professional Development | \$20,490 |
| • Legal Fees | - |
| • Royal Trust, Trustee Fees | \$56,113 |
| • Salaries & Benefits | \$108,355 |
| • Travel | \$14,137 |
| Total Authorized Expenses | \$851,398 |
| Land Purchase & Real Estate Costs | - |
| Surplus (Deficit) | \$571,150 |

We are pleased to confirm that all expenses and withdrawals from the Implementation Account are in compliance with the Trust Agreement.

Closing Values

As of December 31, 2025, the closing value of the Implementation Account is **\$28,163,696**

AUTHORIZED USES OF THE IMPLEMENTATION ACCOUNT

- To purchase land for social, economic development, cultural or other purposes of interest to Peguis First Nation, including related costs
- To pay the costs of inspection, appraisal, negotiation, capital purchase, purchase transaction, holding, tax adjustment and incidental costs, including agents, representatives or trustees retained to purchase or hold title to land
- To implement the Treaty Entitlement Agreement, including required staff, equipment, travel or other administration costs pertaining to the purchase of land, monitoring and Reserve creation process
- To pay reasonable fees and honoraria, as well as, financial, investment management, legal, accounting or other education which will assist the Financial Trustees in carrying out their duties and protecting the assets of the Trust.

THE PROCESS FOR PAYING EXPENDITURES AND THE PURCHASING OF ENTITLEMENT

Funding Direction means a written direction from Council, in respect of Expenditures Beneficial to the Beneficiary for Implementation Purposes, delivered to the Financial Trustees, for a distribution of Funds from the Trust Property, which contains the following information:

For paying implementation costs:

- A description of the implementation expense
- A description of the manner in which the funds will be applied, including when and to whom the funds will be paid, the anticipated completion date of any project to which the funds will be applied, the amount and source of other funds which will be applied in respect to the same matter, and a description of any charges or security arrangements.
- A Council Resolution approving any Expenditures Beneficial to the Beneficiary for implementation purposes.

For purchase of Entitlement Land:

- A copy of the executed Offer to

Purchase

- The name of the lawyer for the Beneficiary retained to complete the acquisition on behalf of the Beneficiary and to whom the Financial Trustees shall send required to complete.
- A Council Resolution approving any Expenditures Beneficial to Beneficiary for Implementation Purposes

Unless and until the amount of land set apart as Reserve has been increased by 9,637 acres of land, the amount of capital in the Implementation Account cannot be less than \$49,800,000.00 less the value of any Treaty Entitlement Land purchased by the Trust.

In the first 25 years, the Implementation Account has a "Floor Value" of \$25,000,000.00. No capital distributions, other than for the purchase of Land, can be made if such distribution should result in the value of the Implementation Account falling below \$25,000,000.00.

THE COMMUNITY FUND ACCOUNT

Opening Values

As of January 1, 2025, the opening value of the Community Fund Account was **\$6,983,766**

2025 Income and Expense Summary

| | |
|--------------------------------------|------------------|
| Total Income Received | \$338,710 |
| Less Authorized Expenses | |
| • Annual General Meeting | \$4,677 |
| • Audit Fees | \$9,093 |
| • Honorarium | \$13,900 |
| • Investment Counselling | \$5,333 |
| • Peguis Trust Office | \$74,735 |
| • Portfolio Management Fees | \$25,591 |
| • Professional Development | - |
| • Legal Fees | - |
| • Royal Trust, Corporate Trustee Fee | \$17,953 |
| • Salaries and Benefits | \$12,568 |
| • Special Projects | \$149,519 |
| • Travel and other expenses | \$9,089 |
| • | |
| Total Authorized Expenses | \$322,458 |

We are pleased to confirm that all expenses and withdrawals from the Trust are in compliance with the Trust Agreement.

Closing Values

As of December 31, 2025, the closing value of the Community Fund Account is **\$7,371,899**

COMMUNITY FUND TRUST 2025 AGM REPORT

Peguis TLE Community Fund Trustees want to ensure that we value your input and support youth committees and young entrepreneurs. The Community Fund Trust is now accepting applications. All submitted applications are eligible to be reviewed and approved within the 2025 calendar year.

