Financial Results

Condensed Consolidated Statements of Earnings

(unaudited) (millions of Canadian dollars except where otherwise indicated)	12 Weeks Ended Jun. 20, 2026	Jun. 14, 2025(i)	24 Weeks Ended Jun. 20, 2026	Jun. 14, 2025(i)
Revenue	**$ 15,201**	$ 14,608	**$ 29,840**	$ 28,662
Operating Expenses				
Cost of inventories sold	**10,195**	9,823	**20,131**	19,343
Selling, general and administrative expenses	**3,639**	3,416	**7,192**	6,941
	13,834	13,239	**27,323**	26,284
Operating Income	**1,367**	1,369	**2,517**	2,378
Net Interest Expense and Other Financing Charges (note 7)	**578**	451	**985**	859
Earnings Before Income Taxes	**789**	918	**1,532**	1,519
Income Taxes (note 8)	**286**	291	**614**	564
Net Earnings from Continuing Operations	**503**	627	**918**	955
Net Earnings from Discontinued Operations	**31**	21	**38**	43
Net Earnings	**534**	648	**956**	998
Attributable to:				
Shareholders of the Company (note 9)	**143**	268	**259**	361
Continuing Operations	**127**	257	**239**	338
Discontinued Operations	**16**	11	**20**	23
Non-Controlling Interests	**391**	380	**697**	637
Net Earnings	**$ 534**	$ 648	**$ 956**	$ 998
Net Earnings per Common Share – Basic(ii) ($) (note 9)	**$ 0.35**	$ 0.67	**$ 0.63**	$ 0.88
Continuing Operations	**0.31**	0.64	**0.58**	0.82
Discontinued Operations	**0.04**	0.03	**0.05**	0.06
Net Earnings per Common Share – Diluted(ii) ($) (note 9)	**$ 0.34**	$ 0.65	**$ 0.61**	$ 0.86
Continuing Operations	**0.30**	0.62	**0.56**	0.80
Discontinued Operations	**0.04**	0.03	**0.05**	0.06

(i) Adjusted to reflect discontinued operations (see note 4).
(ii) Adjusted to reflect the three-for-one stock split effective at the close of business on August 18, 2025 (see note 12).

See accompanying notes to the unaudited interim period condensed consolidated financial statements.

Condensed Consolidated Statements of Comprehensive Income

(unaudited) (millions of Canadian dollars)	12 Weeks Ended Jun. 20, 2026	Jun. 14, 2025(i)	24 Weeks Ended Jun. 20, 2026	Jun. 14, 2025(i)
Net Earnings from Continuing Operations	**$ 503**	$ 627	**$ 918**	$ 955
Other comprehensive income (loss), net of taxes				
Items that are or may be reclassified subsequently to profit or loss:				
Foreign currency translation adjustment	**3**	(5)	**4**	(5)
Unrealized gains (losses) on cash flow hedges (note 14)	**2**	6	**3**	(5)
Items that will not be reclassified to profit or loss:				
Unrealized gain on investment	**13**	—	**12**	—
Adjustment to fair value of investment properties	**4**	—	**5**	—
Net defined benefit plan actuarial gains (losses) (note 13)	**8**	(71)	**(42)**	(105)
Other comprehensive income (loss) from continuing operations	**30**	(70)	**(18)**	(115)
Comprehensive Income from Continuing Operations	**533**	557	**900**	840
Net Earnings from Discontinued Operations	**31**	21	**38**	43
Other comprehensive loss, net of taxes, from discontinued operations	**(1)**	—	**(1)**	(2)
Comprehensive Income from Discontinued Operations	**30**	21	**37**	41
Total Comprehensive Income	**563**	578	**937**	881
Attributable to:				
Shareholders of the Company from Continuing Operations	**147**	220	**234**	276
Shareholders of the Company from Discontinued Operations	**15**	11	**19**	22
Non-Controlling Interests	**401**	347	**684**	583
Total Comprehensive Income	**$ 563**	$ 578	**$ 937**	$ 881

(i) Adjusted to reflect discontinued operations (see note 4).

See accompanying notes to the unaudited interim period condensed consolidated financial statements.

Condensed Consolidated Balance Sheets

(unaudited) (millions of Canadian dollars)	Jun. 20, 2026	As at Jun. 14, 2025	Dec. 31, 2025
ASSETS			
Current Assets			
Cash and cash equivalents	**$ 1,280**	$ 1,174	$ 1,450
Short-term investments	**14**	954	43
Security deposits	**—**	300	—
Accounts receivable	**1,504**	1,389	1,314
Credit card receivables (note 4)	**—**	3,975	—
Inventories	**6,564**	6,479	6,493
Prepaid expenses and other assets	**652**	651	728
Assets held for sale (note 4)	**5,281**	45	5,660
Total Current Assets	**15,295**	14,967	15,688
Fixed Assets	**13,462**	12,754	13,418
Right-of-Use Assets	**5,554**	5,122	5,335
Investment Properties	**5,580**	5,645	5,514
Equity Accounted Joint Ventures	**990**	883	962
Intangible Assets	**5,143**	5,278	5,173
Goodwill	**4,972**	4,907	4,963
Deferred Income Taxes	**67**	126	76
Security Deposits	**40**	38	38
Other Assets	**1,106**	1,128	1,000
Total Assets	**$ 52,209**	$ 50,848	$ 52,167
LIABILITIES			
Current Liabilities			
Bank indebtedness	**$ —**	$ 59	$ —
Trade payables and other liabilities	**7,521**	7,003	7,535
Loyalty liability	**141**	220	124
Provisions	**67**	103	92
Income taxes payable	**160**	194	124
Demand deposits from customers	**—**	673	—
Short-term debt	**—**	500	—
Long-term debt due within one year (note 11)	**997**	949	507
Lease liabilities due within one year	**1,043**	989	1,010
Associate interest	**376**	353	396
Liabilities associated with assets held for sale (note 4)	**4,327**	—	4,452
Total Current Liabilities	**14,632**	11,043	14,240
Provisions	**102**	100	102
Long-Term Debt (note 11)	**12,201**	15,009	12,687
Lease Liabilities	**5,620**	5,196	5,375
Trust Unit Liability	**4,557**	4,066	4,122
Deferred Income Taxes	**1,819**	1,582	1,826
Other Liabilities	**1,201**	1,203	1,205
Total Liabilities	**40,132**	38,199	39,557
EQUITY			
Share Capital (note 12)	**3,247**	3,286	3,250
Retained Earnings	**4,617**	5,088	5,106
Contributed Surplus	**(3,599)**	(3,022)	(3,320)
Accumulated Other Comprehensive Income	**260**	229	244
Total Equity Attributable to Shareholders of the Company	**4,525**	5,581	5,280
Non-Controlling Interests	**7,552**	7,068	7,330
Total Equity	**12,077**	12,649	12,610
Total Liabilities and Equity	**$ 52,209**	$ 50,848	$ 52,167

Contingent liabilities (note 15).

See accompanying notes to the unaudited interim period condensed consolidated financial statements.

Condensed Consolidated Statements of Changes in Equity

(unaudited) (millions of Canadian dollars except where otherwise indicated)	Common Shares	Preferred Shares	**Total Share Capital**	**Retained Earnings**	**Contributed Surplus**	Foreign Currency Translation Adjustment	Cash Flow Hedges and Other	Fair Value Adjustments	**Total Accumulated Other Comprehensive Income**	**Non-Controlling Interests**	**Total Equity**
Balance as at Dec. 31, 2025	$ 2,433	$ 817	**$ 3,250**	**$ 5,106**	**$ (3,320)**	$ 29	$ (11)	$ 226	**$ 244**	**$ 7,330**	**$ 12,610**
Net earnings	—	—	**—**	**259**	**—**	—	—	—	**—**	**697**	**956**
Other comprehensive (loss) income[(i)]	—	—	**—**	**(22)**	**—**	3	1	12	**16**	**(13)**	**(19)**
Comprehensive income	$ —	$ —	**$ —**	**$ 237**	**$ —**	$ 3	$ 1	$ 12	**$ 16**	**$ 684**	**$ 937**
Effect of equity-based compensation (note 12)	29	—	**29**	**—**	**(7)**	—	—	—	**—**	**(6)**	**16**
Shares purchased and cancelled (note 12)	(33)	—	**(33)**	**(475)**	**—**	—	—	—	**—**	**—**	**(508)**
Net effect of shares held in trusts (note 12)	1	—	**1**	**4**	**—**	—	—	—	**—**	**—**	**5**
Loblaw capital transactions and dividends	—	—	**—**	**—**	**(272)**	—	—	—	**—**	**(456)**	**(728)**
Dividends declared											
Per common share ($) (note 12)											
– $0.619701	—	—	**—**	**(233)**	**—**	—	—	—	**—**	**—**	**(233)**
Per preferred share ($) (note 12)											
– Series I – $0.7250	—	—	**—**	**(7)**	**—**	—	—	—	**—**	**—**	**(7)**
– Series III – $0.6500	—	—	**—**	**(5)**	**—**	—	—	—	**—**	**—**	**(5)**
– Series IV – $0.6500	—	—	**—**	**(5)**	**—**	—	—	—	**—**	**—**	**(5)**
– Series V – $0.593750	—	—	**—**	**(5)**	**—**	—	—	—	**—**	**—**	**(5)**
	$ (3)	$ —	**$ (3)**	**$ (726)**	**$ (279)**	$ —	$ —	$ —	**$ —**	**$ (462)**	**$ (1,470)**
Balance as at Jun. 20, 2026	$ 2,430	$ 817	**$ 3,247**	**$ 4,617**	**$ (3,599)**	$ 32	$ (10)	$ 238	**$ 260**	**$ 7,552**	**$ 12,077**

