UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF

BROOKFIELD BUSINESS PARTNERS L.P.

As at September 30, 2021 and December 31, 2020 and for the

three and nine months ended September 30, 2021 and 2020

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BROOKFIELD BUSINESS PARTNERS L.P.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(US$ MILLIONS)	Notes	September 30, 2021	December 31, 2020
Current Assets			
Cash and cash equivalents	4	**$ 2,371**	$ 2,743
Financial assets	5	**2,070**	2,575
Accounts and other receivable, net	6	**4,534**	4,306
Inventory, net	7	**3,971**	3,696
Other assets	9	**1,273**	1,173
		14,219	14,493
Financial assets	5	**6,575**	6,221
Accounts and other receivable, net	6	**699**	683
Other assets	9	**429**	411
Property, plant and equipment	10	**12,901**	13,982
Deferred income tax assets		**910**	761
Intangible assets	11	**10,859**	11,261
Equity accounted investments	13	**1,569**	1,690
Goodwill	12	**5,599**	5,244
		$ 53,760	$ 54,746
Liabilities and Equity			
Current Liabilities			
Accounts payable and other	14	**$ 11,301**	$ 10,416
Corporate borrowings	16	**—**	300
Non-recourse borrowings in subsidiaries of the partnership	16	**2,035**	1,417
		13,336	12,133
Accounts payable and other	14	**7,755**	7,516
Corporate borrowings	16	**751**	310
Non-recourse borrowings in subsidiaries of the partnership	16	**19,303**	21,749
Deferred income tax liabilities		**1,517**	1,701
		$ 42,662	$ 43,409
Equity			
Limited partners	19	**$ 2,186**	$ 1,928
Non-controlling interests attributable to:			
Redemption-Exchange Units, Preferred Shares and Special Limited Partnership Units held by Brookfield Asset Management Inc.	19	**1,972**	1,564
Interest of others in operating subsidiaries		**6,940**	7,845
		11,098	11,337
		$ 53,760	$ 54,746

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

BROOKFIELD BUSINESS PARTNERS L.P.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF OPERATING RESULTS

(US$ MILLIONS, except per unit amounts)	Notes	Three Months Ended September 30, 2021	Three Months Ended September 30, 2020	Nine Months Ended September 30, 2021	Nine Months Ended September 30, 2020
Revenues	22	**$ 12,043**	$ 10,070	**$ 33,107**	$ 27,586
Direct operating costs	21	**(11,155)**	(9,269)	**(30,682)**	(25,526)
General and administrative expenses		**(247)**	(236)	**(751)**	(708)
Interest income (expense), net		**(358)**	(371)	**(1,057)**	(1,088)
Equity accounted income (loss), net	13	**25**	17	**61**	26
Impairment expense, net	10	**—**	(7)	**(201)**	(149)
Gain (loss) on acquisitions/dispositions, net	8	**—**	—	**1,823**	179
Other income (expense), net		**(20)**	(9)	**(78)**	(77)
Income (loss) before income tax		**288**	195	**2,222**	243
Income tax (expense) recovery					
Current		**(119)**	(102)	**(430)**	(200)
Deferred		**131**	(8)	**246**	157
Net income (loss)		**$ 300**	$ 85	**$ 2,038**	$ 200
Attributable to:					
Limited partners	19	**$ 46**	$ (10)	**$ 277**	$ (136)
Non-controlling interests attributable to:					
Redemption-Exchange Units held by Brookfield Asset Management Inc.	19	**41**	(9)	**246**	(118)
Special Limited Partners	19	**—**	—	**79**	—
Interest of others in operating subsidiaries		**213**	104	**1,436**	454
		$ 300	$ 85	**$ 2,038**	$ 200
Basic and diluted earnings (loss) per limited partner unit	19	**$ 0.59**	$ (0.12)	**$ 3.53**	$ (1.69)

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

BROOKFIELD BUSINESS PARTNERS L.P.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

(US$ MILLIONS)	Notes	Three Months Ended September 30, 2021	Three Months Ended September 30, 2020	Nine Months Ended September 30, 2021	Nine Months Ended September 30, 2020
Net income (loss)		**$ 300**	$ 85	**$ 2,038**	$ 200
Other comprehensive income (loss):					
Items that may be reclassified subsequently to profit or loss:					
Fair value through other comprehensive income		**(45)**	7	**(137)**	149
Foreign currency translation		**(310)**	225	**(272)**	(574)
Net investment and cash flow hedges	4	**6**	(127)	**95**	(120)
Equity accounted investments	13	**(8)**	5	**(7)**	(4)
Taxes on the above items		**18**	—	**39**	(55)
Reclassification to profit or loss		**14**	28	**33**	66
		(325)	138	**(249)**	(538)
Items that will not be reclassified subsequently to profit or loss:					
Fair value through other comprehensive income		**18**	63	**178**	(19)
Taxes on the above item		**(11)**	(9)	**(31)**	9
Total other comprehensive income (loss)		**(318)**	192	**(102)**	(548)
Comprehensive income (loss)		**$ (18)**	$ 277	**$ 1,936**	$ (348)
Attributable to:					
Limited partners		**$ (11)**	$ 24	**$ 259**	$ (201)
Non-controlling interests attributable to:					
Redemption-Exchange Units held by Brookfield Asset Management Inc.		**(11)**	20	**230**	(174)
Special Limited Partners		**—**	—	**79**	—
Interest of others in operating subsidiaries		**4**	233	**1,368**	27
		$ (18)	$ 277	**$ 1,936**	$ (348)

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

BROOKFIELD BUSINESS PARTNERS L.P.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Limited Partners					Non-Controlling Interests: Redemption-Exchange Units held by Brookfield Asset Management Inc.					Non-Controlling Interests: Special Limited Partners	Non-Controlling Interests: Preferred Shares	Non-Controlling Interests	
(US$ MILLIONS)	Capital	Retained earnings	Ownership changes	Accumulated other comprehensive income (loss) [1]	Limited Partners	Capital	Retained earnings	Ownership changes	Accumulated other comprehensive income (loss) [1]	Redemption-Exchange units	Retained earnings	Capital	Interest of others in operating subsidiaries	Total equity
Balance as at January 1, 2021	**$ 2,275**	**$ (235)**	**$ 68**	**$ (180)**	**$ 1,928**	**$ 1,924**	**$ (222)**	**$ 78**	**$ (231)**	**$ 1,549**	**$ —**	**$ 15**	**$ 7,845**	**$ 11,337**
Net income (loss)	—	277	—	—	**277**	—	246	—	—	**246**	**79**	**—**	**1,436**	**2,038**
Other comprehensive income (loss)	—	—	—	(18)	**(18)**	—	—	—	(16)	**(16)**	**—**	**—**	**(68)**	**(102)**
Total comprehensive income (loss)	—	277	—	(18)	**259**	—	246	—	(16)	**230**	**79**	**—**	**1,368**	**1,936**
Contributions	—	—	—	—	**—**	—	—	—	—	**—**	**—**	**—**	**1,048**	**1,048**
Distributions [2]	—	(15)	—	—	**(15)**	—	(12)	—	—	**(12)**	**(79)**	**—**	**(1,660)**	**(1,766)**
Ownership changes [3]	—	60	39	(37)	**62**	—	53	101	36	**190**	**—**	**—**	**(1,992)**	**(1,740)**
Unit repurchases [2]	(48)	—	—	—	**(48)**	—	—	—	—	**—**	**—**	**—**	**—**	**(48)**
Acquisition of interest [4]	—	—	—	—	**—**	—	—	—	—	**—**	**—**	**—**	**331**	**331**
Balance as at September 30, 2021	**$ 2,227**	**$ 87**	**$ 107**	**$ (235)**	**$ 2,186**	**$ 1,924**	**$ 65**	**$ 179**	**$ (211)**	**$ 1,957**	**$ —**	**$ 15**	**$ 6,940**	**$ 11,098**
Balance as at January 1, 2020	$ 2,331	$ (217)	$ 220	$ (218)	$ 2,116	$ 1,924	$ (209)	$ 210	$ (264)	$ 1,661	$ —	$ 15	$ 7,261	$ 11,053
Net income (loss)	—	(136)	—	—	(136)	—	(118)	—	—	(118)	—	—	454	200
Other comprehensive income (loss)	—	—	—	(65)	(65)	—	—	—	(56)	(56)	—	—	(427)	(548)
Total comprehensive income (loss)	—	(136)	—	(65)	(201)	—	(118)	—	(56)	(174)	—	—	27	(348)
Contributions	—	—	—	—	—	—	—	—	—	—	—	—	651	651
Distributions [2]	—	(15)	—	—	(15)	—	(12)	—	—	(12)	—	—	(1,051)	(1,078)
Ownership changes [3]	—	1	(152)	2	(149)	—	1	(132)	2	(129)	—	—	129	(149)
Unit repurchases [2]	(26)	—	—	—	(26)	—	—	—	—	—	—	—	—	(26)
Acquisition of interest [4]	—	—	—	—	—	—	—	—	—	—	—	—	230	230
Balance as at September 30, 2020	$ 2,305	$ (367)	$ 68	$ (281)	$ 1,725	$ 1,924	$ (338)	$ 78	$ (318)	$ 1,346	$ —	$ 15	$ 7,247	$ 10,333

(1) See Note 20 for additional information.
(2) See Note 19 for additional information on distributions and for additional information on unit repurchases.
(3) Includes gains or losses on changes in ownership interests of consolidated subsidiaries.
(4) See Note 3 for additional information.