PURPOSE OF THE COMMUNITY FUND ACCOUNT

The Community Fund Account is to be used for the advancement of the interest of and quality of life of Peguis First Nation and its Members through the preservation, enhancement, and application of Trust property.

AUTHORIZED USES FOR EXPENDITURES FOR COMMUNITY PURPOSES

- To supplement or enhance health care related services.
- To enhance or promote educational opportunities.
- To support assistance to address the special needs of Peguis elders.
- For community development and improvement initiatives including infrastructure, equipment or enhancement of recreation facilities.
- To preserve the language and cultural heritage.
- For Treaty Days, pow-wow and community gatherings.
- To acquire, establish, or build a credit union or a bank or a trust company to be owned by Peguis, also known as the Peguis band.
- For Housing.
- To promote or establish business or commercial operations is beneficial to the members.
- For any other activity, it is beneficial to the Peguis Community members.

AUTHORIZED USES FOR EXPENDITURES FOR COMMUNITY PURPOSES

Community Fund Trustees and/or supporting Council BCR must provide the Financial Trustee with a Funding Direction, which contains the following:

- A description of the Expenditure Beneficial to the Beneficiary for Community Purposes.
- A description of the manner in which the funds will be applied.
- When and to whom the funds will be paid, the anticipated completion date
- the amount and source of other funds received
- a description of any charges or security arrangements
- Depending on the amount of Community Fund Trustees Ordinary Resolution, Council Resolution or Members Ordinary Resolution approving the Expenditure

- under the discretion of the community fund trustees, all business application or recurring funding request may require a police check, credit bureau, drug test and personal character reference for all individuals identified on the application

COMMUNITY FUND APPROVAL AUTHORITIES

All funding applications are reviewed and discussed by the Community Fund Trustees or a review committee thereof. As per the terms of the Trust Agreement, the following approval authorities (increase yearly by inflation) are required to approve:

- Applications for funding up to \$63,468.46 (\$50,000.00) may be approved by the Community Fund Trustees
- Applications for funding over \$63,468.46 (\$50,000.00) and up to \$190,405.40 (\$150,000.00) must be recommended by the Community Fund Trustees and approved by Chief and Council
- Applications for funding over \$190,405.40 (\$150,000.00) must be recommended by the Community Fund Trustees with the concurrence of Chief and Council and approved by the Members at a meeting of Members.

AUTHORIZED USES FOR EXPENDITURES FOR COMMUNITY PURPOSES

- No deadline.
- The Community Fund Trustees will review all qualified applications
- Any applications that must be reviewed by Chief and Council and the Members will be reviewed at a meeting of Members
- Allocation of funding amounts to successful applicants will commence of the same year unless written extension request with valid reason is submitted.
- Please review the Community Fund Trustee Policy & Procedure

GUIDELINES FOR GRANT GRADING SYSTEM

- 35% of funds available will be used for business initiatives with emphasis on viable businesses that provide employment to community members.
- 30% of the funds available will be used for Youth initiatives
- 20% of funds available will be used to support Community activities, organizations and clubs
- 10% of the funds available will be used for the Elders initiatives
- 5% of funds used for Health initiatives

2025 – EXPENDITURE APPLICATIONS

Please be advised that as of 2025, the Community Fund Trustees have reached a quorum of three Trustees and are now able to accept applications.

Please note that no applications were paid out during the 2024 calendar year.