(unaudited) (millions of Canadian dollars except where otherwise indicated)	Common Shares	Preferred Shares	**Total Share Capital**	**Retained Earnings**	**Contributed Surplus**	Foreign Currency Translation Adjustment	Cash Flow Hedges and Other	Fair Value Adjustments	**Total Accumulated Other Comprehensive Income**	**Non-Controlling Interests**	**Total Equity**
Balance as at Dec. 31, 2024	$ 2,476	$ 817	**$ 3,293**	**$ 5,490**	**$ (2,787)**	$ 31	$ (5)	$ 220	**$ 246**	**$ 6,895**	**$ 13,137**
Net earnings	—	—	**—**	**361**	**—**	—	—	—	**—**	**637**	**998**
Other comprehensive loss[(i)]	—	—	**—**	**(55)**	**—**	(4)	(4)	—	**(8)**	**(54)**	**(117)**
Comprehensive income (loss)	$ —	$ —	**$ —**	**$ 306**	**$ —**	$ (4)	$ (4)	$ —	**$ (8)**	**$ 583**	**$ 881**
Transfer of revaluation reserve upon disposal of investment properties	—	—	**—**	**9**	**—**	—	—	(9)	**(9)**	**—**	**—**
Effect of equity-based compensation (note 12)	30	—	**30**	**—**	**(8)**	—	—	—	**—**	**(7)**	**15**
Shares purchased and cancelled (note 12)	(38)	—	**(38)**	**(478)**	**—**	—	—	—	**—**	**—**	**(516)**
Net effect of shares held in trusts (note 12)	1	—	**1**	**4**	**—**	—	—	—	**—**	**—**	**5**
Loblaw capital transactions and dividends	—	—	**—**	**—**	**(227)**	—	—	—	**—**	**(403)**	**(630)**
Dividends declared											
Per common share[(ii)] ($) (note 12)											
– $0.571266	—	—	**—**	**(221)**	**—**	—	—	—	**—**	**—**	**(221)**
Per preferred share ($) (note 12)											
– Series I – $0.7250	—	—	**—**	**(7)**	**—**	—	—	—	**—**	**—**	**(7)**
– Series III – $0.6500	—	—	**—**	**(5)**	**—**	—	—	—	**—**	**—**	**(5)**
– Series IV – $0.6500	—	—	**—**	**(5)**	**—**	—	—	—	**—**	**—**	**(5)**
– Series V – $0.593750	—	—	**—**	**(5)**	**—**	—	—	—	**—**	**—**	**(5)**
	$ (7)	$ —	**$ (7)**	**$ (708)**	**$ (235)**	$ —	$ —	$ (9)	**$ (9)**	**$ (410)**	**$ (1,369)**
Balance as at Jun. 14, 2025	$ 2,469	$ 817	**$ 3,286**	**$ 5,088**	**$ (3,022)**	$ 27	$ (9)	$ 211	**$ 229**	**$ 7,068**	**$ 12,649**

(i) Other comprehensive loss includes an actuarial loss of $42 million (2025 – loss of $105 million), of which $22 million (2025 – loss of $55 million) is presented in retained earnings, and $20 million (2025 – loss of $50 million) in non-controlling interests. Also included in non-controlling interests is a $1 million gain on cash flow hedges (2025 – $3 million loss), a $1 million gain on foreign currency translation adjustments (2025 – $1 million loss) and a $5 million gain on fair value adjustments (2025 – nil).

(ii) Adjusted to reflect the three-for-one stock split effective at the close of business on August 18, 2025 (see note 12).

See accompanying notes to the unaudited interim period condensed consolidated financial statements.

Condensed Consolidated Statements of Cash Flows

(unaudited) (millions of Canadian dollars)	12 Weeks Ended Jun. 20, 2026	 Jun. 14, 2025	24 Weeks Ended Jun. 20, 2026	 Jun. 14, 2025
Operating Activities				
Net earnings	**$ 534**	$ 648	**$ 956**	$ 998
Add (deduct):				
Net interest expense and other financing charges (note 7)	**616**	490	**1,069**	934
Income taxes (note 8)	**281**	302	**613**	585
Depreciation and amortization	**551**	518	**1,089**	1,145
Asset impairments, net of recoveries	**—**	1	**—**	1
Adjustment to fair value of investment properties	**8**	(27)	**—**	(30)
Adjustment to fair value of investment in real estate securities (note 14)	**(7)**	(9)	**42**	—
Change in allowance for credit card receivables (note 4)	**(4)**	2	**—**	10
Change in provisions	**(14)**	(1)	**(21)**	(411)
Change in non-cash working capital (note 10)	**124**	(87)	**(319)**	(834)
Change in gross credit card receivables (note 4)	**(208)**	(180)	**(24)**	245
Income taxes paid	**(275)**	(263)	**(570)**	(566)
Interest received	**9**	11	**22**	49
Other	**169**	(10)	**224**	(20)
Cash Flows from Operating Activities	**1,784**	1,395	**3,081**	2,106
Investing Activities				
Fixed asset and investment properties purchases	**(363)**	(519)	**(631)**	(727)
Intangible asset additions	**(94)**	(78)	**(187)**	(148)
Disposal (purchase) of short-term investments	**326**	49	**157**	(306)
Investment in equity securities	**(62)**	—	**(138)**	—
Proceeds from disposal of assets	**7**	81	**20**	167
Lease payments received from finance leases	**—**	3	**2**	3
Repayments (advances) of mortgages, loans, and notes receivable	**70**	(3)	**86**	120
Disposal of long-term securities	**20**	50	**20**	80
Decrease (increase) in security deposits	**100**	(299)	**(2)**	(300)
Other	**(11)**	(10)	**(37)**	(68)
Cash Flows used in Investing Activities	**(7)**	(726)	**(710)**	(1,179)
Financing Activities				
Increase in bank indebtedness	**—**	37	**—**	59
Increase (decrease) in short-term debt	**250**	—	**50**	(300)
Increase in demand deposits from customers	**10**	160	**9**	320
Long-term debt – Issued (note 11)	**(4)**	343	**306**	1,132
– Repayments (note 11)	**(468)**	(186)	**(490)**	(552)
Interest paid	**(239)**	(209)	**(504)**	(465)
Cash rent paid on lease liabilities – Interest (note 7)	**(63)**	(62)	**(128)**	(123)
Cash rent paid on lease liabilities – Principal	**(189)**	(178)	**(292)**	(353)
Share capital – Issued (note 12)	**8**	17	**26**	27
– Purchased and cancelled (note 12)	**(315)**	(297)	**(575)**	(471)
Loblaw common share capital – Issued	**10**	24	**28**	46
– Purchased and cancelled	**(287)**	(240)	**(616)**	(483)
Loblaw preferred share capital – Purchased and cancelled	**—**	—	**—**	(225)
Tax paid on repurchases of share capital	**—**	—	**(52)**	(57)
Dividends – To common shareholders	**(113)**	(106)	**(226)**	(213)
– To preferred shareholders	**(11)**	(8)	**(22)**	(19)
– To non-controlling interests	**(77)**	(72)	**(77)**	(148)
Other	**(87)**	(17)	**(215)**	30
Cash Flows used in Financing Activities	**(1,575)**	(794)	**(2,778)**	(1,795)
Effect of foreign currency exchange rate changes on cash and cash equivalents	**3**	(5)	**4**	(6)
Increase (decrease) in Cash and Cash Equivalents	**205**	(130)	**(403)**	(874)
Cash and Cash Equivalents, Beginning of Period	**1,281**	1,304	**1,840**	2,048
Impact of adopting amendments to IFRS 9 and IFRS 7 (note 3)			**49**	
Adjusted Cash and Cash Equivalents, Beginning of Period			**1,889**	
Cash and Cash Equivalents, End of Period[(i)]	**$ 1,486**	$ 1,174	**$ 1,486**	$ 1,174

(i) The condensed consolidated statements of cash flows is presented on a total Company basis. Refer to note 4 for cash flow information related to discontinued operations.

See accompanying notes to the unaudited interim period condensed consolidated financial statements.

Notes to the Unaudited Interim Period Condensed Consolidated Financial Statements

Note 1. Nature and Description of the Reporting Entity

George Weston Limited ("GWL" or the "Company") is a Canadian public company incorporated in 1928, with its registered office located at 22 St. Clair Avenue East, Toronto, Canada M4T 2S5. The Company's parent is Wittington Investments, Limited ("Wittington").

The Company operates through its two reportable operating segments: Loblaw Companies Limited ("Loblaw") and Choice Properties Real Estate Investment Trust ("Choice Properties"). Effect of consolidation includes eliminations, intersegment adjustments and other consolidation adjustments. Cash and short-term investments and other investments held by the Company, and all other company level activities that are not allocated to the reportable operating segments, such as net interest expense, corporate activities and administrative costs are included in GWL Corporate.

Loblaw provides customers with grocery, pharmacy and healthcare services, other health and beauty products, apparel, general merchandise, and wireless mobile products and services. Loblaw also provided credit card and everyday banking services and insurance brokerage services until July 1, 2026.

In the fourth quarter of 2025, Loblaw entered into a definitive agreement (the "Transaction Agreement") with EQB Inc. ("EQB") pursuant to which EQB will acquire President's Choice Bank ("PC Bank"), PC Financial Insurance Agency Inc., PC Financial Insurance Broker Inc. and certain other affiliated entities of PC Bank (collectively, "PC Financial") (the "Sale of PC Financial").

As at June 20, 2026 and December 31, 2025, the assets and liabilities of PC Financial have been classified as held for sale, and PC Financial's results, net of intersegment eliminations at Loblaw, have been presented separately as discontinued operations in the Company's current and comparative results (see note 4). All notes to the unaudited interim period condensed consolidated financial statements relate to continuing operations unless indicated otherwise.

Subsequent to the end of the second quarter, on July 1, 2026, Loblaw completed the Sale of PC Financial for total consideration of $1,234 million, consisting of 7.2 million common shares of EQB with a fair value of $963 million, $235 million in cash, and $36 million related to certain commodity tax receivables. The Sale of PC Financial will result in a gain on sale, net of transaction costs, of approximately $375 million, before income taxes, within discontinued operations in the third quarter of 2026. The total consideration and related gain on sale are preliminary and subject to adjustment pursuant to the terms of the Transaction Agreement. As of the date of closing, Loblaw owned approximately 19.9% of EQB's issued and outstanding common shares.

In connection with the closing of the Sale of PC Financial, EQB entered into a long-term strategic relationship with Loblaw pursuant to a commercial agreement to become the exclusive financial partner of the PC Optimum™ loyalty program. Additionally, in connection with the closing of the Sale of PC Financial, EQB and Loblaw entered into an investor rights agreement pursuant to which Loblaw will have Board of Directors nomination rights, registration rights and pre-emptive rights, and will be subject to a four-year lock-up and a standstill restricting Loblaw and its affiliates from acquiring common shares of EQB if it would bring Loblaw's ownership above 25% of the issued and outstanding EQB common shares.