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

BROOKFIELD BUSINESS PARTNERS L.P.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW

(US$ MILLIONS)	Notes	Nine Months Ended September 30, 2021	2020
Operating Activities			
Net income (loss)		**$ 2,038**	$ 200
Adjusted for the following items:			
Equity accounted earnings, net of distributions		**(21)**	8
Impairment expense, net	10	**201**	149
Depreciation and amortization expense		**1,651**	1,618
Gain on acquisitions/dispositions, net	8	**(1,823)**	(179)
Provisions and other items		**91**	230
Deferred income tax expense (recovery)		**(246)**	(157)
Changes in non-cash working capital, net	24	**(441)**	1,205
Cash from operating activities		**1,450**	3,074
Financing Activities			
Proceeds from non-recourse subsidiary borrowings of the partnership		**3,079**	3,026
Repayment of non-recourse subsidiary borrowings of the partnership		**(3,411)**	(3,169)
Proceeds from corporate borrowings		**1,011**	750
Repayment of corporate borrowings		**(870)**	(62)
Proceeds from other financing		**119**	87
Repayment of other financing		**(89)**	(76)
Proceeds from (repayment of) other credit facilities, net		**324**	(482)
Lease liability repayment		**(185)**	(172)
Capital provided by others who have interests in operating subsidiaries	19	**1,582**	629
Capital paid to others who have interests in operating subsidiaries		**(1,287)**	(36)
Partnership units repurchased		**(48)**	(26)
Distributions to limited partners and Redemption-Exchange Unitholder		**(27)**	(27)
Distributions to Special LP Unitholder	19	**(79)**	—
Distributions to others who have interests in operating subsidiaries	19	**(1,352)**	(800)
Cash from (used in) financing activities		**(1,233)**	(358)
Investing Activities			
Acquisitions			
Subsidiaries, net of cash acquired	3	**(483)**	149
Property, plant and equipment and intangible assets		**(1,097)**	(1,066)
Equity accounted investments	13	**(5)**	(446)
Financial assets and other		**(2,294)**	(1,584)
Dispositions			
Subsidiaries, net of cash disposed		**349**	165
Property, plant and equipment and intangible assets		**53**	33
Equity accounted investments	13	**327**	—
Financial assets and other		**1,999**	1,141
Net settlement of hedges		**15**	134
Restricted cash and deposits		**567**	(293)
Cash from (used in) investing activities		**(569)**	(1,767)
Cash and cash equivalents			
Change during the period		**(352)**	949
Impact of foreign exchange		**(20)**	(120)
Balance, beginning of year		**2,743**	1,986
Balance, end of period		**$ 2,371**	$ 2,815

Supplemental cash flow information is presented in Note 24

The accompanying notes are an integral part of the unaudited interim condensed consolidated financial statements.

NOTE 1. NATURE AND DESCRIPTION OF THE PARTNERSHIP

Brookfield Business Partners L.P. and its subsidiaries (collectively, "the partnership") own and operate business services and industrial operations ("the Business") on a global basis. Brookfield Business Partners L.P. was established as a limited partnership under the laws of Bermuda, and organized pursuant to a limited partnership agreement as amended on May 31, 2016, and as thereafter amended. Brookfield Business Partners L.P. is a subsidiary of Brookfield Asset Management Inc. ("Brookfield Asset Management" or "Brookfield" or the "parent company"). Brookfield Business Partners L.P.'s limited partnership units are listed on the New York Stock Exchange and the Toronto Stock Exchange under the symbols "BBU" and "BBU.UN", respectively. The registered head office of Brookfield Business Partners L.P. is 73 Front Street, 5th Floor, Hamilton HM 12, Bermuda.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of presentation

These unaudited interim condensed consolidated financial statements of the partnership have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* ("IAS 34"), as issued by the International Accounting Standards Board, or the IASB, and using the accounting policies the partnership applied in its annual consolidated financial statements as at and for the year ended December 31, 2020, except for the impact of the adoption of the new accounting policies and standards described below. The accounting policies the partnership applied in its annual consolidated financial statements as at and for the year ended December 31, 2020 are disclosed in Note 2 of such consolidated financial statements, with which reference should be made in reading these unaudited interim condensed consolidated financial statements. All defined terms are also described in the annual consolidated financial statements. The unaudited interim condensed consolidated financial statements are prepared on a going concern basis and have been presented in U.S. dollars rounded to the nearest million unless otherwise indicated.

The preparation of financial statements in accordance with IAS 34 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the accounting policies. The critical accounting estimates and judgments have been set out in Note 2 to the partnership's consolidated financial statements as at and for the year ended December 31, 2020. There have been no significant changes to the method of determining significant estimates and judgments since December 31, 2020.

These unaudited interim condensed consolidated financial statements were approved by the Board of Directors of the partnership's General Partner on behalf of the partnership and authorized for issue on November 8, 2021.

Revision of Comparatives

During the third quarter of 2021, the partnership reclassified depreciation and amortization expense to direct operating costs whereas it was previously included in depreciation and amortization on the unaudited interim condensed consolidated statements of operating results. The partnership reclassified prior period amounts to reflect this change. This reclassification increased direct operating costs by $556 million and $1,651 million for the three and nine months ended September 30, 2021, respectively, and $547 million and $1,618 million for the three and nine months September 30, 2020, respectively, with equal and offsetting decreases to depreciation and amortization expense. This reclassification had no impact on revenues, net income (loss), or earnings (loss) per limited partner unit.

(i) Critical accounting judgments and measurement uncertainty

The preparation of financial statements requires management to make critical judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses that are not readily apparent from other sources, during the reporting period. These estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

In March 2020, the World Health Organization declared a global pandemic related to COVID-19. To date, there has been significant volatility in capital markets, commodity prices and foreign currencies, restrictions on the conduct of business in many jurisdictions, and the global movement of people and some goods has become restricted. The partnership considered the impacts of these circumstances on the key critical judgments, estimates and assumptions that affect the reported and contingent amount of assets, liabilities, revenues and expenses, including whether goodwill, intangible assets and property, plant and equipment needed to be reevaluated for impairment as of September 30, 2021. The partnership has a diversified portfolio of operating businesses, many of which provide essential products and services to their customers. Based on its assessments, no additional impairments were required as at September 30, 2021. The partnership will continue to monitor the situation and review its critical estimates and judgments as circumstances evolve.

(b) New accounting policies adopted

(i) IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 amendments for IBOR reform

The amendments provide temporary relief which address the financial reporting effects when an interbank offered rate (“IBOR”) is replaced with an alternative nearly risk-free interest rate (“RFR”).

The amendments include the following practical expedients:

- To require contractual changes, or changes to cash flows that are directly required by the reform, to be treated as changes to a floating interest rate, equivalent to a movement in a market rate of interest;
- Permit changes required by IBOR reform to be made to hedge designations and hedge documentation without the hedging relationship being discontinued; and
- Provide temporary relief to entities from having to meet the separately identifiable requirement when an RFR instrument is designated as a hedge of a risk component.

These amendments had no impact on the unaudited interim condensed consolidated financial statements of the partnership. The partnership intends to use the practical expedients in future periods when they become applicable.

(c) Future changes in accounting policies

(i) Insurance contracts

In May 2017, the IASB published IFRS 17, *Insurance contracts* (“IFRS 17”), a comprehensive standard that establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts. IFRS 17 will replace IFRS 4, *Insurance contracts*. In June 2020, the IASB decided on a further deferral of the effective date of IFRS 17 from annual periods beginning on or after January 1, 2021 to annual periods beginning on or after January 1, 2023.

The measurement approach under IFRS 17 is based on the following:

- fulfillment cash flows which comprise:
    - a current, unbiased probability-weighted estimate of future cash flows expected to arise as the insurer fulfills the contract;
    - the effect of the time value of money; and
    - a risk adjustment that measures the effects of uncertainty about the amount and timing of future cash flows;
- a contractual service margin which represents the unearned profit in a contract and that is recognized in profit or loss over time as the insurance coverage is provided.

There will also be a new financial statement presentation for insurance contracts and additional disclosure requirements.

IFRS 17 requires the partnership to distinguish between groups of contracts expected to be profit-making and groups of contracts expected to be onerous. IFRS 17 is to be applied retrospectively to each group of insurance contracts. If full retrospective application to a group of contracts is impracticable, the modified retrospective or fair value method may be used. The partnership is currently assessing the impact of IFRS 17 on its financial statements.

(ii) Amendments to IAS 1 – Presentation of Financial Statements ("IAS 1")

The amendments clarify how to classify debt and other liabilities as current or non-current. The amendments to IAS 1 apply to annual reporting periods beginning on or after January 1, 2023. The partnership is currently assessing the impact of these amendments.

(iii) Amendments to IAS 12 – Income taxes ("IAS 12")

The amendments clarify that the initial recognition exception does not apply to the initial recognition of leases and decommissioning obligations. The amendments to IAS 12 apply to annual reporting periods beginning on or after January 1, 2023. The partnership is currently assessing the impact of these amendments.

There are currently no other future changes to IFRS with potential impact on the partnership.

NOTE 3. ACQUISITION OF BUSINESSES

When determining the basis of accounting for the partnership's investees, the partnership evaluates the degree of influence that the partnership exerts directly or through an arrangement over the investees' relevant activities. Control is obtained when the partnership has power over the acquired entities and an ability to use its power to affect the returns of these entities.

The partnership accounts for business combinations using the acquisition method of accounting, pursuant to which the cost of acquiring a business is allocated to its identifiable tangible and intangible assets and liabilities on the basis of the estimated fair values at the date of acquisition.

(a) Acquisitions completed in the nine months ended September 30, 2021

The following summarizes the consideration transferred, assets acquired, liabilities assumed and non-controlling interests recognized at the applicable acquisition dates for significant acquisitions:

Industrials

Aldo Componentes Eletrônicos LTDA ("Aldo")

On August 31, 2021, the partnership, together with institutional partners, acquired a 100% economic interest in Aldo, a leading distributor of solar power solutions for the distributed generation market in Brazil. The partnership's economic interest was 35% comprising $104 million of cash consideration and $116 million of contingent consideration payable to the former shareholder once certain performance targets have been met. The partnership received 100% of the voting rights, which provided the partnership with control. Accordingly, the partnership has consolidated the business for financial reporting purposes.