| FD# | Applicant | Description | Amount |
|---------|--|---|---------------------|
| #489/25 | Peguis Recreation | Peguis Minor Baseball: Uniforms | \$11,301.12 |
| #490/25 | April Wilson | Landon's Basketball Tournament | \$1,500.00 |
| #491/25 | Troy Slater | Maddox – Okanagan Hockey Academy 2025-2026 | \$3,000.00 |
| #492/25 | Jessica McCorrister for Peguis Grad 2025 | Peguis Central School Grads of 2025 | \$34,018.80 |
| #493/25 | Glen Cochrane | Peguis Outdoor Camp Meeting | \$15,000.00 |
| #494/25 | Peguis Treaty Committee | Electrical Upgrade at Peguis Treaty Grounds | \$44,000.00 |
| #496/25 | Rhonda McPherson | Evander McPherson's Hockey Expenses | \$1,500.00 |
| #497/25 | Michelle Gotch | Mama Bear's Den Renovations | \$25,000.00 |
| #498/25 | Vicki Sutherland | Arcadian Anderson "The Rink Hockey Academy U17" | \$3,000.00 |
| #499/25 | Lezley Sutherland | MISG Volleyball Jerseys – Keystone Source | \$1,802.78 |
| #500/25 | Trevor Hallett | Peguis Peace Officer Moving Expenses | \$500.00 |
| #501/25 | William "Bill" Spence | Chief Canoe Club – Peguis Treaty Days | \$34,540.00 |
| #502/25 | Matthew Asham | 2ndAnnual – Quad Races | \$2,000.00 |
| #503/25 | Jim Wastasecoot | Terra Indigena Newspaper | \$3,600.00 |
| #504/25 | Ardelle Choken | 3rdAnnual Women's Fall Luncheon and Conference | \$7,000.00 |
| #505/25 | Rod & Waldina Sutherland | Levi Hudson: Interlake Thunder Varsity Football | \$1,104.96 |
| #506/25 | Rod & Waldina Sutherland | Kingston Sutherland: Interlake Thunder Varsity Football | \$1,104.96 |
| #507/25 | Johnathon Flett | Peguis Recreation: Truth & Reconciliation T-Shirts | \$4,966.00 |
| #508/25 | Eric Bear | Corwyn Bear, Interlake Lightening U18 | \$1,500.00 |
| #510/25 | Desmond McKay | Benisi McKay, Hockey Registration/Fees | \$500.00 |
| #511/25 | Holly Spence | Jordyn Courchene, Hockey Registration/Fees | \$500.00 |
| #512/25 | Holly Spence | Madilyn Courchene, Hockey Registration/Fees | \$500.00 |
| #513/25 | Desmond McKay | Caleb McKay, Hockey Registration/Fees | \$500.00 |
| #514/25 | Tavon McCorrister | NAHL: North American Hockey League | \$3,000.00 |
| #515/25 | Tracy Gowens | Kingston Gowens, Jr.A Hockey in VIJHL | \$3,000.00 |
| | | Total: | \$204,438.62 |

| | Cancelled Applications | | |
|---------|---|--|--------------------|
| FD# | Applicant | Description | Amount |
| #495/25 | Jessica McCorrister – (Incomplete Application) | PCS Mino Pimatisiwin Youth Conference | \$15,000.00 |
| #509/25 | Johnathon Flett – (Rescinded) | Peguis Recreation, purchase 10 Used Bouncy Castles | \$4,500.00 |
| #516/25 | Stuart Manningway – (Rescinded) | Kane Manningway U17 AAA Interlake Lightening | \$1,500.00 |
| | | Total: | \$21,000.00 |

TOTAL GRANTS APPROVED ENDING DECEMBER 31, 2025 - \$204,438.62

Please be advised that due to vacancies among the Community Fund Trustees, a quorum was not reached in 2023 and 2024.

The Peguis Chief and Council are responsible for managing the election process to fill these positions.

Additionally, regarding the 2022 funding, the amount was approved in 2021 and disbursed in 2022.

Dear, Community Members, we are also pleased to announce that in 2025 the Community Fund Trustees have reached a quorum of three Trustees. As a result, the Trust is now officially able to accept applications. Please feel free to submit your applications for review.

- 2010 \$ 50,000.00
- 2011 \$ 51,303.67
- 2012 \$ 22,500.00
- 2013 \$ 115,202.00
- 2014 \$ 263,819.50
- 2015 \$ 223,656.90
- 2016 \$ 225,229.58
- 2017 \$ 323,123.30
- 2018 \$ 320,317.61
- 2019 \$ 333,315.95
- 2020 \$ 222,390.00
- 2021 \$ 309,126.41
- 2022 \$ 22,375.00
- 2023
- 2024
- 2025 \$204,438.62

2025 HIGHLIGHTS

The Peguis Chief & Council held a Trustee Election for the Peguis TLE Trust on December 11th, 2024, at the Peguis Community Hall.

Congratulations to our newly elected Off-Reserve Community Fund Trustee, Chloe McCorrister and Off-Reserve Financial Trustee, Nathan McCorrister.