Choice Properties owns, manages and develops a high-quality portfolio of commercial retail, industrial, mixed-use and residential properties across Canada.

Quarterly net earnings are affected by seasonality and the timing of holidays, relative to the Company's interim periods. Accordingly, quarterly performance is not necessarily indicative of annual performance. Historically, Loblaw has earned more revenue in the fourth quarter relative to the preceding quarters in its fiscal year.

Note 2. Material Accounting Policies

The material accounting policies and critical accounting estimates and judgments as disclosed in the Company's 2025 audited annual consolidated financial statements have been applied consistently in the preparation of these unaudited interim period condensed consolidated financial statements, with the exception of the amendments adopted in 2026 (see note 3).

These unaudited interim period condensed consolidated financial statements are presented in Canadian dollars.

STATEMENT OF COMPLIANCE These unaudited interim period condensed consolidated financial statements are prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting", as issued by the International Accounting Standards Board ("IFRS Accounting Standards" or "GAAP") and should be read in conjunction with the Company's 2025 audited annual consolidated financial statements and accompanying notes.

These unaudited interim period condensed consolidated financial statements were approved for issuance by the Company's Board of Directors on July 30, 2026.

Note 3. IFRS Accounting Standards and Amendments

Amendments to IFRS 9 and IFRS 7 In May 2024, amendments to IFRS 9, "Financial Instruments" ("IFRS 9") and IFRS 7, "Financial Instruments: Disclosures" ("IFRS 7") were issued. The amendments clarify the timing of recognition and derecognition for a financial asset or financial liability, including clarifying that a financial liability is derecognized on the settlement date. In addition to these clarifications, the amendments introduce an accounting policy choice to derecognize financial liabilities settled using an electronic payment system before the settlement date, if specific conditions are met. Also included in the amendments, are clarifications regarding the classification of financial assets, including those with features linked to environmental, social and corporate governance. Under the amendments, additional disclosures are required for financial instruments with contingent features and investments in equity instruments classified at fair value through other comprehensive income.

These amendments are effective for annual reporting periods beginning on or after January 1, 2026. The adoption of these amendments did not have a material impact on the Company's unaudited interim period condensed consolidated financial statements. For financial liabilities settled in cash using an electronic payment system, the Company applied the election to deem these financial liabilities to be discharged before the settlement date. The amendments have been applied retrospectively with no restatement of comparative information, in accordance with transition requirements on the initial application of IFRS 9. The adjustment to the cash balance reflects a $49 million increase to the opening balance of cash and cash equivalents in the condensed consolidated statements of cash flows.

Amendments to IFRS 9 and IFRS 7 In December 2024, amendments to IFRS 9 and IFRS 7 were issued to enhance the transparency of nature-dependent electricity contracts. The amendments allow a company to apply an own-use exemption to certain power purchase agreements if certain requirements are met. The amendments require further disclosure where an own-use exemption is applied regarding the contractual features exposing the company to variability in electricity volume and risk of oversupply, unrecognized contractual commitments and the effect of the contracts on an entity's financial performance. The amendments are effective for annual reporting periods beginning on or after January 1, 2026 and were adopted by the Company on a prospective basis. The adoption of these amendments did not have a material impact on the Company's unaudited interim period condensed consolidated financial statements.

Note 4. Assets Held for Sale and Discontinued Operations

The components of assets and liabilities associated with assets held for sale, net of intercompany transactions, were as follows:

	As at		
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	Dec. 31, 2025
Loblaw			
PC Financial	**$ 5,263**	$ —	$ 5,654
Other	**7**	45	6
Choice Properties[(i)]	**11**	—	—
Assets Held for Sale	**$ 5,281**	$ 45	$ 5,660
Loblaw			
PC Financial	**4,327**	—	4,452
Liabilities Associated with Assets Held for Sale	**$ 4,327**	$ —	$ 4,452

(i) Subsequent to the end of the second quarter of 2026, Choice Properties disposed of its share of the retail asset included in assets held for sale as at June 20, 2026.

PC Financial

The results of discontinued operations presented in the condensed consolidated statements of earnings were as follows:

(unaudited)	12 Weeks Ended		24 Weeks Ended	
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Revenue	**$ 224**	$ 215	**$ 464**	$ 446
Operating Expenses				
Selling, general and administrative expenses	**160**	144	**343**	307
Operating Income	**64**	71	**121**	139
Net Interest Expense and Other Financing Charges	**38**	39	**84**	75
Earnings Before Income Taxes	**26**	32	**37**	64
Income Taxes	**(5)**	11	**(1)**	21
Net Earnings from Discontinued Operations	**31**	21	**38**	43
Attributable to:				
Shareholders of the Company	**16**	11	**20**	23
Non-Controlling Interests	**15**	10	**18**	20
Net Earnings from Discontinued Operations	**$ 31**	$ 21	**$ 38**	$ 43

The major classes of assets and liabilities of PC Financial classified as held for sale were as follows:

(unaudited) ($ millions)	As at Jun. 20, 2026	 Dec. 31, 2025
ASSETS		
Cash and cash equivalents	**$ 206**	**$ 390**
Short-term investments	**536**	**664**
Accounts receivable	**78**	**46**
Credit card receivables (note 4 (i))	**4,264**	**4,240**
Prepaid expenses and other assets	**35**	**46**
Fixed assets	**1**	**1**
Intangible assets	**86**	**68**
Deferred income tax assets	**53**	**43**
Other assets	**4**	**156**
Assets held for sale	**$ 5,263**	**$ 5,654**
LIABILITIES		
Trade payables and other liabilities	**$ 207**	**$ 205**
Loyalty liability	**48**	**50**
Provisions	**25**	**21**
Income taxes payable	**16**	**17**
Demand deposits from customers	**795**	**786**
Debt (note 4 (ii))	**3,236**	**3,372**
Other liabilities	**—**	**1**
Liabilities associated with assets held for sale	**$ 4,327**	**$ 4,452**

Upon closing of the Sale of PC Financial, cash in excess of a certain threshold will be distributed to Loblaw pursuant to the terms of the Transaction Agreement. As at June 20, 2026, this excess amount represented $135 million and was included in assets held for sale. This amount was distributed to Loblaw subsequent to the end of the second quarter of 2026.

The net cash flows from (used in) discontinued operations were as follows:

(unaudited) ($ millions)	12 Weeks Ended **Jun. 20, 2026**	 Jun. 14, 2025	24 Weeks Ended **Jun. 20, 2026**	 Jun. 14, 2025
Cash flows from (used in) operating activities	**$ 12**	$ (123)	**$ 224**	$ 418
Cash flows from (used in) investing activities	**398**	(208)	**132**	(550)
Cash flows (used in) from financing activities[(i)]	**(301)**	281	**(540)**	99
Cash flows from (used in) discontinued operations	**$ 109**	$ (50)	**$ (184)**	$ (33)

(i) Cash flows (used in) from financing activities in the second quarter of 2026 and year-to-date included $300 million and $345 million, respectively, related to dividends paid from PC Financial to Loblaw.

(i) Credit Card Receivables

The components of credit card receivables were as follows:

($ millions)	Jun. 20, 2026	As at Jun. 14, 2025	Dec. 31, 2025
Gross credit card receivables	**$ 4,519**	$ 4,248	$ 4,495
Allowance for credit card receivables	**(255)**	(273)	(255)
Credit card receivables	**$ 4,264**	$ 3,975	$ 4,240
Securitized to independent securitization trusts:			
Securitized to Eagle Credit Card Trust	**$ 1,150**	$ 1,750	$ 1,450
Securitized to Other Independent Securitization Trusts	**700**	500	650
Total securitized to independent securitization trusts	**$ 1,850**	$ 2,250	$ 2,100

Loblaw, through PC Bank, participates in various securitization programs that provide a source of funds for the operation of its credit card business. PC Bank maintains and monitors a co-ownership interest in credit card receivables with independent securitization trusts, including Eagle Credit Card Trust ("Eagle") and Other Independent Securitization Trusts, in accordance with its financing requirements.

The associated liabilities of credit card receivables securitized to Eagle and Other Independent Securitization Trusts are recorded as debt.

As at June 20, 2026, the aggregate gross potential liability under letters of credit for the benefit of the Other Independent Securitization Trusts was $63 million (June 14, 2025 – $45 million; December 31, 2025 – $59 million), which represented 9% (June 14, 2025 – 9%; December 31, 2025 – 9%) of the securitized credit card receivables amount.

Under its securitization programs, PC Bank is required to maintain, at all times, a credit card receivable pool balance equal to a minimum of 107% of the outstanding securitized liability. PC Bank was in compliance with this requirement as at the end of the second quarter of 2026 and throughout the first two quarters of 2026.

(ii) Debt Related to PC Financial

The components of debt related to PC Financial were as follows:

($ millions)	As at Jun. 20, 2026	Dec. 31, 2025
Guaranteed investment certificates (0.80% - 5.45%, due 2026 - 2031)	**$ 1,396**	$ 1,282
Eagle Credit Card Trust	**1,150**	1,450
Other Independent Securitization Trusts	**700**	650
Transaction costs and other	**(10)**	(10)
Total debt	**$ 3,236**	$ 3,372

Note 5. Agreement to Acquire Certain Assets of First Capital Real Estate Investment Trust

On April 16, 2026, GWL announced that it committed to a $600 million equity investment in Choice Properties (the “Commitment”). The Commitment was made in connection with Choice Properties’ agreement with First Capital Real Estate Investment Trust (“FCR”) and KingSett Capital on behalf of its investors (the “Transaction”).

Upon closing of the Transaction, Choice Properties will acquire approximately $5.0 billion of FCR’s retail assets, comprising approximately $4.8 billion of income producing properties and approximately $0.2 billion of properties under development.