The acquisition contributed $256 million of intangible assets, $59 million of cash and cash equivalents, $48 million of inventory, $87 million of deferred tax liabilities, and net other liabilities of $99 million. Goodwill of $445 million was recognized and represents growth the partnership expects to experience from the integration of the operations. The goodwill recognized is not deductible for income tax purposes. Non-controlling interests of $402 million recognized on business combination were measured at fair value. The initial fair values of acquired assets, liabilities, and goodwill for the acquisition have been determined on a preliminary basis at the end of the reporting period.

The partnership's results from operations for the period ended September 30, 2021 includes revenues of $54 million and $2 million of net income attributable to the partnership from the acquisition. If the acquisition had been effective January 1, 2021, the partnership would have recorded revenues of $373 million and net income of $22 million attributable to the partnership for the nine months ended September 30, 2021.

Business services

Everise Holdings Pte Ltd. ("Everise")

On January 8, 2021, the partnership, together with institutional partners, acquired a 100% economic interest in Everise, a business process outsourcing company that specializes in managing customer interactions for large global healthcare and technology clients primarily based in the U.S. The partnership's economic interest was 36% for total consideration of $103 million, comprising $80 million of cash consideration and $23 million of contingent consideration related to the achievement of near-term performance targets payable to the former shareholders. The partnership received 100% of the voting rights, which provided the partnership with control. Accordingly, the partnership has consolidated the business for financial reporting purposes.

The acquisition contributed $91 million of intangible assets, net other assets of $4 million and $103 million of non-recourse borrowings. Goodwill of $290 million was recognized and represents growth the partnership expects to experience from the operations. The goodwill recognized is not deductible for income tax purposes. Non-controlling interests of $179 million recognized on business combination were measured at fair value. The initial fair values of acquired assets, liabilities, and goodwill for the acquisition have been determined on a preliminary basis at the end of the reporting period. Total acquisition costs of $7 million were recorded as other expenses in the unaudited interim condensed consolidated statements of operating results.

The partnership's results from operations for the period ended September 30, 2021 includes revenues of $228 million contributed from Everise. If the acquisition had been effective January 1, 2021, the partnership would have recorded revenues of $236 million for the nine months ended September 30, 2021.

(b) Acquisitions completed in 2020

The following summarizes the consideration transferred, assets acquired, liabilities assumed and non-controlling interests recognized at the applicable acquisition dates for significant acquisitions:

Business services

IndoStar Capital Finance Limited ("IndoStar")

On May 27, 2020, the partnership, together with institutional partners, acquired a 31% ownership interest in IndoStar, an Indian financing company focused on commercial vehicle lending and affordable home finance, for consideration of $162 million. The partnership did not receive voting rights with its initial investment and on June 30, 2020 classified the investment as a financial asset measured at fair value through profit and loss.

On July 8 and 9, 2020, the partnership, together with institutional partners, acquired an additional 26% interest in IndoStar through a Mandatory Tender Offer and a secondary offering, for $114 million and $19 million, respectively, for a total ownership interest of 57%. Upon completion of the additional investment, the partnership received 57% of the voting rights which provided the partnership with control over the business on July 9, 2020. Accordingly, the partnership has consolidated the business for financial reporting purposes. Total consideration for the acquisition, inclusive of the May 27, 2020 transaction, was $105 million attributable to the partnership, representing a 20% economic interest. Total acquisition costs of $4 million were recorded as other expenses within the consolidated statements of operating results in 2020.

The transaction was accounted for as a business combination achieved in stages. The partnership's previously held investment in IndoStar was remeasured to fair value prior to the acquisition of additional interests. The fair value approximated carrying value and no cumulative gain or loss arising from changes in the fair value of the investment was recognized.

The acquisition contributed $1,112 million of loans receivable, $78 million of cash and cash equivalents, $227 million of financial assets, intangible assets of $20 million, net other assets of $30 million and non-recourse borrowings of $988 million. Goodwill of $29 million was recognized and represents the benefits the partnership expects to receive from the integration of the operations. Non-controlling interests of $403 million recognized on business combination were measured at the proportionate share of the fair value of assets acquired and liabilities assumed.

The partnership's results from operations for the year ended December 31, 2020 includes revenues of $86 million and $3 million of net income attributable to the partnership from the acquisition. If the acquisition had been effective January 1, 2020, the partnership would have recorded revenues of $175 million for the year ended December 31, 2020 and a net loss of $7 million attributable to the partnership for the year ended December 31, 2020.

NOTE 4. FAIR VALUE OF FINANCIAL INSTRUMENTS

The following table provides the details of financial instruments and their associated classifications as at September 30, 2021:

(US$ MILLIONS)

MEASUREMENT BASIS	FVTPL	FVOCI	Amortized cost	Total
Financial assets				
Cash and cash equivalents	$ —	$ —	$ 2,371	$ 2,371
Accounts and other receivable, net (current and non-current)	—	—	5,233	5,233
Other assets (current and non-current) (1)	—	—	465	465
Financial assets (current and non-current) (2)	634	6,351	1,660	8,645
Total	$ 634	$ 6,351	$ 9,729	$ 16,714
Financial liabilities				
Accounts payable and other (current and non-current) (2) (3)	$ 631	$ 313	$ 9,999	$ 10,943
Corporate borrowings (current and non-current)	—	—	751	751
Non-recourse borrowings in subsidiaries of the partnership (current and non-current)	—	—	21,338	21,338
Total	$ 631	$ 313	$ 32,088	$ 33,032

(1) Excludes prepayments, subrogation recoverable, deferred policy acquisition costs and other assets of $1,237 million.

(2) Refer to Hedging Activities in Note 4(a) below.

(3) Includes derivative liabilities, and excludes provisions, decommissioning liabilities, deferred revenues, unearned premium reserve, work in progress, post-employment benefits, liabilities held for sale and various taxes and duties of $8,113 million.

Included in cash and cash equivalents as at September 30, 2021 is $1,879 million of cash (December 31, 2020: $2,269 million) and $492 million of cash equivalents (December 31, 2020: $474 million).

Included in financial assets as at September 30, 2021 is $1,273 million (December 31, 2020: $850 million) of equity instruments and $4,949 million (December 31, 2020: $4,041 million) of debt instruments designated as measured at fair value through other comprehensive income. The remaining balance of instruments designated as measured at fair value through other comprehensive income relates primarily to derivatives designated in hedging relationships.

The fair value of all financial assets and liabilities as at September 30, 2021 were consistent with carrying value, with the exception of the borrowings at the partnership's offshore oil services operations measured at amortized cost, where fair value determined using Level 1 and Level 2 inputs resulted in a fair value of $2,534 million (December 31, 2020: $2,753 million) versus a carrying value of $2,581 million (December 31, 2020: $2,769 million).

The following table provides the allocation of financial instruments and their associated classifications as at December 31, 2020:

(US$ MILLIONS)

MEASUREMENT BASIS	FVTPL	FVOCI	Amortized cost	Total
Financial assets				
Cash and cash equivalents	$ —	$ —	$ 2,743	$ 2,743
Accounts and other receivable, net (current and non-current)	—	—	4,989	4,989
Other assets (current and non-current) (1)	—	—	536	536
Financial assets (current and non-current) (2)	933	5,561	2,302	8,796
Total (3)	$ 933	$ 5,561	$ 10,570	$ 17,064
Financial liabilities				
Accounts payable and other (2) (4)	$ 435	$ 370	$ 9,063	$ 9,868
Corporate borrowings (current and non-current)	—	—	610	610
Non-recourse borrowings in subsidiaries of the partnership (current and non-current)	—	—	23,166	23,166
Total	$ 435	$ 370	$ 32,839	$ 33,644

(1) Excludes prepayments, subrogation recoverable and other assets of $1,048 million.

(2) Refer to Hedging Activities in Note 4(a) below.

(3) Total financial assets include $4,704 million of assets pledged as collateral.

(4) Includes derivative liabilities and excludes provisions, decommissioning liabilities, deferred revenues, unearned premium reserve, work in progress, post-employment benefits, liabilities held for sale and various taxes and duties of $8,064 million.

(a) Hedging activities

Net investment hedges

The partnership uses foreign exchange contracts and foreign currency denominated debt instruments to manage foreign currency exposures arising from net investments in foreign operations. For the three and nine months ended September 30, 2021, a pre-tax net gain of $66 million and net gain of $124 million (September 30, 2020: pre-tax net loss of $110 million and net gain $159 million) was recorded in other comprehensive income for the effective portion of hedges of net investments in foreign operations. As at September 30, 2021, there was a derivative asset balance of $48 million (December 31, 2020: $17 million) and derivative liability balance of $24 million (December 31, 2020: $59 million) relating to derivative contracts designated as net investment hedges.

Cash flow hedges

The partnership uses commodity swap contracts to hedge the sale price of natural gas contracts, purchase price of decant oil, lead, polypropylene, and tin, foreign exchange contracts and option contracts to hedge highly probable future transactions, and interest rate contracts to hedge the cash flows on its floating rate borrowings. A number of these contracts are designated as cash flow hedges. For the three and nine months ended September 30, 2021, a pre-tax net loss of $60 million and net loss of $29 million (September 30, 2020: pre-tax net loss of $17 million and net loss of $279 million) was recorded in other comprehensive income for the effective portion of cash flow hedges. As at September 30, 2021, there was a derivative asset balance of $81 million (December 31, 2020: $82 million) and derivative liability balance of $289 million (December 31, 2020: $311 million) relating to the derivative contracts designated as cash flow hedges.