Please be advised that there was no quorum to review or approve applications in 2024, as the election took place toward the end of the year. A quorum of three Community Fund Trustees is required to proceed with these reviews.

Please be advised that there are currently three vacant trustee positions:

- One (1) Appointed Accountant position for Financial Trustee
- Two (2) On-reserve Community Fund Trustee positions

If you have any questions or require further information regarding these vacancies, please let the Peguis TLE Trust Administrator Know.

PEGUIS TLE IMPLEMENTATION OFFICE – LOCATED IN SELKIRK, MB

The mandate of TLE Implementation office is to assist Council with the acquisition of Treaty Entitlement Land. Their primary duties are:

- To ensure the successful purchase and selection of 166,794 acres of land to be converted to Reserve Land.
- To develop a Strategic Plan to purchase TLE Land.
- To support the Chief and Council.
- To ensure land selection and acquisition procedures and principles are met.
- To monitor the conversion of land to Reserve Status.
- To ensure Peguis First Nation meets its responsibilities and obligations under the Treaty Land Agreement.
- To provide advice and administrative support to the TLE Trust.

THE TLE IMPLEMENTATION OFFICE BUDGET

Under the terms of the Trust Agreement, the Council prepares an Annual Budget for expenses relating to the implementation of the Treaty Entitlement Agreement. This includes costs for required staff, equipment, travel, land acquisition administration, site inspections, land appraisals, general legal services, monitoring, and the Reserve creation process approved by Council.

For 2025, the TLE Implementation Budget was \$492,052.

2025 ANNUAL INVESTMENT REPORT

T.E. Wealth Indigenous Advisory Services Transition

On behalf of TE Wealth's Indigenous Advisory Services practice, it goes without saying that we have been extremely honored to be supporting the Peguis TLE and Surrender Trusts for upwards of 15 years.. From an advisory perspective, we have been committed to working with your member Trustees to enable the Trusts to exceed their performance expectations since inception. And, equally honored to be a part of the Peguis family and the sincere friendships that have evolved with the Trustees and many community members alike, over this time.

In November of 2025, our Indigenous Advisory practice was transitioned over to the Investment Consulting practice of Mercer which is recognized as one the largest consulting organizations world-wide. In this regard, we aren't saying good-bye, but it remains our hope and desire to be able to support your community once again on the journey ahead.



We thank you for allowing us the opportunity to work with you and to be a part of the family of Peguis. We only wish you well and the best of luck as the Trust pursues another direction. We will always be here for you and in our hearts.

Jack Jamieson

Partner, Mercer Indigenous Services

An Introduction to Convyta and Your Team

On behalf of Convyta Partners, your new investment consulting firm, I would like to thank you for the opportunity to support the Peguis First Nation Treaty Land Entitlement Trust (TLE) in achieving its investment objectives and its goal of supporting the Peguis First Nation over the long term. We are an independent, employee-owned firm that advises Indigenous trusts across Canada, helping ensure community assets are thoughtfully invested and preserved for future generations. We look forward to building a strong, lasting partnership with TLE and Peguis First Nation.

Your lead investment consultant and primary point of contact is Bryan Shearer, CFA, who is based out of Winnipeg, MB. Bryan has worked in the investment industry for over 25 years, is a graduate of the I.H. Asper School of Business at the University of Manitoba and has been a CFA Charterholder since 2006. Bryan will be supported by Blake Kezar, Associate (bias provided below), along with other members of Convyta's investment consulting team.

Convyta Partners LP (formerly George & Bell Consulting) provides investment, pension, and benefits consulting, as well as pension and benefits administration, to institutional clients.

We respectfully acknowledge that our offices are located on the traditional territories of diverse Indigenous peoples across Canada. We honour the continued presence, stewardship, and contributions of First Nations, Inuit, and Metis peoples across the country. Specifically, in Winnipeg, we acknowledge that our place of work is located on Treaty One territory, the ancestral and traditional lands of the Anishinaabe (Ojibwe), Ininew (Cree), Dakota, and De•ne Peoples, and the homeland of the Red River Metis. We also acknowledge Peguis First Nation, and recognize their enduring connection to their lands, culture, and community.