The Commitment will be funded concurrent with the closing of the Transaction. GWL intends to finance the Commitment through a combination of its existing credit facilities and the issuance of additional indebtedness. In the second quarter of 2026, GWL entered into a $400 million term loan facility with a syndicate of lenders, which is expected to be drawn at closing to fund the Commitment (see note 11). Upon completion of the Transaction, GWL is expected to maintain its majority ownership position in Choice Properties with an approximate 58% interest.

Choice Properties intends to finance the acquisition as follows:
- Issuance of approximately 68.6 million Trust Units to FCR’s unitholders;
- Issuance of approximately 38.0 million Exchangeable or Trust Units to GWL valued at approximately $0.6 billion, as described above;
- Assumption of $2.3 billion principal of outstanding unsecured debentures of FCR;
- Assumption of approximately $0.4 billion principal of existing mortgages secured by the acquired assets; and
- The remainder of the Transaction is expected to be financed through the issuance of new debt.

Subsequent to the end of the second quarter, on June 23, 2026, the Transaction was approved by FCR’s unitholders. On June 25, 2026, the Ontario Superior Court of Justice (Commercial List) issued a final order approving the Transaction’s plan of arrangement pursuant to the arrangement agreement dated April 16, 2026. The Transaction is subject to other regulatory and customary approvals and closing conditions, and is expected to close in the second half of 2026.

Note 6. Subsidiaries

The table below summarizes the Company’s principal subsidiaries. The proportion of ownership interests held equals the voting rights held by the Company. GWL’s ownership in Loblaw and Choice Properties is impacted by changes in Loblaw’s common share equity and Choice Properties’ Trust Units, respectively.

		As at					
		Jun. 20, 2026		Jun. 14, 2025		Dec. 31, 2025	
		Number of shares / units held	**Ownership interest**	Number of shares / units held	Ownership interest	Number of shares / units held	Ownership interest
Loblaw	Common shares(i)(ii)	**609,388,925**	**52.6%**	627,109,916	52.6%	618,657,687	52.6%
	Class B LP Units(iii)	395,786,525	n/a	395,786,525	n/a	395,786,525	n/a
	Trust Units	50,661,415	n/a	50,661,415	n/a	50,661,415	n/a
Choice Properties		**446,447,940**	**61.7%**	446,447,940	61.7%	446,447,940	61.7%

(i) Adjusted retrospectively to reflect Loblaw’s four-for-one stock split effective at the close of business on August 18, 2025.
(ii) GWL participates in Loblaw’s Normal Course Issuer Bid (“NCIB”) program in order to maintain its proportionate percentage ownership.
(iii) Class B LP Units (“Exchangeable Units”) are economically equivalent to Trust Units, receive distributions equal to the distributions paid on Trust Units and are exchangeable, at the holder's option, into Trust Units.

Note 7. Net Interest Expense and Other Financing Charges

The components of net interest expense and other financing charges were as follows:

	12 Weeks Ended		24 Weeks Ended	
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025[i]	**Jun. 20, 2026**	Jun. 14, 2025[i]
Interest expense:				
Long-term debt	**$ 153**	$ 145	**$ 306**	$ 291
Lease liabilities	**63**	62	**128**	123
Trust Unit distributions	**54**	53	**108**	106
Independent funding trusts	**7**	8	**15**	15
Post-employment and other long-term employee benefits (note 13)	**2**	2	**3**	1
Financial liabilities	**12**	11	**22**	22
Capitalized interest	**(5)**	(6)	**(9)**	(18)
	$ 286	$ 275	**$ 573**	$ 540
Interest income:				
Accretion income	**$ —**	$ —	**$ (1)**	$ (1)
Interest income	**(9)**	(12)	**(24)**	(31)
	$ (9)	$ (12)	**$ (25)**	$ (32)
Fair value adjustment of the Trust Unit liability	**$ 301**	$ 188	**$ 437**	$ 351
Net interest expense and other financing charges from continuing operations	**$ 578**	$ 451	**$ 985**	$ 859

(i) Adjusted to reflect discontinued operations (see note 4).

Note 8. Income Taxes

For the second quarter of 2026, income tax expense from continuing operations was $286 million (2025 – $291 million) and the effective tax rate was 36.2% (2025 – 31.7%). The increase in the effective tax rate in the second quarter of 2026 was primarily attributable to the year-over-year impact of the non-taxable fair value adjustment of the Trust Unit liability. On a year-to-date basis, income tax expense from continuing operations was $614 million (2025 – $564 million) and the effective tax rate was 40.1% (2025 – 37.1%). The increase in the effective tax rate year-to-date was primarily attributable to the year-over-year impact of the non-taxable fair value adjustment of the Trust Unit liability, and an increase in tax expense related to temporary differences in respect of GWL's investment in certain Loblaw shares as a result of GWL's participation in Loblaw's NCIB.

Note 9. Basic and Diluted Net Earnings per Common Share

($ millions except where otherwise indicated)	12 Weeks Ended Jun. 20, 2026	12 Weeks Ended Jun. 14, 2025(i)	24 Weeks Ended Jun. 20, 2026	24 Weeks Ended Jun. 14, 2025(i)
Net earnings attributable to shareholders of the Company	**$ 143**	$ 268	**$ 259**	$ 361
Less: Net earnings attributable to shareholders of the Company from discontinued operations (note 4)	**16**	11	**20**	23
Net earnings attributable to shareholders of the Company from continuing operations	**$ 127**	$ 257	**$ 239**	$ 338
Prescribed dividends on preferred shares in share capital	**(10)**	(10)	**(20)**	(20)
Net earnings available to common shareholders of the Company from continuing operations	**$ 117**	$ 247	**$ 219**	$ 318
Reduction in net earnings from continuing operations due to dilution at Loblaw	**(3)**	(4)	**(6)**	(6)
Net earnings available to common shareholders of the Company from continuing operations for diluted earnings per share	**$ 114**	$ 243	**$ 213**	$ 312
Weighted average common shares outstanding(ii) (in millions) (note 12)	**375.6**	386.6	**377.0**	387.7
Dilutive effect of equity-based compensation(ii)(iii) (in millions)	**1.6**	2.1	**1.7**	2.1
Diluted weighted average common shares outstanding(ii) (in millions)	**377.2**	388.7	**378.7**	389.8
Net earnings per common share – Basic(ii) ($)	**$ 0.35**	$ 0.67	**$ 0.63**	$ 0.88
Continuing operations	**0.31**	0.64	**0.58**	0.82
Discontinued operations	**0.04**	0.03	**0.05**	0.06
Net earnings per common share – Diluted(ii) ($)	**$ 0.34**	$ 0.65	**$ 0.61**	$ 0.86
Continuing operations	**0.30**	0.62	**0.56**	0.80
Discontinued operations(iv)	**0.04**	0.03	**0.05**	0.06

(i) Adjusted to reflect discontinued operations (see note 4).
(ii) Adjusted to reflect the three-for-one stock split effective at the close of business on August 18, 2025 (see note 12).
(iii) In the second quarter of 2026, 0.3 million (2025 – 0.3 million) potentially dilutive instruments were excluded from the computation of diluted net earnings per common share as they were anti-dilutive. On a year-to-date basis, 0.4 million (2025 – 0.3 million) potentially dilutive instruments were excluded from the computation of diluted net earnings per common share as they were anti-dilutive.
(iv) In the second quarter of 2026 and year-to-date, a nominal (2025 – nominal) reduction in net earnings from discontinued operations due to dilution at Loblaw was included in the computation of diluted net earnings per common share from discontinued operations.

Note 10. Change in Non-Cash Working Capital

	12 Weeks Ended		24 Weeks Ended	
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Change in:				
Accounts receivable	**$ (75)**	$ 99	**$ (250)**	$ 130
Prepaid expenses and other assets	**(37)**	13	**7**	(58)
Inventories	**57**	(176)	**(71)**	(147)
Trade payables and other liabilities	**173**	(7)	**(5)**	(741)
Other	**6**	(16)	**—**	(18)
Change in non-cash working capital(i)	**$ 124**	$ (87)	**$ (319)**	$ (834)

(i) The change in non-cash working capital is presented on a total Company basis.

Note 11. Long-Term Debt

The components of long-term debt were as follows:

	As at		
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	Dec. 31, 2025
Debentures	**$ 11,352**	$ 10,555	$ 11,353
Long-term debt secured by mortgage	**1,082**	1,286	1,170
Choice Properties construction loans	**5**	5	5
Guaranteed investment certificates (note 4)	**—**	1,380	—
Eagle Credit Card Trust (note 4)	**—**	1,750	—
Independent funding trusts(i)	**726**	634	704
Committed credit facilities	**70**	400	—
Transaction costs and other	**(37)**	(52)	(38)
Total long-term debt	**$ 13,198**	$ 15,958	$ 13,194
Long-term debt due within one year	**(997)**	(949)	(507)
Long-term debt	**$ 12,201**	$ 15,009	$ 12,687

(i) Loblaw has a $1 billion revolving committed credit facility that is the source of funding to the independent funding trusts that has a maturity date of March 27, 2028.

The Company, Loblaw and Choice Properties are required to comply with certain financial covenants for various debt instruments. As at the end of and throughout the first half of 2026, the Company, Loblaw and Choice Properties were in compliance with the financial covenants.

DEBENTURES The following table summarizes the debentures issued in the periods ended as indicated:

			12 Weeks Ended		24 Weeks Ended	
			Jun. 20, 2026	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
($ millions)	Interest Rate	Maturity Date	**Principal Amount**	Principal Amount	**Principal Amount**	Principal Amount
Choice Properties senior unsecured debentures – Series V	4.29%	January 16, 2030	**$ —**	$ —	**$ —**	$ 300
Total debentures issued			**$ —**	$ —	**$ —**	$ 300

The following table summarizes the debentures repaid in the periods ended as indicated:

			12 Weeks Ended		24 Weeks Ended	
			Jun. 20, 2026	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
($ millions)	Interest Rate	Maturity Date	**Principal Amount**	Principal Amount	**Principal Amount**	Principal Amount
Choice Properties senior unsecured debentures – Series J	3.55%	January 10, 2025	**$ —**	$ —	**$ —**	$ 350
Total debentures repaid			**$ —**	$ —	**$ —**	$ 350

COMMITTED CREDIT FACILITIES The components of the committed lines of credit available were as follows:

		As at					
		Jun. 20, 2026		Jun. 14, 2025		Dec. 31, 2025	
($ millions)	Maturity Date	**Available Credit**	**Drawn**	Available Credit	Drawn	Available Credit	Drawn
George Weston(i)	May 22, 2029	**$ 350**	**$ —**	$ 350	$ —	$ 350	$ —
Loblaw	March 27, 2030	**1,500**	**—**	1,500	200	1,500	—
Choice Properties(ii)	May 21, 2031	**2,000**	**70**	1,500	200	1,500	—
Total committed credit facilities		**$ 3,850**	**$ 70**	$ 3,350	$ 400	$ 3,350	$ —

(i) In the second quarter of 2026, the maturity date of the GWL credit facility was extended from March 27, 2028 to May 22, 2029 with all other terms and conditions remaining substantially the same.
(ii) In the second quarter of 2026, Choice Properties increased the credit facility from $1.5 billion to $2 billion and extended the maturity date from May 21, 2030 to May 21, 2031 with all other terms and conditions remaining substantially the same.