Derivative instruments not designated in a hedging relationship are measured at fair value, with changes in fair value recognized in the unaudited interim condensed consolidated statements of operating results.

Fair value hierarchical levels – financial instruments

Level 3 assets and liabilities measured at fair value on a recurring basis include $340 million (December 31, 2020: $341 million) of financial assets and $397 million (December 31, 2020: $11 million) of financial liabilities, which are measured at fair value using valuation inputs based on management's best estimates of what market participants would use in pricing the asset or liability at the measurement date.

There were no transfers between levels during the three and nine months ended September 30, 2021. The following table categorizes financial assets and liabilities, which are carried at fair value, based upon the level of input as at September 30, 2021 and December 31, 2020:

	September 30, 2021			December 31, 2020		
(US$ MILLIONS)	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets						
Common shares	**$ 789**	**$ —**	**$ —**	$ 481	$ —	$ —
Corporate and government bonds	**201**	**4,081**	**—**	—	4,049	—
Derivative assets	**7**	**250**	**—**	46	231	—
Other financial assets (1)	**645**	**672**	**340**	775	571	341
	$ 1,642	**$ 5,003**	**$ 340**	$ 1,302	$ 4,851	$ 341
Financial liabilities						
Derivative liabilities	**$ 53**	**$ 494**	**$ —**	$ 72	$ 722	$ —
Other financial liabilities (2)	**—**	**—**	**397**	—	—	11
	$ 53	**$ 494**	**$ 397**	$ 72	$ 722	$ 11

(1) Other financial assets include secured debentures, asset-backed securities and preferred shares in the partnership's business services segment. Level 1 other financial assets are primarily publicly traded preferred shares and mutual funds. Level 2 other financial assets are primarily asset-backed securities and Level 3 financial assets are primarily secured debentures.

(2) Other financial liabilities primarily relates to contingent consideration on recently completed acquisitions.

The following table presents the change in the balance of financial assets classified as Level 3 as at September 30, 2021 and December 31, 2020:

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Balance at beginning of period	**$ 341**	$ 287
Fair value change recorded in net income	**(10)**	(2)
Fair value change recorded in other comprehensive income	**7**	(3)
Additions	**122**	221
Disposals	**(120)**	(162)
Balance at end of period	**$ 340**	$ 341

(b) Offsetting of financial assets and liabilities

Financial assets and liabilities are offset with the net amount reported in the unaudited interim condensed consolidated statements of financial position where the partnership currently has a legally enforceable right to offset and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. As at September 30, 2021, $nil of financial assets (December 31, 2020: $68 million) and $8 million of financial liabilities (December 31, 2020: $14 million) were offset in the unaudited interim condensed consolidated statements of financial position.

NOTE 5. FINANCIAL ASSETS

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Current		
Marketable securities	**$ 1,271**	$ 995
Restricted cash	**239**	833
Derivative contracts	**140**	167
Loans and notes receivable	**242**	195
Other financial assets [1]	**178**	385
Total current	**$ 2,070**	$ 2,575
Non-current		
Marketable securities	**$ 3,800**	$ 3,535
Restricted cash	**293**	272
Derivative contracts	**117**	110
Loans and notes receivable	**795**	1,002
Other financial assets [1]	**1,570**	1,302
Total non-current	**$ 6,575**	$ 6,221

(1) Other financial assets include secured debentures, asset-backed securities and preferred shares in the partnership's business services segment.

NOTE 6. ACCOUNTS AND OTHER RECEIVABLE, NET

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Current, net	**$ 4,534**	$ 4,306
Non-current, net		
Accounts receivable	**57**	60
Retainer on customer contract	**71**	68
Billing rights	**571**	555
Total non-current, net	**$ 699**	$ 683
Total	**$ 5,233**	$ 4,989

Non-current billing rights primarily represent unbilled rights arising at the partnership's water and wastewater operations in Brazil from revenues earned from the construction on public concession contracts classified as financial assets, which are recognized when there is an unconditional right to receive cash or other financial assets from the concession authority for the construction services.

The partnership's construction operations has a retention balance, which comprises amounts that have been earned but held back until the satisfaction of certain conditions specified in the contract.

NOTE 7. INVENTORY, NET

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Raw materials and consumables	**$ 1,033**	$ 980
Fuel products [1]	**783**	648
Work in progress	**643**	638
RTFO certificates [2]	**305**	365
Finished goods and other [3]	**1,207**	1,065
Carrying amount of inventories	**$ 3,971**	$ 3,696

(1) Fuel products that are traded in active markets are purchased with a view to resell in the near future. As a result, these stocks of fuel products are recorded at fair value based on quoted market prices.

(2) Renewable Transport Fuel Obligations ("RTFO") certificates held for trading as at September 30, 2021 have a fair value of $14 million (December 31, 2020: $25 million). There is no externally quoted marketplace for the valuation of RTFO certificates. In order to value these contracts, the partnership has adopted a pricing methodology combining both observable inputs based on market data and assumptions developed internally based on observable market activity.

(3) Finished goods and other are mainly composed of finished goods inventory in the infrastructure services and industrials segments.

NOTE 8. DISPOSITIONS

For the three month period ended September 30, 2021, the partnership recognized a net gain on dispositions of $nil (September 30, 2020: $nil). For the nine month period ended September 30, 2021, the partnership recognized a net gain on dispositions of $1,823 million primarily due to the partial disposition of the investment in its graphite electrode operations (September 30, 2020: net gain of $179 million).

On January 14, 2021, the partnership, together with institutional partners, sold 20 million common shares of its investment in its graphite electrode operations as part of a block trade transaction for total proceeds of $214 million. The transaction decreased the partnership's voting interest in the investment to 48% but did not result in a loss of control. The partnership recorded a pre-tax gain of $239 million in the unaudited interim condensed consolidated statements of changes in equity, of which $82 million was attributable to the partnership.

On March 1, 2021, the partnership, together with institutional partners, sold an additional 30 million common shares of its graphite electrode operations as part of a block trade for total proceeds of $350 million, which decreased the partnership's voting interest to 37% and resulted in the deconsolidation of its investment. The partnership retained significant influence and continued to account for its 13% economic ownership in the investment using the equity method. As a result of the loss of control, a pre-tax gain of $1,764 million was recorded in the unaudited interim condensed consolidated statements of operating results. The partnership's share of the total pre-tax gain recorded in gain (loss) on acquisitions/dispositions was $609 million. The gain on deconsolidation was calculated as the fair value of the interest retained by the partnership, together with institutional investors, in shares of the investment, cash proceeds received on the sale of shares to third parties, net of the derecognition of net assets and non-controlling interests in the graphite electrode operations.

In May 2021, the partnership sold 11.3 million common shares of its graphite electrode operations through two block trade transactions for pre-tax proceeds of approximately $150 million. The transactions decreased the partnership's economic ownership to 8%. The partnership recorded a pre-tax gain of $5 million in the unaudited interim condensed consolidated statements of operating results.

Additionally, the partnership recognized a pre-tax gain of $41 million in the first quarter of 2021 from the disposition of a portion of the partnership's investment in public securities. The prior period unrealized fair value changes related to these securities were recorded in other income (expense), net in the unaudited interim condensed consolidated statements of operating results.

The gain recognized in the nine month period ended September 30, 2020 is primarily related to the partnership's sale of its cold storage logistics business for gross proceeds of approximately $255 million, resulting in a $186 million pre-tax gain recognized by the partnership.

NOTE 9. OTHER ASSETS

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Current		
Work in progress [(1)]	$ **425**	$ 488
Prepayments and other assets	**826**	650
Assets held for sale	**22**	35
Total current	$ **1,273**	$ 1,173
Non-current		
Work in progress [(1)]	$ **40**	$ 48
Prepayments and other assets	**389**	363
Total non-current	$ **429**	$ 411

(1) See Note 15 for additional information.

NOTE 10. PROPERTY, PLANT AND EQUIPMENT

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Gross carrying amount		
Balance at beginning of period	$ **18,004**	$ 16,502
Additions	**974**	1,526
Dispositions [(1)]	**(1,079)**	(599)
Acquisitions through business combinations [(2)]	**89**	79
Assets reclassified as held for sale	**(61)**	(56)
Foreign currency translation and other	**(303)**	552
Balance at end of period	$ **17,624**	$ 18,004
Accumulated depreciation and impairment		
Balance at beginning of period	$ **(4,022)**	$ (2,610)
Depreciation/depletion/impairment expense	**(1,236)**	(1,686)
Dispositions [(1)]	**490**	316
Assets reclassified as held for sale	**44**	26
Foreign currency translation and other	**1**	(68)
Balance at end of period	$ **(4,723)**	$ (4,022)
Net book value [(3)]	$ **12,901**	$ 13,982

(1) During the first quarter of 2021, the partnership derecognized $505 million of property, plant and equipment, net of accumulated amortization related to the deconsolidation of the partnership's graphite electrode operations on March 1, 2021. Refer to Note 8 for additional information.

(2) See Note 3 for additional information.

(3) Includes right-of-use assets of $1,207 million as at September 30, 2021 and $1,252 million as at December 31, 2020.

During the first quarter of 2021, the partnership recorded impairment expense, net of $201 million in the unaudited interim condensed consolidated statements of operating results which primarily related to the closure of one of the partnership's North American recycling facilities within the industrials segment.

NOTE 11. INTANGIBLE ASSETS

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Gross carrying amount		
Balance at beginning of period	**$ 12,874**	$ 12,504
Additions	**206**	610
Dispositions [1]	**(149)**	(173)
Acquisitions through business combinations [2]	**339**	171
Assets reclassified as held for sale	**—**	(1)
Foreign currency translation	**(321)**	(237)
Balance at end of period	**$ 12,949**	$ 12,874
Accumulated amortization and impairment		
Balance at beginning of period	**$ (1,613)**	$ (945)
Amortization/impairment expense	**(592)**	(752)
Dispositions [1]	**73**	90
Foreign currency translation	**42**	(6)
Balance at end of period	**$ (2,090)**	$ (1,613)
Net book value	**$ 10,859**	$ 11,261

(1) The partnership derecognized $71 million of intangible assets, net of accumulated amortization, related to the deconsolidation of the partnership's graphite electrode operations on March 1, 2021. Refer to Note 8 for additional information.