Our work with large institutional investors of all types, including multi-billion-dollar organizations, shapes the disciplined and best-practice approach we bring, to every client. We are committed to applying these insights in ways that help Indigenous communities of all sizes take greater ownership over their financial futures. Indigenous clients are our second-largest client group, and we see this work as a meaningful contribution to economic reconciliation by supporting communities as they build capacity, strengthen control over their capital, and pursue long-term, self-defined goals.



**Bryan Shearer, CFA,
Lead Consultant**

Bryan has worked in the investment industry for over 25 years developing extensive experience in both equity and fixed income investments. The majority of his career was as a Vice-President with a large Institutional Investment firm, where he was the Portfolio Manager of a \$1.5 billion investment fund focused on small and mid-sized investments. Bryan is an experienced and respected investment professional that values a

collaborative approach to business.

Qualifications & Education

Bryan graduated from the University of Manitoba in 2001 with a Bachelor of Commerce (Honours) in Finance and International Business. He obtained his Chartered Financial Analyst designation in 2006.



**Blake Kezar
Associate**

Blake joined Convyta's investment team as an analyst in June 2023, having been promoted to associate in 2026. Blake is a proud member of the Mohawks of Kahnawa:ke and at Convyta, he works closely with other members of the Indigenous Relations Committee to support the community and financial goals of Indigenous Trusts and organizations.

Qualifications & Education

Blake completed a Bachelor of Arts specializing in both Economics and Political Science from the University of British Columbia in 2022. While at the University of British Columbia, he obtained the Trek Excellence Scholarship for Continuing Indigenous Students of Canada during his studies in 2021.

We are pleased to present the 2025 annual investment report for Peguis First Nation Treaty Land Entitlement Trust (TLE).

Financial Market Commentary - 2025

Equity markets delivered strong returns in 2025 despite periods of volatility driven by trade tensions, tariff announcements, and shifting expectations for growth and inflation. Markets recovered through the middle of the year and finished strongly, supported by resilient corporate earnings, improving trade sentiment, and continued investment in artificial intelligence (AI). Canadian equities outperformed, aided by strength in financials and materials - including record-high gold prices - while international and emerging markets also advanced. Enthusiasm for AI remained a key driver, though valuations in some areas became increasingly stretched.

Fixed income markets were mixed. Bond yields declined early in the year amid policy rate cuts and flight-to-safety demand but later moved higher as tariff-related inflation concerns tempered expectations for further easing. Central banks, including the Bank of Canada and U.S. Federal Reserve, implemented modest rate cuts, contributing to a slight steepening of the yield curve. Corporate bonds outperformed as credit spreads tightened, while long-duration bonds experienced greater volatility.

Economic growth in Canada moderated but remained positive, with inflation averaging approximately 2.4%, and within the Bank of Canada's target range. While trade policy and monetary uncertainty contributed to intermittent volatility, markets ended the year on solid footing.

2025 - Trust Performance

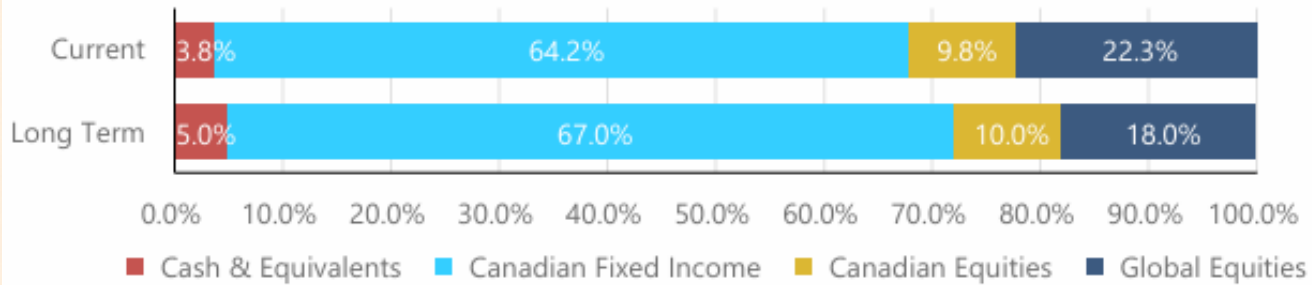
Assets

As at December 31, 2025, the total assets held by the TLE were \$36,211, 128, up 5.5% from \$34,311,873 as at December 31, 2024, including investment returns and net of any transfers in or out of the Trust. The Trust was established in 2008 with an initial balance of \$61,397,215, of which \$56,397,215 was deposited into the Implementation Fund and \$5,000,000 was deposited into the Community Fund.