COMMITTED TERM LOAN FACILITY In the second quarter of 2026, GWL entered into a $400 million term loan facility with a syndicate of lenders in connection with its previously announced commitment to invest $600 million in Choice Properties (see note 5). The facility consists of three tranches maturing between two and four years and is expected to be drawn upon the closing of Choice Properties' agreement to acquire certain assets of FCR. The facility was undrawn as at June 20, 2026.

Note 12. Share Capital

COMMON SHARE CAPITAL The following table summarizes the activity in the Company's common shares issued and outstanding for the periods ended as indicated:

	12 Weeks Ended				24 Weeks Ended			
	Jun. 20, 2026		Jun. 14, 2025		**Jun. 20, 2026**		Jun. 14, 2025	
($ millions except where otherwise indicated)	**Number of Common Shares**	**Common Share Capital**	Number of Common Shares(i)	Common Share Capital	**Number of Common Shares**	**Common Share Capital**	Number of Common Shares(i)	Common Share Capital
Issued and outstanding, beginning of period	**377,188,904**	**$ 2,438**	388,017,045	$ 2,471	**379,506,166**	**$ 2,435**	390,134,334	$ 2,478
Issued for settlement of stock options	**210,932**	**9**	488,817	19	**749,422**	**29**	760,803	30
Purchased and cancelled(ii)	**(3,052,242)**	**(16)**	(3,395,808)	(20)	**(5,907,994)**	**(33)**	(5,785,083)	(38)
Issued and outstanding, end of period	**374,347,594**	**$ 2,431**	385,110,054	$ 2,470	**374,347,594**	**$ 2,431**	385,110,054	$ 2,470
Shares held in trusts, beginning of period	**(145,280)**	**$ (1)**	(158,631)	$ (1)	**(234,549)**	**$ (2)**	(259,881)	$ (2)
Released for settlement of RSUs and PSUs	**1,184**	**—**	—	—	**90,453**	**1**	101,250	1
Shares held in trusts, end of period	**(144,096)**	**$ (1)**	(158,631)	$ (1)	**(144,096)**	**$ (1)**	(158,631)	$ (1)
Issued and outstanding, net of shares held in trusts, end of period	**374,203,498**	**$ 2,430**	384,951,423	$ 2,469	**374,203,498**	**$ 2,430**	384,951,423	$ 2,469
Weighted average outstanding, net of shares held in trusts (note 9)	**375,632,196**		386,557,323		**376,974,362**		387,737,136	

(i) Adjusted to reflect the three-for-one stock split effective at the close of business on August 18, 2025.
(ii) Number of common shares repurchased and cancelled as at June 20, 2026 does not include shares that may be repurchased subsequent to the end of the quarter under the automatic share purchase plan ("ASPP"), as described below.

In the third quarter of 2025, the Company completed a three-for-one stock split of its outstanding common shares. The stock split was implemented by way of a stock dividend, with shareholders receiving two additional common shares for each common share held. The stock split was effective at the close of business on August 18, 2025, for shareholders of record as of the close of business on August 14, 2025. All share, equity award and per share amounts herein have been retrospectively adjusted to reflect the stock split.

NORMAL COURSE ISSUER BID PROGRAM The following table summarizes the Company's activity under its NCIB:

	12 Weeks Ended		24 Weeks Ended	
($ millions except where otherwise indicated)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Purchased and cancelled(i) (number of shares)	**3,052,242**	3,395,808	**5,907,994**	5,785,083
Cash consideration paid(ii)	**$ (315)**	$ (297)	**$ (575)**	$ (471)
Premium charged to retained earnings(iii)	**$ 238**	$ 270	**$ 475**	$ 478
Reduction in share capital(iv)	**$ 16**	$ 20	**$ 33**	$ 38

(i) Adjusted to reflect the three-for-one stock split effective at the close of business on August 18, 2025.
(ii) Included in the second quarter of 2026 and year-to-date is a net cash timing adjustment of $(15) million (2025 – $(2) million) and nil (2025 – $5 million), respectively, of common shares repurchased under the NCIB for cancellation.
(iii) Includes $94 million (2025 – $111 million) related to the ASPP, as described below.
(iv) Includes $6 million (2025 – $9 million) related to the ASPP, as described below.

In the second quarter of 2026, GWL renewed its NCIB to purchase on the Toronto Stock Exchange ("TSX") or through alternative trading systems up to 18,790,242 of its common shares, representing approximately 5% of issued and outstanding common shares.

In the third quarter of 2025, the TSX accepted an amendment to the Company's NCIB to allow Wittington, the Company's controlling shareholder, to participate in the NCIB to maintain its proportionate ownership interest in the Company at approximately 59.2%. Purchases of common shares from Wittington will be made during the TSX's Special Trading Session pursuant to an automatic disposition plan agreement among the Company's broker, the Company and Wittington. The maximum number of common shares that may be purchased pursuant to the NCIB will be reduced by the number of common shares purchased from Wittington.

In the second quarter of 2026, 3,052,242 common shares (2025 – 3,395,808 common shares) were purchased under the NCIB for cancellation for aggregate consideration of $300 million (2025 – $295 million), including 1,804,333 common shares (2025 – 1,000,956 common shares) purchased from Wittington for aggregate consideration of $177 million (2025 – $87 million). On a year-to-date basis, 5,907,994 common shares (2025 – 5,785,083 common shares) were purchased under the NCIB for cancellation for aggregate consideration of $575 million (2025 – $476 million), including 3,494,231 common shares (2025 – 1,703,394 common shares) purchased from Wittington for aggregate consideration of $340 million (2025 – $140 million).

The Company participates in an ASPP with a broker in order to facilitate the repurchase of the Company's common shares under its NCIB. During the effective period of the ASPP, the Company's broker may purchase common shares at times when the Company would not be active in the market. As at June 20, 2026, an obligation to repurchase shares of $100 million (2025 – $120 million) was recognized under the ASPP in trade payables and other liabilities.

As of June 20, 2026, 968,327 common shares were purchased under the Company's renewed NCIB.

DIVIDENDS The following table summarizes the Company's cash dividends declared for the periods ended as indicated:

	12 Weeks Ended		24 Weeks Ended	
($)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Dividends declared per share[(i)]:				
Common share[(ii)]	**$ 0.321768**	$ 0.297933	**$ 0.619701**	$ 0.571266
Preferred share:				
Series I	**$ 0.3625**	$ 0.3625	**$ 0.7250**	$ 0.7250
Series III	**$ 0.3250**	$ 0.3250	**$ 0.6500**	$ 0.6500
Series IV	**$ 0.3250**	$ 0.3250	**$ 0.6500**	$ 0.6500
Series V	**$ 0.296875**	$ 0.296875	**$ 0.593750**	$ 0.593750

(i) Dividends declared in the second quarter of 2026 on common shares and Preferred Shares, Series III, Series IV and Series V were payable on July 1, 2026. Dividends declared in the second quarter of 2026 on Preferred Shares, Series I were payable on June 15, 2026.

(ii) Adjusted to reflect the three-for-one stock split effective at the close of business on August 18, 2025.

The following table summarizes the Company's quarterly dividends declared subsequent to the end of the second quarter of 2026:

($)		
Dividends declared per share[(i)]	– Common share	$ 0.321768
	– Preferred share:	
	Series I	$ 0.3625
	Series III	$ 0.3250
	Series IV	$ 0.3250
	Series V	$ 0.296875

(i) Dividends declared in the third quarter of 2026 on common shares and Preferred Shares, Series III, Series IV and Series V are payable on October 1, 2026. Dividends declared in the third quarter of 2026 on Preferred Shares, Series I are payable on September 15, 2026.

Note 13. Post-Employment and Other Long-Term Employee Benefits

The net cost recognized in earnings before income taxes for the Company's post-employment and other long-term benefit plans during the periods was as follows:

	12 Weeks Ended		24 Weeks Ended	
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Current service cost				
Post-employment benefit costs[(i)]	**$ 30**	$ 36	**$ 62**	$ 75
Other long-term employee benefit costs[(ii)]	**10**	8	**20**	17
Net interest cost on net defined benefit plan obligations (note 7)	**2**	2	**3**	1
Total post-employment defined benefit cost	**$ 42**	$ 46	**$ 85**	$ 93

(i) Includes costs related to the Company's defined benefit plans, defined contribution pension plans and the multi-employer pension plans in which it participates.
(ii) Includes costs related to the Company's long-term disability plans.

The actuarial gains (losses) recognized in other comprehensive income (loss) net of income tax (expenses) recoveries for defined benefit plans during the periods were as follows:

	12 Weeks Ended		24 Weeks Ended	
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Return (loss) on plan assets, excluding amounts included in net interest expense and other financing charges	**$ 99**	$ (28)	**$ 62**	$ (41)
Actuarial (losses) gains from changes in financial assumptions[(i)]	**(33)**	65	**—**	65
Change in liability arising from asset ceiling[(i)]	**(54)**	(133)	**(119)**	(167)
Total net actuarial gains (losses) recognized in other comprehensive income (loss) before income taxes	**$ 12**	$ (96)	**$ (57)**	$ (143)
Income tax (expenses) recoveries on actuarial gains (losses)	**(4)**	25	**15**	38
Actuarial gains (losses) net of income tax (expenses) recoveries	**$ 8**	$ (71)	**$ (42)**	$ (105)

(i) In the second quarter of 2026, the actuarial losses from changes in financial assumptions and the change in liability arising from asset ceiling were primarily driven by a decrease in the discount rate. On a year-to-date basis, the change in liability arising from asset ceiling was primarily driven by an increase in the discount rate.