(2) See Note 3 for additional information.

NOTE 12. GOODWILL

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Balance at beginning of period	**$ 5,244**	$ 5,218
Acquisitions through business combinations [1]	**772**	(83)
Dispositions [2]	**(171)**	(215)
Foreign currency translation	**(246)**	324
Balance at end of period	**$ 5,599**	$ 5,244

(1) See Note 3 for additional information.

(2) Relates to the deconsolidation of the partnership's graphite electrode operations on March 1, 2021. Refer to Note 8 for additional information.

NOTE 13. EQUITY ACCOUNTED INVESTMENTS

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Balance at beginning of year	**$ 1,690**	$ 1,273
Acquisitions through business combinations	**—**	(5)
Additions [1]	**430**	446
Impairment losses	**(29)**	—
Dispositions [2]	**(531)**	(30)
Share of net income	**61**	57
Share of other comprehensive income (loss)	**(7)**	6
Distributions received	**(41)**	(41)
Foreign currency translation	**(4)**	(16)
Balance at end of period	**$ 1,569**	$ 1,690

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(1) Includes an equity accounted investment in the partnership's graphite electrode operations recorded upon deconsolidation of the investment on March 1, 2021. Refer to Note 8 for additional information.

(2) During the second quarter of 2021, the advanced energy storage operations of the partnership made a partial disposal of an equity accounted investment. The retained interest is accounted for as a marketable security as at September 30, 2021. Refer to Note 5 for additional information.

NOTE 14. ACCOUNTS PAYABLE AND OTHER

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Current:		
Accounts payable	$ **3,402**	$ 2,971
Accrued and other liabilities [1] [2]	**4,645**	3,864
Lease liabilities	**235**	222
Financial liabilities [3]	**432**	727
Unearned premiums reserve [4]	**608**	533
Work in progress [5]	**1,469**	1,539
Provisions and decommissioning liabilities	**510**	560
Total current	$ **11,301**	$ 10,416
Non-current:		
Accounts payable	$ **120**	$ 82
Accrued and other liabilities [2]	**1,744**	1,325
Lease liabilities	**1,028**	1,142
Financial liabilities [3]	**2,196**	2,457
Unearned premiums reserve [4]	**1,593**	1,356
Work in progress [5]	**3**	23
Provisions and decommissioning liabilities	**1,071**	1,131
Total non-current	$ **7,755**	$ 7,516

(1) Includes bank overdrafts of $703 million as at September 30, 2021 (December 31, 2020: $400 million).

(2) Includes post-employment benefits of $980 million ($8 million current and $972 million non-current) as at September 30, 2021 and $1,018 million ($19 million current and $999 million non-current) as at December 31, 2020.

(3) Includes financial liabilities of $1,722 million ($65 million current and $1,657 million non-current) as at September 30, 2021 and $1,847 million ($56 million current and $1,791 million non-current) as at December 31, 2020 related to the sale and leaseback of hospitals.

(4) See Note 25 for additional information.

(5) See Note 15 for additional information.

NOTE 15. CONTRACTS IN PROGRESS

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Contract costs incurred to date	$ **25,158**	$ 26,411
Profit recognized to date (less recognized losses)	**1,543**	1,476
	26,701	27,887
Less: progress billings	**(27,708)**	(28,913)
Contract work in progress (liability)	$ **(1,007)**	$ (1,026)
Comprising:		
Amounts due from customers – work in progress	$ **465**	$ 536
Amounts due to customers – creditors	**(1,472)**	(1,562)
Net work in progress	$ **(1,007)**	$ (1,026)

NOTE 16. BORROWINGS

(a) Corporate borrowings

The partnership has bilateral credit facilities backed by large global banks. The credit facilities are available in euros, sterling, Australian, U.S. and Canadian dollars. Advances under the credit facilities bear interest at the specified LIBOR, EURIBOR, CDOR, BBSY or bankers' acceptance rate plus 2.50%, or the specified base rate or prime rate plus 1.50%. The credit facilities require the partnership to maintain a minimum tangible net worth and deconsolidated debt-to-capitalization ratio at the corporate level. At September 30, 2021, the partnership had $1,324 million available on its bilateral credit facilities with a maturity date of June 29, 2026. The balance drawn on the bilateral credit facility at September 30, 2021 is $751 million (December 31, 2020: $310 million).

The partnership has a revolving acquisition credit facility with Brookfield that permits borrowings of up to $500 million as at September 30, 2021. The credit facility is guaranteed by the partnership, Brookfield Business L.P. ("Holding LP"), and the Holding Entities. The credit facility is available in U.S. or Canadian dollars, and advances are made by way of LIBOR, base rate, bankers' acceptance rate or prime rate loans. The credit facility bears interest at the specified LIBOR or bankers' acceptance rate plus 3.45%, or the specified base rate or prime rate plus 2.45%. The credit facility requires the partnership to maintain a minimum deconsolidated net worth and contains restrictions on the ability of the borrowers and the guarantors to, among other things, incur liens, engage in certain mergers and consolidations or enter into speculative hedging arrangements. Net proceeds above a specified threshold that are received by the borrowers from asset dispositions, debt incurrences or equity issuances by the borrowers or their subsidiaries must be used to pay down the credit facility (which can then be redrawn to fund future investments). The facility automatically renews for consecutive one-year periods until June 29, 2026. As at September 30, 2021, the credit facility remains undrawn. Subsequent to September 30, 2021, the partnership and Brookfield increased the size of the revolving acquisition credit facility to $1.0 billion until April 2023.

The partnership is currently in compliance with or has obtained waivers related to all material covenant requirements, and the partnership continues to monitor performance against such covenant requirements.

Refer to Note 17 for further details on the Deposit Agreement with Brookfield. As at September 30, 2021, there were no funds on deposit from Brookfield.

(b) Non-recourse subsidiary borrowings of the partnership

Total non-recourse subsidiary borrowings of the partnership as at September 30, 2021 were $21,338 million (December 31, 2020: $23,166 million).

Some of the partnership's businesses have credit facilities in which they borrow and repay on a monthly basis. This movement has been shown on a net basis in the partnership's unaudited interim condensed consolidated statements of cash flow.

The partnership has financing arrangements within its operating businesses that trade in public markets or are held at major financial institutions. The financing arrangements are primarily composed of term loans, credit facilities and notes and debentures which are subject to fixed or floating interest rates. Most of these borrowings are not subject to financial maintenance covenants, however, some are subject to fixed charge coverage, leverage ratios and minimum equity or liquidity covenants.

The partnership's operations are currently in compliance with or have obtained waivers related to all material covenant requirements, and the partnership continues to work with its businesses to monitor performance against such covenant requirements.

NOTE 17. RELATED PARTY TRANSACTIONS

In the normal course of operations, the partnership entered into the transactions below with related parties at exchange value. These transactions have been measured at fair value and are recognized in the unaudited interim condensed consolidated financial statements.

(a) Transactions with the parent company

The partnership has in place a Deposit Agreement with Brookfield whereby it may place funds on deposit with Brookfield and whereby Brookfield may place funds on deposit with the partnership. The deposit balance is due on demand and bears interest at LIBOR plus 1.50%. As at September 30, 2021, the amount of the deposit from Brookfield was $nil (December 31, 2020: $300 million). For the three and nine months ended September 30, 2021, the partnership paid interest expense of $nil and $4 million, respectively on these deposits.

The partnership pays Brookfield a quarterly base management fee, which is reflected within general and administrative expenses. For purposes of calculating the base management fee, the total capitalization of Brookfield Business Partners L.P. is equal to the quarterly volume-weighted average trading price of a unit on the principal stock exchange for the partnership units (based on trading volumes) multiplied by the number of units outstanding at the end of the quarter (assuming full conversion of the Redemption-Exchange Units into units of Brookfield Business Partners L.P.), plus the value of securities of the other service recipients that are not held by the partnership, plus all outstanding debt with recourse to a service recipient, less all cash held by such entities. The base management fee for the three and nine months ended September 30, 2021 was $24 million and $65 million (September 30, 2020: $15 million and $47 million).

In its capacity as the holder of the special limited partnership units ("Special LP Units") of Holding LP, Brookfield is entitled to incentive distribution rights. The incentive distribution for the three and nine months ended September 30, 2021 was $nil and $79 million (September 30, 2020: $nil and $nil).

In addition, at the time of spin-off, the partnership entered into indemnity agreements with Brookfield related to certain contracts that were in place prior to the spin-off. Under these indemnity agreements, Brookfield has agreed to indemnify the partnership for the receipt of payments relating to such contracts.

(b) Other

The following tables summarize other transactions and balances the partnership has entered into with related parties:

	Three Months Ended September 30,		Nine Months Ended September 30,	
(US$ MILLIONS)	2021	2020	2021	2020
Transactions during the period				
Business services revenues [(1)]	**$ 83**	$ 168	**$ 370**	$ 432

(1) Within the partnership's business services segment, the partnership provides construction services to affiliates of Brookfield.

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Balances at end of period		
Accounts and other receivable, net	**$ 128**	$ 98
Accounts payable and other [(1)]	**$ 491**	$ 97

(1) Includes $306 million (December 31, 2020: $nil) related to a tax receivable agreement payable to related parties by the partnership's advanced energy storage operations.

NOTE 18. DERIVATIVE FINANCIAL INSTRUMENTS

The partnership's activities expose it to a variety of financial risks, including market risk, currency risk, interest rate risk, commodity risk and other price risks. The partnership and its subsidiaries selectively use derivative financial instruments principally to manage these risks.