The tables show the current asset mix and the long-term asset mix target for the Total Fund, as stated in the Investment Policy, as at December 31, 2025.

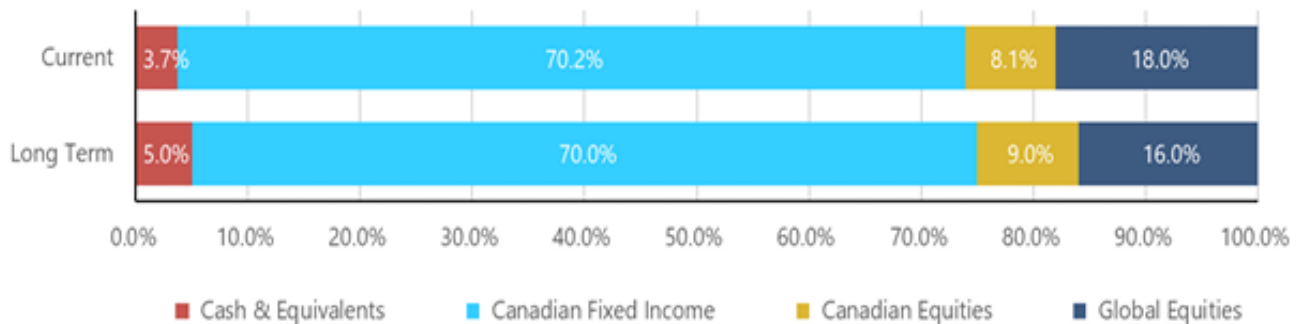
The tables below show the current asset mix and the long-term asset mix target for the Total Fund, as stated in the Investment Policy, as at December 31, 2025.

| As at December 31, 2025 | Current Balance | Current Asset Mix | Long Term Asset Mix |
|-------------------------|-----------------|-------------------|---------------------|
| Cash & Equivalents | \$ 1,360,945 | 3.8% | 5.0% |
| Canadian Fixed Income | \$ 23,251,148 | 64.2% | 67.0% |
| Total Fixed Income | \$ 24,612,093 | 68.0% | 72.0% |
| Canadian Equities | \$ 3,538,280 | 9.8% | 10.0% |
| Global Equities | \$ 8,060,755 | 22.3% | 18.0% |
| Total Equities | \$ 11,599,035 | 32.0% | 28.0% |
| Total | \$ 36,211,128 | 100.0% | 100.0% |



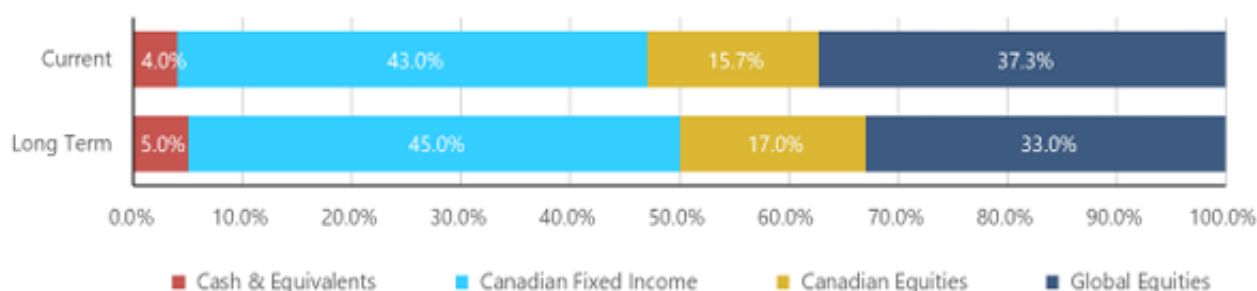
The tables below show the current asset mix and the long-term asset mix target for the Implementation Fund, as stated in the Investment Policy, as at December 31, 2025.