The assets and liabilities of the defined benefit and long-term disability plans were as follows:

	As at		
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	Dec. 31, 2025
Other assets			
Net accrued benefit plan asset	**$ 190**	$ 203	$ 265
Other liabilities			
Net defined benefit plan obligation	**$ 250**	$ 264	$ 252
Other long-term employee benefit obligation	**$ 141**	$ 136	$ 137

Note 14. Financial Instruments

The following table presents the fair value and fair value hierarchy of the Company's financial instruments and excludes financial instruments measured at amortized cost that are short-term in nature, and certain other assets for which the carrying value approximates fair value. The carrying values of the Company's financial instruments approximate their fair values except for long-term debt.

	As at											
	Jun. 20, 2026				Jun. 14, 2025				Dec. 31, 2025			
($ millions)	**Level 1**	**Level 2**	**Level 3**	**Total**	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets												
Amortized cost:												
Mortgages, loans and notes receivable(i)	**$ —**	**$ —**	**$ 226**	**$ 226**	$ —	$ —	$ 234	$ 234	$ —	$ —	$ 297	$ 297
Fair value through other comprehensive income:												
Long-term securities(i)	**—**	**—**	**—**	**—**	40	—	—	40	—	—	—	—
Investment in equity securities(i)(ii)	**154**	**—**	**—**	**154**	—	—	—	—	—	—	—	—
Derivatives included in prepaid expenses and other assets	**—**	**1**	**—**	**1**	—	—	—	—	—	—	—	—
Fair value through profit and loss:												
Security deposits	**40**	**—**	**—**	**40**	338	—	—	338	38	—	—	38
Mortgages, loans and notes receivable(i)	**—**	**—**	**32**	**32**	—	—	48	48	—	—	45	45
Investments in real estate securities(i)	**—**	**116**	**—**	**116**	—	203	—	203	—	158	—	158
Certain other assets(i)	**—**	**14**	**201**	**215**	—	15	150	165	—	15	185	200
Derivatives included in prepaid expenses and other assets	**10**	**9**	**—**	**19**	1	5	3	9	—	4	1	5
Financial liabilities												
Amortized cost:												
Long-term debt	**—**	**6,824**	**6,921**	**13,745**	—	9,501	6,746	16,247	—	6,809	7,020	13,829
Associate interest	**—**	**—**	**376**	**376**	—	—	353	353	—	—	396	396
Certain other liabilities(i)(iii)	**—**	**—**	**834**	**834**	—	—	819	819	—	—	825	825
Fair value through other comprehensive income:												
Derivatives included in trade payables and other liabilities	**—**	**—**	**25**	**25**	—	1	20	21	—	—	27	27
Fair value through profit and loss:												
Trust Unit liability	**4,557**	**—**	**—**	**4,557**	4,066	—	—	4,066	4,122	—	—	4,122
Derivatives included in trade payables and other liabilities	**—**	**12**	**3**	**15**	—	11	—	11	2	3	—	5

(i) Included in the condensed consolidated balance sheets in Other Assets or Other Liabilities.
(ii) Investment in equity securities relates to Loblaw's investment in EQB common shares.
(iii) Certain other liabilities relate primarily to financial liabilities associated with properties that did not meet the criteria for sale.

There were no transfers between the levels of the fair value hierarchy during the periods presented.

In the second quarter of 2026 and year-to-date, a gain of $2 million (2025 – loss of $5 million) and a gain of $3 million (2025 – loss of $6 million), respectively, was recognized in operating income on financial instruments designated as amortized cost. In addition, in the second quarter of 2026 and year-to-date, a net loss of $321 million (2025 – net loss of $182 million) and a net loss of $482 million (2025 – net loss of $349 million), respectively, was recognized in earnings before income taxes on financial instruments required to be classified as fair value through profit and loss.

Investments in Real Estate Securities Choice Properties' investment in Allied Properties Real Estate Investment Trust ("Allied") Class B Units are recorded at their fair value based on market trading prices of Allied's publicly traded units. In the second quarter of 2026 and year-to-date, a fair value gain of $7 million (2025 – gain of $9 million) and a loss of $42 million (2025 – nominal fair value gain), respectively, was recorded in selling, general and administrative expenses ("SG&A").

In the first quarter of 2026, Allied completed an equity offering of 56,000,000 units. As a result of this offering, in which Choice Properties did not participate, Choice Properties now holds approximately 6.0% ownership interest in Allied.

Derivative Financial Liability As at the end of the second quarter of 2026, Choice Properties recognized a derivative financial liability representing the value of its contractual obligation to issue 68.6 million Trust Units associated with the acquisition of certain assets of FCR (see note 5). The derivative financial liability is measured at fair value through profit or loss based on the difference in the closing price of Trust Units on April 15, 2026, immediately preceding the announcement of the Transaction and the closing price of the Trust Units at the end of the second quarter of 2026.

In the second quarter of 2026 and year-to-date, Choice Properties recognized a fair value loss of $10 million on the derivative financial liability. As at the end of the second quarter of 2026, the fair value of the derivative financial liability was $10 million and was included in trade payables and other liabilities.

Other Derivatives The Company uses bond forwards, interest rate swaps and foreign exchange forwards to mitigate the impact of increases in interest rates and manage its anticipated exposure to exchange rates on its underlying operations and anticipated fixed asset purchases. The Company also uses swaps, futures, and forward contracts to manage its anticipated exposure to fluctuations in commodity prices and exchange rates in its underlying operations. The following is a summary of the fair values recognized in the unaudited interim period condensed consolidated balance sheets and the net realized and unrealized gains (losses) before income taxes related to the Company's other derivatives:

					Jun. 20, 2026
			12 Weeks Ended		**24 Weeks Ended**
($ millions)	**Net asset (liability) fair value**	**Gain/(loss) recorded in OCI**	**Gain/(loss) recorded in operating income**	**Gain/(loss) recorded in OCI**	**Gain/(loss) recorded in operating income**
Derivatives designated as cash flow hedges					
Foreign Exchange Forwards	**$ 1**	**$ 1**	**$ —**	**$ 1**	**$ —**
Bond Forwards[(i)]	**—**	**1**	**(1)**	**2**	**(2)**
Interest Rate Swaps and Other[(ii)]	**3**	**—**	**—**	**—**	**—**
Energy Hedge[(iii)]	**(25)**	**2**	**(2)**	**2**	**(4)**
Total derivatives designated as cash flow hedges	**$ (21)**	**$ 4**	**$ (3)**	**$ 5**	**$ (6)**
Derivatives not designated in a formal hedging relationship					
Foreign Exchange and Other Forwards	**$ 4**	**$ —**	**$ 7**	**$ —**	**$ 12**
Other Non-Financial Derivatives	**7**	**—**	**(19)**	**—**	**(1)**
Total derivatives not designated in a formal hedging relationship	**$ 11**	**$ —**	**$ (12)**	**$ —**	**$ 11**
Total derivatives from continuing operations	**$ (10)**	**$ 4**	**$ (15)**	**$ 5**	**$ 5**

(i) The Company uses bond forwards to manage its interest risk related to future debt issuances.

(ii) Choice Properties uses interest rate swaps, with a notional value of $62 million as derivative assets and a notional value of $73 million as derivative liabilities, to manage its interest risk related to variable rate mortgages. Choice Properties also uses cross currency swaps, with a notional value of $70 million as derivative assets, to hedge foreign exchange associated with the equivalent amount borrowed in U.S. dollars on its credit facility. The fair values of the derivatives were included in other assets and other liabilities.

(iii) In 2023, Loblaw entered into a 20-year arrangement to hedge energy pricing on its purchases in Alberta beginning on January 1, 2025. The hedge has a notional value of $223 million. The fair value of the derivative was included in other liabilities.

($ millions)	Jun. 14, 2025[i] Net asset (liability) fair value	12 Weeks Ended Gain/(loss) recorded in OCI	12 Weeks Ended Gain/(loss) recorded in operating income	24 Weeks Ended Gain/(loss) recorded in OCI	24 Weeks Ended Gain/(loss) recorded in operating income
Derivatives designated as cash flow hedges					
Foreign Exchange Forwards	$ —	$ 2	$ (2)	$ (1)	$ (2)
Bond Forwards[ii]	—	1	(1)	2	(2)
Interest Rate Swaps and Other[iii]	1	1	—	(1)	—
Energy Hedge[iv]	(20)	6	(3)	(4)	(3)
Total derivatives designated as cash flow hedges	$ (19)	$ 10	$ (6)	$ (4)	$ (7)
Derivatives not designated in a formal hedging relationship					
Foreign Exchange and Other Forwards	$ (8)	$ —	$ (20)	$ —	$ (20)
Other Non-Financial Derivatives	5	—	6	—	10
Total derivatives not designated in a formal hedging relationship	$ (3)	$ —	$ (14)	$ —	$ (10)
Total derivatives from continuing operations	$ (22)	$ 10	$ (20)	$ (4)	$ (17)

(i) Adjusted to reflect discontinued operations (see note 4).
(ii) The Company uses bond forwards to manage its interest risk related to future debt issuances.
(iii) Choice Properties uses interest rate swaps, with a notional value of $75 million as derivative assets and a notional value of $74 million as derivative liabilities, to manage its interest risk related to variable rate mortgages. Choice Properties also uses cross currency swaps, with a notional value of $200 million as derivative liabilities, to hedge foreign exchange associated with the equivalent amount borrowed in U.S. dollars on its credit facility. The fair values of the derivatives were included in other assets and other liabilities.
(iv) In 2023, Loblaw entered into a 20-year arrangement to hedge energy pricing on its purchases in Alberta beginning on January 1, 2025. The hedge has a notional value of $223 million. The fair value of the derivative was included in other liabilities.

Note 15. Contingent Liabilities

In the ordinary course of business, the Company is involved in and potentially subject to, legal actions and proceedings. In addition, the Company is subject to tax audits from various tax authorities on an ongoing basis. As a result, from time to time, tax authorities may disagree with the positions and conclusions taken by the Company in its tax filings or legislation could be amended or interpretations of current legislation could change, any of which events could lead to reassessments.