The aggregate fair values of the partnership's derivative financial instruments positions are as follows:

	September 30, 2021		December 31, 2020	
(US$ MILLIONS)	Financial Asset	Financial Liability	Financial Asset	Financial Liability
Foreign exchange contracts	**$ 163**	**$ 109**	$ 129	$ 122
Cross currency swaps	**5**	**2**	3	1
Interest rate derivatives	**50**	**254**	65	553
Equity derivatives	**—**	**3**	—	28
Commodities contracts	**39**	**178**	80	90
Total	**$ 257**	**$ 546**	$ 277	$ 794
Total current	**$ 140**	**$ 276**	$ 167	$ 340
Total non-current	**$ 117**	**$ 270**	$ 110	$ 454

NOTE 19. EQUITY

The partnership's consolidated equity interests include the non-voting publicly traded limited partnership units ("LP Units") held by public unitholders and Brookfield, general partner units held by Brookfield ("GP Units"), redemption-exchange partnership units ("Redemption-Exchange Units") in Holding LP, a holding subsidiary of Brookfield Business Partners L.P., held by Brookfield, and Special LP Units in Holding LP held by Brookfield (collectively, "Units" or "Unitholders").

For the three and nine months ended September 30, 2021, the partnership made distributions to LP Units, GP Units and Redemption-Exchange Units of $9 million and $27 million, respectively, or approximately $0.0625 per Unit (September 30, 2020: $9 million and $27 million, or approximately $0.0625 per unit). For the three and nine months ended September 30, 2021, the partnership distributed $380 million and $1,660 million, respectively (September 30, 2020: $312 million and $1,051 million), to others who have interests in the operating subsidiaries, primarily resulting from the distributions of proceeds from the sale of the partnership's share of the graphite electrode operations common shares, combined with the distribution of proceeds from the sale of investments in public securities, and the distribution resulting from the privatization of the partnership's residential mortgage insurer.

During the nine months ended September 30, 2021, the partnership repurchased and canceled 1,186,919 LP Units (September 30, 2020: 977,426 LP Units).

(a) Earnings per limited partner unit

Net income (loss) attributable to limited partnership unitholders for the three and nine months ended September 30, 2021 was $46 million and $277 million, respectively (September 30, 2020: net loss of $10 million and $136 million). The weighted average number of LP Units for the three and nine months ended September 30, 2021 was 78.3 million and 78.6 million, respectively (September 30, 2020: 80.3 million and 80.5 million).

(b) Incentive distribution to Special LP Unitholder

In its capacity as the holder of the Special LP Units of Holding LP, the special limited partner is entitled to incentive distributions which are calculated as 20% of the increase in the market value of the units over an initial threshold based on the volume-weighted average price of the LP Units, subject to a high-water mark. During the three months ended September 30, 2021, the volume-weighted average price was $44.21 per LP Unit, which was below the previous incentive distribution threshold of $44.64 per LP Unit, resulting in an incentive distribution of $nil three months ended September 30, 2021 (September 30, 2020: $nil). For the nine months ended September 30, 2021, the incentive distribution was $79 million (September 30, 2020: $nil).

(c) GP Units and LP Units

UNITS	GP Units	LP Units	Total
Balance as at January 1, 2021	**4**	**79,031,984**	**79,031,988**
Repurchased and canceled	**—**	**(1,186,919)**	**(1,186,919)**
Balance as at September 30, 2021	**4**	**77,845,065**	**77,845,069**

(d) Redemption-Exchange Units

UNITS	Redemption-Exchange Units
Balance as at January 1, 2021	**69,705,497**
Repurchased and canceled	**—**
Balance as at September 30, 2021	**69,705,497**

(e) Acquisition of remaining publicly held interest in residential mortgage insurer

On April 1, 2021, the partnership, together with institutional partners, completed the acquisition of the remaining 43% publicly held shares of its residential mortgage insurer for consideration of $1.3 billion. The partnership funded $185 million, net of financing raised. This transaction was accounted for as a transaction with owners in their capacity as owners. The partnership recorded an ownership change gain of $47 million in the unaudited interim condensed consolidated statements of changes in equity, attributable to Unitholders, measured as the difference between consideration paid and the carrying value of non-controlling interests acquired.

NOTE 20. ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)

(a) Attributable to Limited Partners

(US$ MILLIONS)	Foreign currency translation	FVOCI	Other [1]	Accumulated other comprehensive income (loss)
Balance as at January 1, 2021	**$ (144)**	**$ 52**	**$ (88)**	**$ (180)**
Other comprehensive income (loss)	**(49)**	**14**	**17**	**(18)**
Ownership changes	**(38)**	**—**	**1**	**(37)**
Balance as at September 30, 2021	**$ (231)**	**$ 66**	**$ (70)**	**$ (235)**

(1) Represents net investment hedges, cash flow hedges and other reserves.

(US$ MILLIONS)	Foreign currency translation	FVOCI	Other [1]	Accumulated other comprehensive income (loss)
Balance as at January 1, 2020	$ (169)	$ 11	$ (60)	$ (218)
Other comprehensive income (loss)	(93)	19	9	(65)
Ownership changes	—	2	—	2
Balance as at September 30, 2020	$ (262)	$ 32	$ (51)	$ (281)

(1) Represents net investment hedges, cash flow hedges and other reserves.

(b) Attributable to non-controlling interests – Redemption-Exchange Units held by Brookfield Asset Management Inc.

(US$ MILLIONS)	Foreign currency translation	FVOCI	Other [1]	Accumulated other comprehensive income (loss)
Balance as at January 1, 2021	**$ (199)**	**$ 45**	**$ (77)**	**$ (231)**
Other comprehensive income (loss)	**(44)**	**12**	**16**	**(16)**
Ownership changes	**36**	**—**	**—**	**36**
Balance as at September 30, 2021	**$ (207)**	**$ 57**	**$ (61)**	**$ (211)**

(1) Represents net investment hedges, cash flow hedges and other reserves.

(US$ MILLIONS)	Foreign currency translation	FVOCI	Other [1]	Accumulated other comprehensive income (loss)
Balance as at January 1, 2020	$ (221)	$ 9	$ (52)	$ (264)
Other comprehensive income (loss)	(81)	16	9	(56)
Ownership changes	$ —	$ 2	$ —	$ 2
Balance as at September 30, 2020	$ (302)	$ 27	$ (43)	$ (318)

(1) Represents net investment hedges, cash flow hedges and other reserves.

NOTE 21. DIRECT OPERATING COSTS

The partnership has no key employees or directors and does not remunerate key management personnel. Details of the allocation of costs incurred by Brookfield on behalf of the partnership are disclosed in Note 17. Key decision makers of the partnership are all employees of the ultimate parent company or its subsidiaries, which provides management services under the Master Services Agreement with Brookfield.

Direct operating costs include all expenses that are directly and indirectly attributable to revenue earning activities of our operations such as cost of inventory, compensation, depreciation and amortization, and other. Direct operating costs excludes non-operating expenses relating to general and administrative costs, interest, impairment and other expenses. Direct operating costs for the three and nine months ended September 30, 2021 was $11,155 million and $30,682 million, respectively (2020: $9,269 million and $25,526 million), and primarily related to cost of inventory of $8,103 million and $21,935 million, respectively (2020: $5,575 million and $15,215 million), compensation of $974 million and $2,945 million, respectively (2020: $930 million and $2,625 million), and depreciation and amortization of $556 million and $1,651 million, respectively (2020: $547 million and $1,618 million). Other direct operating costs primarily relates to cost of work in progress and duties and amounted to $1,522 million and $4,151 million, respectively, for the three and nine months ended September 30, 2021 (2020: $2,217 million and $6,068 million).

NOTE 22. REVENUES

(a) Revenues by type

The tables below summarize the partnership's segment revenues by type of revenue for the three and nine months ended September 30, 2021:

(US$ MILLIONS)	Three Months Ended September 30, 2021				
	Business services	Infrastructure services	Industrials	Corporate and other	Total
Revenues by type					
Revenues from contracts with customers	$ 7,761	$ 926	$ 2,935	$ —	$ 11,622
Other revenues	270	143	8	—	421
Total revenues	**$ 8,031**	**$ 1,069**	**$ 2,943**	**$ —**	**$ 12,043**

(US$ MILLIONS)	Nine Months Ended September 30, 2021				
	Business services	Infrastructure services	Industrials	Corporate and other	Total
Revenues by type					
Revenues from contracts with customers	$ 20,855	$ 2,783	$ 8,293	$ —	$ 31,931
Other revenues	757	402	17	—	1,176
Total revenues	**$ 21,612**	**$ 3,185**	**$ 8,310**	**$ —**	**$ 33,107**

The tables below summarize the partnership's segment revenues by type of revenue for the three and nine months ended September 30, 2020:

(US$ MILLIONS)	Three Months Ended September 30, 2020				
	Business services	Infrastructure services	Industrials	Corporate and other	Total
Revenues by type					
Revenues from contracts with customers	$ 5,864	$ 924	$ 2,887	$ —	$ 9,675
Other revenues	260	134	1	—	395
Total revenues	$ 6,124	$ 1,058	$ 2,888	$ —	$ 10,070

(US$ MILLIONS)	Nine Months Ended September 30, 2020				
	Business services	Infrastructure services	Industrials	Corporate and other	Total
Revenues by type					
Revenues from contracts with customers	$ 16,040	$ 2,894	$ 7,528	$ —	$ 26,462
Other revenues	666	454	4	—	1,124
Total revenues	$ 16,706	$ 3,348	$ 7,532	$ —	$ 27,586