| As at December 31, 2025 | Current Balance | Current Asset Mix | Long Term Asset Mix |
|-------------------------|-----------------|-------------------|---------------------|
| Cash & Equivalents | \$ 1,038,609 | 3.7% | 5.0% |
| Canadian Fixed Income | \$ 19,802,423 | 70.2% | 70.0% |
| Total Fixed Income | \$ 20,841,031 | 73.9% | 75.0% |
| Canadian Equities | \$ 2,280,037 | 8.1% | 9.0% |
| Global Equities | \$ 5,070,940 | 18.0% | 16.0% |
| Total Equities | \$ 7,350,977 | 26.1% | 25.0% |
| Total | \$ 28,192,009 | 100.0% | 100.0% |



The tables below show the current asset mix and the long-term asset mix target for the Community Fund, as stated in the Investment Policy, as at December 31, 2025.

| As at December 31, 2025 | Current Balance | Current Asset Mix | Long Term Asset Mix |
|-------------------------|-----------------|-------------------|---------------------|
| Cash & Equivalents | \$ 322,337 | 4.0% | 5.0% |
| Canadian Fixed Income | \$ 3,448,726 | 43.0% | 45.0% |
| Total Fixed Income | \$ 3,771,062 | 47.0% | 50.0% |
| Canadian Equities | \$ 1,258,243 | 15.7% | 17.0% |
| Global Equities | \$ 2,989,815 | 37.3% | 33.0% |
| Total Equities | \$ 4,248,058 | 53.0% | 50.0% |
| Total | \$ 8,019,120 | 100.0% | 100.0% |



Performance

| As at December 31, 2025 | Assets | | Time-Weighted Returns | | | | | |
|--|--------|-------|-----------------------|--------|---------|---------|---------|---------|
| | \$000 | % | Quarter | 1 Year | 2 Years | 3 Years | 4 Years | 5 Years |
| Total Fund (Net) | 36,211 | 100% | 0.6% | 7.0% | 8.5% | 8.7% | 4.0% | 4.1% |
| Total Fund Benchmark Portfolio ¹ | | | 0.7% | 7.7% | 9.0% | 9.1% | 3.9% | 4.0% |
| Implementation Fund (Net) | 28,192 | 77.9% | 0.6% | 6.4% | 7.9% | 8.1% | 3.6% | 3.6% |
| Implementation Fund Benchmark Portfolio ² | | | 0.6% | 7.1% | 8.4% | 8.6% | 3.5% | 3.5% |
| Consumer Price Index + 3.5% | | | 0.9% | 5.9% | 5.6% | 6.0% | 7.0% | 7.2% |
| Community Fund (Net) | 8,019 | 22.1% | 0.5% | 9.3% | 10.9% | 10.7% | 5.3% | 6.0% |
| Community Fund Benchmark Portfolio ³ | | | 1.5% | 11.5% | 13.4% | 12.9% | 6.7% | 7.2% |
| Consumer Price Index + 4.5% | | | 1.2% | 6.9% | 6.6% | 7.0% | 8.0% | 8.2% |

1. Total Fund benchmark portfolio consists of 5% T-Bill, 35% FTSE Canada Universe Bond Index, 20% S&P/TSX Composite Index, and 40% MSCI World Index (net).
2. Implementation Fund benchmark portfolio consists of 5% T-Bill, 69% FTSE Canada Universe Bond Index, 9% S&P/TSX Composite Index, and 17% MSCI World Index (net).
3. Community Fund benchmark portfolio consists of 5% T-Bill, 45% FTSE Canada Universe Bond Index, 17% S&P/TSX Composite Index, and 33% MSCI World Index (net).

For 2025, the total Fund returned 7.0%, or 0.7% below its Total Fund benchmark. Total fund return was comprised of a 6.4% return from the Implementation Fund (which was 0.7% below its primary benchmark) and a 9.3% return from the Community Fund (which was 2.2% below its primary benchmark). The Fund returns are also compared to a Secondary benchmark based on the rate of inflation (Implementation Fund is CPH-3.5% and Community Fund is CPI+4.5%). For 2025, the Implementation Fund beat its Secondary benchmark by 0.5%, while the Community Fund beat its Secondary benchmark by 2.4%. Both Funds underperformed their respective Secondary benchmarks over the 4-year period, however persistently higher than normal inflation over the past few years has made these benchmarks difficult to exceed. Inflation is now back within the Bank of Canada's target range of 1% to 3%, although inflation concerns driven by geopolitical conflicts persist.