There are a number of uncertainties involved in such matters, individually or in aggregate, and as such, there is a possibility that the ultimate resolution of these matters may result in a material adverse effect on the Company's reputation, operations, financial condition or performance in future periods. It is not currently possible to predict the outcome of the Company's legal actions and proceedings with certainty. Management regularly assesses its position on the adequacy of accruals or provisions related to such matters and will make any necessary adjustments.

The following is a description of the Company's significant legal proceedings:

Shoppers Drug Mart Corporation ("Shoppers Drug Mart") was previously served with an Amended Statement of Claim in a class action proceeding that has been filed in the Ontario Superior Court of Justice ("Superior Court") by licensed associates ("Associates"), claiming various declarations and damages resulting from Shoppers Drug Mart's alleged breaches of the Associate Agreement. The class action comprises all of Shoppers Drug Mart's current and former licensed Associates residing in Canada, other than in Quebec, who were parties to Shoppers Drug Mart's 2002 and 2010 forms of the Associate Agreement. On July 9, 2013, the Superior Court certified as a class proceeding portions of the action. A summary judgment trial of the matter was held in December 2022 and on February 17, 2023, the Superior Court released its decision in relation to those summary judgment motions. The Superior Court dismissed the plaintiffs' claims on the majority of the issues including a request for damages at this stage of proceedings. The Superior Court also held that Shoppers Drug Mart breached the 2002 form of Associate Agreement when it did not remit certain amounts that it received from generic drug manufacturers to Associates. On March 20, 2023, the plaintiffs filed a Notice of Appeal and on April 4, 2023, Loblaw filed a Notice of Cross-Appeal. A hearing for the appeals was held on February 14, 2024 and on February 15, 2024. On August 29, 2024, the Court of Appeal dismissed both the appeal and cross appeal, with the exception that the plaintiff's appeal was allowed to correct the amount Shoppers Drug Mart received in professional allowances during the class period. A hearing has been scheduled for December 2026 to establish a procedure for determining individual issues. Loblaw has not recorded any amounts related to the potential liability associated with this lawsuit. Loblaw does not believe that the ultimate resolution of this matter will have a material adverse impact on its financial condition or prospects.

In December 2019, a proposed class action on behalf of independent distributors was commenced against the Company (the "ID Class Action") in connection with its role in an industry-wide price-fixing arrangement involving certain packaged bread products. On October 1, 2024, the case was certified as a class action. Leave to appeal the certification decision was refused on January 10, 2025. It is too early to predict the outcome of the ID Class Action but the Company does not believe that the ultimate resolution of such legal proceeding will have a material adverse impact on its financial condition or prospects.

In August 2018, the Province of British Columbia filed a class action against numerous opioid manufacturers and distributors, including Loblaw and its subsidiaries, Shoppers Drug Mart Inc. and Sanis Health Inc. The claim contains allegations of breach of the Competition Act, fraudulent misrepresentation and deceit and negligence, and seeks unquantified damages for the expenses incurred by the federal government, provinces, and territories of Canada in paying for opioid prescriptions and other healthcare costs related to opioid addiction and abuse in Canada. During the second quarter of 2021, the claim against Loblaw Companies Limited was discontinued. In May 2019, two further opioid-related class actions were commenced in each of Ontario and Quebec against a large group of defendants, including Sanis Health Inc. In February 2022, the plaintiff and Sanis Health Inc. agreed to settle the Quebec action for a nominal amount, with no admission of liability and for the express purpose of avoiding the delays, disruption, and expenses associated with the litigation. The settlement has been approved by the court and is now final. On December 12, 2024, the Ontario action was dismissed against Sanis Health Inc., with costs. In December 2019, a further opioid-related class action was commenced in British Columbia against a large group of defendants, including Sanis Health Inc., Shoppers Drug Mart Inc. and Loblaw. The allegations in the civil British Columbia class action are similar to the allegations against manufacturer defendants in the Province of British Columbia class action, except that the December 2019 claim seeks recovery of damages on behalf of opioid users directly. In April 2021, Loblaw, Shoppers Drug Mart Inc. and Sanis Health Inc. were served with another opioid-related class action that was started in Alberta against multiple defendants. In February 2025, the Company and Loblaws Inc. were also served with the claim. The claim seeks damages on behalf of municipalities and local governments in relation to public safety, social services, and criminal justice costs allegedly incurred due to the opioid crisis. In September 2021, Loblaw, Shoppers Drug Mart Inc. and Sanis Health Inc. were served with a class action started in Saskatchewan by Peter Ballantyne Cree Nation and Lac La Ronge Indian Band on behalf of all Indigenous, Metis, First Nation and Inuit communities and governments in Canada to recover costs they have incurred as a result of the opioid crisis, including healthcare costs, policing costs and societal costs. In October 2024, the claim was discontinued against Shoppers Drug Mart Inc. In May 2026, the Company and Loblaws Inc. were served with the claim. In January 2024, Shoppers Drug Mart Inc. was served with a second class action in Saskatchewan started by Lac La Ronge Indian Band. The case is brought on behalf of Band members and is claiming damages relating to abatement costs, the diversion of financial and other resources, the reduction in the value of the reserve lands and interests, and lost tax revenues. Shoppers Drug Mart Inc. is being sued as a representative of an international defendant subclass of opioid "dealers" and Sanis Health Inc. is a proposed supplier class member. The Company and Loblaw believe these proceedings are without merit and are vigorously defending them. The Company and Loblaw do not currently have any significant accruals or provisions for these matters recorded in the unaudited interim period condensed consolidated financial statements.

In 2022, the Tax Court of Canada ("Tax Court") released a decision relating to PC Bank, a former subsidiary of Loblaw. The Tax Court ruled that PC Bank is not entitled to claim notional input tax credits for certain payments it made to Loblaws Inc. in respect of redemptions of loyalty points. PC Bank subsequently filed a Notice of Appeal with the Federal Court of Appeal ("FCA") and in March 2024, the matter was heard by the FCA. In the third quarter of 2024, the FCA released its decision and reversed the decision of the Tax Court. As a result, PC Bank reversed charges of $155 million. Certain taxation years subsequent to the periods covered by the FCA decision remain under review by the tax authorities. In the first quarter of 2026, the Federal government enacted commodity tax legislation rendering PC Bank ineligible to claim such notional input tax credits. As the legislation was effective beginning in fiscal year 2025, PC Bank recorded a charge of $23 million in the first quarter of 2026 in SG&A, reversing notional input tax credit related amounts previously recorded. In addition, a charge of $10 million was recorded in the first quarter of 2026, reversing interest income on expected cash tax refunds.

Choice Properties received a Notice of Reassessment from the Canada Revenue Agency ("CRA"), as anticipated based on CRA's prior notice, in connection with its 2018 taxation year as it relates to the acquisition of Canadian Real Estate Investment Trust. Choice Properties is strongly of the view that its tax filing position was appropriate and in accordance with the relevant provisions of the Income Tax Act (Canada) and intends to defend its position vigorously.

INDEMNIFICATION PROVISIONS The Company from time to time enters into agreements in the normal course of its business, such as service and outsourcing arrangements, lease agreements in connection with business or asset acquisitions or dispositions, and other types of commercial agreements. These agreements by their nature may provide for indemnification of counterparties. These indemnification provisions may be in connection with breaches of representations and warranties or in respect of future claims for certain liabilities, including liabilities related to tax and environmental matters. The terms of these indemnification provisions vary in duration and may extend for an unlimited period of time. In addition, the terms of these indemnification provisions vary in amount and certain indemnification provisions do not provide for a maximum potential indemnification amount. Indemnity amounts are dependent on the outcome of future contingent events, the nature and likelihood of which cannot be determined at this time. As a result, the Company is unable to reasonably estimate its total maximum potential liability in respect of indemnification provisions. Historically, the Company has not made any significant payments in connection with these indemnification provisions.

Note 16. Related Party Transactions

LEASE WITH JOINT VENTURE In the second quarter of 2026, the Company entered into a ten-year lease for office space with a joint venture co-owned by Choice Properties and Wittington. The lease payments will total $19 million over the term of the lease.

TRANSACTION WITH OTHER RELATED PARTIES As at the end of the second quarter of 2026, prepaid expenses and other assets included $6 million of mortgages receivable that are issued to entities in which Choice Properties has an ownership interest.

TRANSACTION WITH WITTINGTON In the first quarter of 2026, Wittington acquired the 50% ownership interest in the Grenville & Grosvenor development project from Choice Properties' co-owner. Following this transaction, Wittington and Choice Properties each hold a 50% ownership interest in a limited partnership that owns the development property. As a result of the transaction, Choice Properties derecognized its $37 million interest in the property and has recognized it as an investment in an equity accounted joint venture.

Note 17. Segment Information

The Company has two reportable operating segments: Loblaw and Choice Properties. Effect of consolidation includes eliminations, intersegment adjustments and other consolidation adjustments. Cash and short-term investments and other investments held by the Company, and all other company level activities that are not allocated to the reportable operating segments, such as net interest expense, corporate activities and administrative costs are included in GWL Corporate.

The accounting policies of the reportable operating segments are the same as those described in the Company's summary of material accounting policies (see note 2). The Company measures each reportable operating segment's performance based on operating income less adjusting items and before depreciation and amortization ("Adjusted EBITDA"). No reportable operating segment is reliant on any single external customer.