(b) Timing of recognition of revenues from contracts with customers

The tables below summarize the partnership's segment revenues by timing of revenue recognition for the total revenues from contracts with customers for the three and nine months ended September 30, 2021:

(US$ MILLIONS)	Three Months Ended September 30, 2021 Business services	Infrastructure services	Industrials	Corporate and other	Total
Timing of revenue recognition					
Goods and services provided at a point in time	$ 6,772	$ 364	$ 2,872	$ —	$ 10,008
Services transferred over a period of time	989	562	63	—	1,614
Total revenues from contracts with customers	**$ 7,761**	**$ 926**	**$ 2,935**	**$ —**	**$ 11,622**
Other non IFRS 15 revenues	270	143	8	—	421
Total revenues	**$ 8,031**	**$ 1,069**	**$ 2,943**	**$ —**	**$ 12,043**

(US$ MILLIONS)	Nine Months Ended September 30, 2021 Business services	Infrastructure services	Industrials	Corporate and other	Total
Timing of revenue recognition					
Goods and services provided at a point in time	$ 17,739	$ 1,025	$ 8,144	$ —	$ 26,908
Services transferred over a period of time	3,116	1,758	149	—	5,023
Total revenues from contracts with customers	**$ 20,855**	**$ 2,783**	**$ 8,293**	**$ —**	**$ 31,931**
Other non IFRS 15 revenues	757	402	17	—	1,176
Total revenues	**$ 21,612**	**$ 3,185**	**$ 8,310**	**$ —**	**$ 33,107**

The tables below summarize the partnership's segment revenues by timing of revenue recognition for the total revenues from contracts with customers for the three and nine months ended September 30, 2020:

(US$ MILLIONS)	Three Months Ended September 30, 2020 Business services	Infrastructure services	Industrials	Corporate and other	Total
Timing of revenue recognition					
Goods and services provided at a point in time	$ 4,815	$ 354	$ 2,801	$ —	$ 7,970
Services transferred over a period of time	1,049	570	86	—	1,705
Total revenues from contracts with customers	$ 5,864	$ 924	$ 2,887	$ —	$ 9,675
Other non IFRS 15 revenues	260	134	1	—	395
Total revenues	$ 6,124	$ 1,058	$ 2,888	$ —	$ 10,070

	Nine Months Ended September 30, 2020				
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total
Timing of revenue recognition					
Goods and services provided at a point in time	$ 13,014	$ 1,116	$ 7,365	$ —	$ 21,495
Services transferred over a period of time	3,026	1,778	163	—	4,967
Total revenues from contracts with customers	$ 16,040	$ 2,894	$ 7,528	$ —	$ 26,462
Other non IFRS 15 revenues	666	454	4	—	1,124
Total revenues	$ 16,706	$ 3,348	$ 7,532	$ —	$ 27,586

(c) Revenues by geography

The tables below summarize the partnership's segment revenues by geography for revenues from contracts with customers for the three and nine months ended September 30, 2021:

	Three Months Ended September 30, 2021				
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total
United Kingdom	$ 4,964	$ 86	$ 37	$ —	$ 5,087
United States of America	80	448	1,205	—	1,733
Europe	685	262	660	—	1,607
Australia	1,084	—	17	—	1,101
Canada	664	19	141	—	824
Brazil	81	21	307	—	409
Mexico	—	—	209	—	209
Other	203	90	359	—	652
Total revenues from contracts with customers	**$ 7,761**	**$ 926**	**$ 2,935**	**$ —**	**$ 11,622**
Other revenues	270	143	8	—	421
Total revenues	**$ 8,031**	**$ 1,069**	**$ 2,943**	**$ —**	**$ 12,043**

	Nine Months Ended September 30, 2021				
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total
United Kingdom	$ 13,105	$ 227	$ 123	$ —	$ 13,455
United States of America	235	1,132	3,289	—	4,656
Europe	1,705	894	2,045	—	4,644
Australia	3,320	7	47	—	3,374
Canada	1,752	71	396	—	2,219
Brazil	188	44	713	—	945
Mexico	—	—	597	—	597
Other	550	408	1,083	—	2,041
Total revenues from contracts with customers	**$ 20,855**	**$ 2,783**	**$ 8,293**	**$ —**	**$ 31,931**
Other revenues	757	402	17	—	1,176
Total revenues	**$ 21,612**	**$ 3,185**	**$ 8,310**	**$ —**	**$ 33,107**

The tables below summarize the partnership's segment revenues by geography for revenues from contracts with customers for the three and nine months ended September 30, 2020:

(US$ MILLIONS)	Three Months Ended September 30, 2020 Business services	Infrastructure services	Industrials	Corporate and other	Total
United Kingdom	$ 3,625	$ 90	$ 47	$ —	$ 3,762
United States of America	1	444	1,152	—	1,597
Europe	271	280	702	—	1,253
Australia	1,101	4	18	—	1,123
Canada	520	25	120	—	665
Brazil	102	20	202	—	324
Mexico	—	—	217	—	217
Other	244	61	429	—	734
Total revenues from contracts with customers	$ 5,864	$ 924	$ 2,887	$ —	$ 9,675
Other revenues	260	134	1	—	395
Total revenues	$ 6,124	$ 1,058	$ 2,888	$ —	$ 10,070

(US$ MILLIONS)	Nine Months Ended September 30, 2020 Business services	Infrastructure services	Industrials	Corporate and other	Total
United Kingdom	$ 9,883	$ 277	$ 138	$ —	$ 10,298
United States of America	15	1,361	2,922	—	4,298
Europe	766	859	1,843	—	3,468
Australia	3,104	10	49	—	3,163
Canada	1,350	66	353	—	1,769
Brazil	303	59	570	—	932
Mexico	—	—	543	—	543
Other	619	262	1,110	—	1,991
Total revenues from contracts with customers	$ 16,040	$ 2,894	$ 7,528	$ —	$ 26,462
Other revenues	666	454	4	—	1,124
Total revenues	$ 16,706	$ 3,348	$ 7,532	$ —	$ 27,586

NOTE 23. SEGMENT INFORMATION

The partnership's operations are organized into four operating segments which are regularly reviewed by the Chief Operating Decision Maker ("CODM") for the purpose of allocating resources to the segment and to assess its performance. In the current period the partnership realigned its segment reporting and removed Company EBITDA from its segment disclosures. In addition, the partnership has changed the name of its segment measure of profit and loss from Company FFO to Adjusted funds from operations ("Adjusted FFO"). The method to calculate Adjusted FFO is unchanged from how the partnership previously calculated Company FFO. The CODM uses Adjusted FFO to assess performance and make resource allocation decisions. Adjusted FFO allows the CODM to evaluate the partnership's segments on the basis of return on invested capital by removing the effect of non-cash and other items. Adjusted FFO is calculated as the partnership's share of net income and equity accounted income excluding the impact of depreciation and amortization, deferred income taxes, transaction costs, non-cash valuation gains or losses, impairment expense and other items. In order to provide additional insight regarding performance on a cumulative realized basis, Adjusted FFO includes realized disposition gains or losses, along with associated tax impacts, recorded in net income, other comprehensive income, or directly in equity, such as ownership changes. These include gains or losses arising from transactions during the period together with fair value changes recorded in prior periods.

The tables below provide each segment's results in the format that the CODM organizes reporting segments to make resource allocation decisions and assess performance. Each segment is presented on a proportionate basis, taking into account the partnership's ownership in operations accounted for using the consolidation and equity methods under IFRS. The tables below reconcile the partnership's share of its consolidated results to the partnership's IFRS consolidated statements of operating results.

	Three Months Ended September 30, 2021						
	Total attributable to Unitholders					Attributable to non-controlling interests	As per IFRS Financials
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total [1]		
Revenues	$ 2,336	$ 465	$ 826	$ —	$ 3,627	$ 8,416	$ 12,043
Direct operating costs [2]	(2,148)	(337)	(654)	(5)	(3,144)	(7,455)	(10,599)
General and administrative expenses	(36)	(16)	(21)	(26)	(99)	(148)	(247)
Other income (expense), net [3]	2	—	—	—	2	2	4
Interest income (expense), net	(19)	(33)	(57)	(4)	(113)	(245)	(358)
Current income tax (expense) recovery	(35)	(3)	(9)	10	(37)	(82)	(119)
Equity accounted Adjusted FFO [4]	9	15	16	—	40	24	64
Adjusted FFO	109	91	101	(25)	276		
Depreciation and amortization expense [2], [5]					(189)	(367)	(556)
Other income (expense), net [3]					(7)	(17)	(24)
Deferred income tax (expense) recovery					36	95	131
Non-cash items attributable to equity accounted investments [4]					(29)	(10)	(39)
Net income (loss)					$ 87	$ 213	$ 300

(1) Adjusted FFO and net income (loss) attributable to Unitholders include Adjusted FFO, and net income (loss) attributable to LP Units, GP Units, Redemption-Exchange Units and Special LP Units, respectively.

(2) The sum of these amounts equates to direct operating costs of $11,155 million as per the unaudited interim condensed consolidated statements of operating results.

(3) The sum of these amounts equates to other income (expense), net of $(20) million as per the unaudited interim condensed consolidated statements of operating results.

(4) The sum of these amounts equates to equity accounted income (loss), net of $25 million as per the unaudited interim condensed consolidated statements of operating results.

(5) For the three month period ended September 30, 2021, depreciation and amortization expense by segment is as follows: business services $120 million, infrastructure services $171 million, industrials $265 million, and corporate and other $nil.