Investment Manager Structure

The Trust currently utilizes a multi-manager structure. The Implementation Fund utilizes the services of Beutel Goodman and Mawer Investment Management to manage a combination of both equities and fixed income, along with Ridgewood Capital who is a specialty fixed income manager. The Community Fund utilizes the services of Mawer Investment Management who manages both the equity and fixed income assets of the Fund. This multi-manger approach is used to diversify investments by manager style, helping the TLE manage through different types of market environments and provides a smoothing effect on returns.

Concluding Remarks

With an engaged group of Trustees and a well-diversified investment strategy, the TLE has generated strong financial performance over the years. In conjunction with the Trustees, we are actively monitoring the portfolio to ensure that it remains well positioned to continue delivering long-lasting and meaningful benefits to the Peguis First Nation.

Thank you for the opportunity to work with the Peguis s First Nation Treaty Land Entitlement Trust. We look forward to building a strong and long-lasting relationship with both the Trustees and the Peguis First Nation community.



Conclusion

We are honoured to provide fiduciary services for the administration of the Trust. We look forward to working with you as Trustees for the Peguis First Nation TLE Trust for the benefit of the community and future generations.

Respectfully submitted,

Peguis First Nation TLE Trust

Financial Trustees



Stephen Daniels, Chair



Sharon Stevenson

Carrie Sutherland



Diane Bear




Nathan McCorrister



Royal Trust, Corporate Trustee
Sangita Bhalla/Kathleen Mazur

Community Fund Trustees



Lloyd Sinclair, Chair

Ralph Sutherland

Chloe McCorrister

TRUST NOMINATING COMMITTEE (TNC) 2025

Brief introduction to the active Trust Nominating Committee (TNC) members as follows.

1. Jacqueline Flett, (On Reserve)
2. Johnathon Flett, (On Reserve)
3. Mabel Morin, (On Reserve)
4. Jules McPherson, (Off Reserve)
5. Lorretta Sinclair, (Off Reserve)
6. Phyllis Sutherland, (On Reserve)
7. Raquel Mason, (Off-Reserve)

The Trust Nominating Committee was created back in May 2022.

The TNC held a General Meeting on December 15, 2022, recommending changes to the Trustee Criteria. The membership in attendance requested more time to review the changes. The 2nd

General meeting held in March 2023, at which time there was not a quorum of beneficiary/members in attendance to vote on the recommended change in criteria.

As a result, the criteria of both Trusts remain the same going forward.

TNC utilized all communications such a Selkirk Journal, Winnipeg Free Press, Terra Indigena newspaper, Surrender Claim Trust website, Treaty Land Entitlement Trust website and Peguis First Nation website.

ELIGIBILITY CRITERIA

Before applying, please review the eligibility criteria for trustees as set out in each trust agreement, available online: [TLE Trust Agreement](#) and [Surrender Claim Trust Agreement](#).

- Applicants must be:
 - willing to assist in carrying out the objects of the Trust
 - at least 18 years old at the time of becoming a trustee; and
 - a resident of Canada for income tax purposes.
- Applicants must not:
 - have a trustee or guardian appointed on their behalf under *The Mental Health Act*;
 - be the donor under a power of attorney which is in force due to lack of mental capacity;
 - be bankrupt or insolvent (unable to pay debts owed); or
 - be convicted of an indictable offence or fraud.
- Applicants cannot hold the position of Chief or Councillor.
- Applicants must disclose any potential material conflict(s) of interest.
- No person can be both a Financial Trustee and a Community Fund Trustee of the same trust at the same time.
- At least 5 Financial Trustees and at least 4 Community Fund Trustees must be Members, of which at least 4 Financial Trustees and at least 3 Community Fund Trustees must ordinarily reside on reserve. At least 1 Financial Trustee and at least 1 Community Fund Trustee must ordinarily reside off reserve.



— P E G U I S —
**TREATY LAND
ENTITLEMENT**
— ANNUAL REPORT —

FOR THE PERIOD ENDING
DECEMBER 31, 2025