	12 Weeks Ended											
	Jun. 20, 2026						Jun. 14, 2025[i]					
($ millions)	**Loblaw[ii]**	**Choice Properties**	**Total Segment Measure**	**Effect of consol-idation**	**GWL Corporate**	**Total**	Loblaw[ii]	Choice Properties	Total Segment Measure	Effect of consol-idation	GWL Corporate	Total
Revenue	**$ 15,046**	**$ 362**	**$ 15,408**	**$ (207)**	**$ —**	**$ 15,201**	$ 14,457	$ 351	$ 14,808	$ (200)	$ —	$ 14,608
Cost of inventories sold	10,195	—	10,195	—	—	10,195	9,823	—	9,823	—	—	9,823
Selling, general and administrative expenses	3,651	9	3,660	(31)	10	3,639	3,468	1	3,469	(64)	11	3,416
Operating income	$ 1,200	$ 353	$ 1,553	$ (176)	$ (10)	$ 1,367	$ 1,166	$ 350	$ 1,516	$ (136)	$ (11)	$ 1,369
Net interest expense (income) and other financing charges	183	530	713	(141)	6	578	173	504	677	(231)	5	451
Earnings (loss) before income taxes	**$ 1,017**	**$ (177)**	**$ 840**	**$ (35)**	**$ (16)**	**$ 789**	$ 993	$ (154)	$ 839	$ 95	$ (16)	$ 918
Operating income	**$ 1,200**	**$ 353**	**$ 1,553**	**$ (176)**	**$ (10)**	**$ 1,367**	$ 1,166	$ 350	$ 1,516	$ (136)	$ (11)	$ 1,369
Depreciation and amortization	628	1	629				588	1	589			
Adjusting items[iii][iv]	11	(102)	(91)				(8)	(99)	(107)			
Adjusted EBITDA[iii][iv]	**$ 1,839**	**$ 252**	**$ 2,091**				$ 1,746	$ 252	$ 1,998			

(i) Adjusted to reflect discontinued operations (see note 4).
(ii) Presented on a continuing basis due to the Sale of PC Financial.
(iii) Certain comparative figures relating to the presentation of Adjusted EBITDA have been reclassified to conform with the current year presentation. The reclassification reflects the inclusion of fair value adjustments on certain investments as an adjusting item.
(iv) Certain items are excluded from operating income to derive adjusted EBITDA:

	12 Weeks Ended					
	Jun. 20, 2026			Jun. 14, 2025		
($ millions)	**Loblaw**	**Choice Properties**	**Total Segment Measure**	Loblaw	Choice Properties	Total Segment Measure
Fair value adjustment of derivatives	**$ 9**	**$ 10**	**$ 19**	$ 2	$ —	$ 2
Fair value adjustment on other investments	**3**	**—**	**3**	(9)	—	(9)
Gain on sale of non-operating property	**(1)**	**—**	**(1)**	(1)	—	(1)
Fair value adjustment of investment in real estate securities	**—**	**(7)**	**(7)**	—	(9)	(9)
Fair value adjustment on investment properties	**—**	**(105)**	**(105)**	—	(90)	(90)
Adjusting Items	**$ 11**	**$ (102)**	**$ (91)**	$ (8)	$ (99)	$ (107)

	24 Weeks Ended											
	Jun. 20, 2026						Jun. 14, 2025[i]					
($ millions)	**Loblaw[ii]**	**Choice Properties**	**Total Segment Measure**	**Effect of consol-idation**	**GWL Corporate**	**Total**	Loblaw[ii]	Choice Properties	Total Segment Measure	Effect of consol-idation	GWL Corporate	Total
Revenue	**$29,530**	**$ 723**	**$30,253**	**$ (413)**	**$ —**	**$29,840**	$ 28,361	$ 698	$ 29,059	$ (397)	$ —	$ 28,662
Cost of inventories sold	20,131	—	20,131	—	—	20,131	19,343	—	19,343	—	—	19,343
Selling, general and administrative expenses	7,191	100	7,291	(116)	17	7,192	7,016	72	7,088	(166)	19	6,941
Operating income	$ 2,208	$ 623	$ 2,831	$ (297)	$ (17)	$ 2,517	$ 2,002	$ 626	$ 2,628	$ (231)	$ (19)	$ 2,378
Net interest expense (income) and other financing charges	364	887	1,251	(277)	11	985	335	876	1,211	(359)	7	859
Earnings (loss) before income taxes	**$ 1,844**	**$ (264)**	**$ 1,580**	**$ (20)**	**$ (28)**	**$ 1,532**	$ 1,667	$ (250)	$ 1,417	$ 128	$ (26)	$ 1,519
Operating income	**$ 2,208**	**$ 623**	**$ 2,831**	**$ (297)**	**$ (17)**	**$ 2,517**	$ 2,002	$ 626	$ 2,628	$ (231)	$ (19)	$ 2,378
Depreciation and amortization	1,247	2	1,249				1,279	2	1,281			
Adjusting items[iii][iv]	(11)	(119)	(130)				(28)	(130)	(158)			
Adjusted EBITDA[iii][iv]	**$ 3,444**	**$ 506**	**$ 3,950**				$ 3,253	$ 498	$ 3,751			

(i) Adjusted to reflect discontinued operations (see note 4).
(ii) Presented on a continuing basis due to the Sale of PC Financial.
(iii) Certain comparative figures relating to the presentation of Adjusted EBITDA have been reclassified to conform with the current year presentation. The reclassification reflects the inclusion of fair value adjustments on certain investments as an adjusting item.
(iv) Certain items are excluded from operating income to derive adjusted EBITDA:

	24 Weeks Ended					
	Jun. 20, 2026			Jun. 14, 2025		
($ millions)	**Loblaw**	**Choice Properties**	**Total Segment Measure**	Loblaw	Choice Properties	Total Segment Measure
Fair value adjustment of investment in real estate securities	**$ —**	**$ 42**	**$ 42**	$ —	$ —	$ —
Fair value adjustment on other investments	**3**	**—**	**3**	(9)	—	(9)
Sale of Wellwise by Shoppers	**—**	**—**	**—**	(5)	—	(5)
Gain on sale of non-operating properties	**(1)**	**—**	**(1)**	(15)	—	(15)
Fair value adjustment of derivatives	**(13)**	**10**	**(3)**	1	—	1
Fair value adjustment on investment properties	**—**	**(171)**	**(171)**	—	(130)	(130)
Adjusting Items	**$ (11)**	**$ (119)**	**$ (130)**	$ (28)	$ (130)	$ (158)

Effect of consolidation includes the following items:

	12 Weeks Ended					
	Jun. 20, 2026			Jun. 14, 2025		
($ millions)	**Revenue**	**Operating Income**	**Net Interest Expense and Other Financing Charges**	Revenue	Operating Income	Net Interest Expense and Other Financing Charges
Elimination of intercompany rental revenue	**$ (210)**	**$ (17)**	**$ —**	$ (202)	$ (9)	$ —
Elimination of internal lease arrangements	**3**	**(31)**	**(31)**	2	3	(31)
Elimination of intersegment real estate transactions	**—**	**2**	**—**	—	(54)	—
Gain on real estate disposal	**—**	**4**	**—**	—	—	—
Recognition of depreciation on Choice Properties' investment properties classified as fixed assets by the Company and measured at cost	**—**	**(21)**	**—**	—	(13)	—
Fair value adjustment on investment properties	**—**	**(113)**	**—**	—	(63)	—
Unit distributions on Exchangeable Units paid by Choice Properties to GWL	**—**	**—**	**(77)**	—	—	(76)
Unit distributions on Trust Units paid by Choice Properties, excluding amounts paid to GWL	**—**	**—**	**54**	—	—	53
Fair value adjustment on Choice Properties' Exchangeable Units	**—**	**—**	**(388)**	—	—	(365)
Fair value adjustment of the Trust Unit liability	**—**	**—**	**301**	—	—	188
Total	**$ (207)**	**$ (176)**	**$ (141)**	$ (200)	$ (136)	$ (231)

	24 Weeks Ended					
	Jun. 20, 2026			Jun. 14, 2025		
($ millions)	**Revenue**	**Operating Income**	**Net Interest Expense and Other Financing Charges**	Revenue	Operating Income	Net Interest Expense and Other Financing Charges
Elimination of intercompany rental revenue	**$ (419)**	**$ (30)**	**$ —**	$ (403)	$ (16)	$ —
Elimination of internal lease arrangements	**6**	**(63)**	**(62)**	6	(16)	(63)
Elimination of intersegment real estate transactions	**—**	**—**	**—**	—	(79)	—
Gain on real estate disposal	**—**	**4**	**—**	—	10	—
Recognition of depreciation on Choice Properties' investment properties classified as fixed assets by the Company and measured at cost	**—**	**(37)**	**—**	—	(30)	—
Fair value adjustment on investment properties	**—**	**(171)**	**—**	—	(100)	1
Unit distributions on Exchangeable Units paid by Choice Properties to GWL	**—**	**—**	**(154)**	—	—	(152)
Unit distributions on Trust Units paid by Choice Properties, excluding amounts paid to GWL	**—**	**—**	**108**	—	—	106
Fair value adjustment on Choice Properties' Exchangeable Units	**—**	**—**	**(606)**	—	—	(602)
Fair value adjustment of the Trust Unit liability	**—**	**—**	**437**	—	—	351
Total	**$ (413)**	**$ (297)**	**$ (277)**	$ (397)	$ (231)	$ (359)

($ millions)	Jun. 20, 2026	As at Jun. 14, 2025	Dec. 31, 2025
Total Assets			
Loblaw	**$ 41,712**	$ 40,450	$ 41,577
Choice Properties	**17,960**	17,724	17,913
Total Segment Measure	**$ 59,672**	$ 58,174	$ 59,490
GWL Corporate	**11,964**	11,889	12,076
Effect of consolidation	**(19,427)**	(19,215)	(19,399)
Consolidated	**$ 52,209**	$ 50,848	$ 52,167

	12 Weeks Ended		24 Weeks Ended	
($ millions)	**Jun. 20, 2026**	Jun. 14, 2025	**Jun. 20, 2026**	Jun. 14, 2025
Capital Investments(i)				
Loblaw	**$ 417**	$ 409	**$ 729**	$ 655
Choice Properties	**41**	356	**91**	421
Total Segment Measure	**$ 458**	$ 765	**$ 820**	$ 1,076
GWL Corporate	**—**	—	**—**	—
Effect of consolidation	**(1)**	(168)	**(2)**	(201)
Consolidated(ii)	**$ 457**	$ 597	**$ 818**	$ 875

(i) Capital investments are presented on a total Company basis. Refer to note 4 for more information related to discontinued operations.

(ii) Capital investments are the sum of fixed asset and investment properties purchases and intangible asset additions as presented in the Company's condensed consolidated statements of cash flows, and prepayments transferred to fixed assets. There were no prepayments transferred to fixed assets in the current or prior quarters presented.