	Nine Months Ended September 30, 2021						
	Total attributable to Unitholders					Attributable to non-controlling interests	As per IFRS Financials
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total [1]		
Revenues	$ 6,659	$ 1,381	$ 2,313	$ —	$10,353	$ 22,754	$ 33,107
Direct operating costs [2]	(6,155)	(1,017)	(1,824)	(12)	(9,008)	(20,023)	(29,031)
General and administrative expenses	(111)	(51)	(61)	(78)	(301)	(450)	(751)
Gain (loss) on acquisitions / dispositions, net [3]	—	—	572	—	572	740	1,312
Other income (expense), net [4]	(1)	—	—	—	(1)	(12)	(13)
Interest income (expense), net	(50)	(110)	(172)	(11)	(343)	(714)	(1,057)
Current income tax (expense) recovery [5]	(83)	(11)	(132)	32	(194)	(245)	(439)
Equity accounted Adjusted FFO [6]	13	44	42	—	99	79	178
Adjusted FFO	272	236	738	(69)	1,177		
Depreciation and amortization expense [2], [7]					(562)	(1,089)	(1,651)
Impairment expense, net					(58)	(143)	(201)
Gain (loss) on acquisitions / dispositions, net [3]					60	451	511
Current income tax (expense) recovery [5]					9	—	9
Other income (expense), net [4]					(12)	(53)	(65)
Deferred income tax (expense) recovery					71	175	246
Non-cash items attributable to equity accounted investments [6]					(83)	(34)	(117)
Net income (loss)					$ 602	$ 1,436	$ 2,038

(1) Adjusted FFO and net income (loss) attributable to Unitholders include Adjusted FFO, and net income (loss) attributable to LP Units, GP Units, Redemption-Exchange Units and Special LP Units, respectively.

(2) The sum of these amounts equates to direct operating costs of $30,682 million as per the unaudited interim condensed consolidated statements of operating results.

(3) The sum of these amounts equates to the gain (loss) on acquisitions/dispositions, net of $1,823 million as per the unaudited interim condensed consolidated statements of operating results.

(4) The sum of these amounts equates to other income (expense), net of $(78) million as per the unaudited interim condensed consolidated statements of operating results.

(5) The sum of these amounts equates to current income tax (expense) recovery of $(430) million as per the unaudited interim condensed consolidated statements of operating results.

(6) The sum of these amounts equates to equity accounted income (loss), net of $61 million as per the unaudited interim condensed consolidated statements of operating results.

(7) For the nine month period ended September 30, 2021, depreciation and amortization expense by segment is as follows: business services $344 million, infrastructure services $519 million, industrials $788 million, and corporate and other $nil.

	Three Months Ended September 30, 2020						
	Total attributable to Unitholders					Attributable to non-controlling interests	As per IFRS Financials
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total [1]		
Revenues	$ 2,050	$ 460	$ 804	$ —	$ 3,314	$ 6,756	$ 10,070
Direct operating costs [2]	(1,920)	(338)	(625)	(5)	(2,888)	(5,834)	(8,722)
General and administrative expenses	(36)	(13)	(23)	(18)	(90)	(146)	(236)
Other income (expense), net [3]	—	(8)	1	—	(7)	(10)	(17)
Interest income (expense), net	(16)	(41)	(62)	(4)	(123)	(248)	(371)
Current income tax (expense) recovery	(17)	(2)	(17)	9	(27)	(75)	(102)
Equity accounted Adjusted FFO [4]	1	20	8	—	29	31	60
Adjusted FFO	62	78	86	(18)	208		
Depreciation and amortization expense [2], [5]					(181)	(366)	(547)
Impairment expense, net					(3)	(4)	(7)
Other income (expense), net [3]					(10)	18	8
Deferred income tax (expense) recovery					(2)	(6)	(8)
Non-cash items attributable to equity accounted investments [4]					(31)	(12)	(43)
Net income (loss)					$ (19)	$ 104	$ 85

(1) Adjusted FFO and net income (loss) attributable to Unitholders include Adjusted FFO, and net income (loss) attributable to LP Units, GP Units, Redemption-Exchange Units and Special LP Units, respectively.

(2) The sum of these amounts equates to direct operating costs of $9,269 million as per the unaudited interim condensed consolidated statements of operating results.

(3) The sum of these amounts equates to other income (expense), net of $(9) million as per the unaudited interim condensed consolidated statements of operating results.

(4) The sum of these amounts equates to equity accounted income (loss), net of $17 million as per the unaudited interim condensed consolidated statements of operating results.

(5) For the three month period ended September 30, 2020, depreciation and amortization expense by segment is as follows: business services $109 million, infrastructure services $170 million, industrials $268 million, and corporate and other $nil.

	Nine Months Ended September 30, 2020						
	Total attributable to Unitholders					Attributable to non-controlling interests	As per IFRS Financials
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total [1]		
Revenues	$ 5,655	$ 1,443	$ 2,111	$ —	$ 9,209	$ 18,377	$ 27,586
Direct operating costs [2]	(5,388)	(1,029)	(1,653)	(10)	(8,080)	(15,828)	(23,908)
General and administrative expenses	(101)	(52)	(71)	(63)	(287)	(421)	(708)
Gain (loss) on acquisitions / dispositions, net	46	—	(1)	—	45	134	179
Other income (expense), net [3]	3	(21)	2	—	(16)	(20)	(36)
Interest income (expense), net	(47)	(116)	(190)	1	(352)	(736)	(1,088)
Current income tax (expense) recovery	(35)	(6)	(11)	30	(22)	(178)	(200)
Equity accounted Adjusted FFO [4]	10	50	18	—	78	81	159
Adjusted FFO	143	269	205	(42)	575		
Depreciation and amortization expense [2], [5]					(539)	(1,079)	(1,618)
Impairment expense, net					(66)	(83)	(149)
Other income (expense), net [3]					(193)	152	(41)
Deferred income tax (expense) recovery					57	100	157
Non-cash items attributable to equity accounted investments [4]					(88)	(45)	(133)
Net income (loss)					$ (254)	$ 454	$ 200

(1) Adjusted FFO and net income (loss) attributable to Unitholders include Adjusted FFO, and net income (loss) attributable to LP Units, GP Units, Redemption-Exchange Units and Special LP Units, respectively.

(2) The sum of these amounts equates to direct operating costs of $25,526 million as per the unaudited interim condensed consolidated statements of operating results.

(3) The sum of these amounts equates to other income (expense), net of $(77) million as per the unaudited interim condensed consolidated statements of operating results.

(4) The sum of these amounts equates to equity accounted income (loss), net of $26 million as per the unaudited interim condensed consolidated statements of operating results.

(5) For the nine month period ended September 30, 2020, depreciation and amortization expense by segment is as follows: business services $322 million, infrastructure services $498 million, industrials $798 million, and corporate and other $nil.

Segment Assets

For the purpose of monitoring segment performance and allocating resources between segments, the CODM monitors the assets, including investments accounted for using the equity method, attributable to each segment.

The following is an analysis of the partnership's assets by reportable operating segment as at September 30, 2021 and December 31, 2020:

	As at September 30, 2021				
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total
Total assets	**$ 21,025**	**$ 10,353**	**$ 22,274**	**$ 108**	**$ 53,760**

	As at December 31, 2020				
(US$ MILLIONS)	Business services	Infrastructure services	Industrials	Corporate and other	Total
Total assets	$ 19,884	$ 10,839	$ 23,929	$ 94	$ 54,746

NOTE 24. SUPPLEMENTAL CASH FLOW INFORMATION

	Nine Months Ended September 30,	
(US$ MILLIONS)	2021	2020
Interest paid	**$ 817**	$ 764
Income taxes paid	**$ 301**	$ 223

Amounts paid and received for interest were reflected as operating cash flows in the unaudited interim condensed consolidated statements of cash flow.

Details of “Changes in non-cash working capital, net” in the unaudited interim condensed consolidated statements of cash flow are as follows:

	Nine Months Ended September 30,	
(US$ MILLIONS)	2021	2020
Accounts receivable	**$ (577)**	$ 310
Inventory	**(541)**	431
Prepayments and other	**(52)**	75
Accounts payable and other	**729**	389
Changes in non-cash working capital, net	**$ (441)**	$ 1,205

NOTE 25. INSURANCE CONTRACTS

The following summarizes the balances related to the partnership’s insurance contracts at its residential mortgage insurer:

(a) Premiums and unearned premiums reserve

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Unearned premiums reserve, beginning of the period	**$ 1,889**	$ 1,625
Premiums written during the period	**781**	744
Premiums earned during the period	**(472)**	(521)
Foreign currency translation	**3**	41
Unearned premiums reserve, end of the period	**$ 2,201**	$ 1,889

(b) Losses on claims and loss reserves

The following table presents the components of total loss reserves:

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Case reserves	**$ 56**	$ 78
Incurred but not reported reserves	**14**	53
Discounting	**(1)**	(1)
Provision for adverse deviation	**5**	14
Total loss reserves	**$ 74**	$ 144

The following table presents movement in loss reserves and the impact on losses on claims:

(US$ MILLIONS)	September 30, 2021	December 31, 2020
Loss reserves, beginning of the period	**$ 144**	$ 105
Claims paid during the period	**(38)**	(50)
Changes in loss reserves related to the current period	**(33)**	85
Foreign currency translation	**1**	4
Loss reserves, end of the period	**$ 74**	$ 144

NOTE 26. SUBSEQUENT EVENTS

(a) Acquisition of DexKo

On October 4, 2021, together with institutional partners, the partnership completed the acquisition of DexKo Global Inc. (“DexKo”), for $3.4 billion. DexKo is a leading global manufacturer of highly engineered components primarily for industrial trailers and other towable-equipment providers. The transaction was funded with approximately $1.1 billion of equity, of which the partnership funded approximately $395 million for a 35% ownership interest, with the balance funded by institutional partners.

Due to the recent closing of the acquisition, the complete valuation and initial purchase price accounting for the business combination is not available as at the date of release of these unaudited interim condensed consolidated financial statements. As a result, the partnership has not provided amounts recognized as at the acquisition date for certain major classes of assets acquired and liabilities assumed.

(b) Distribution

On November 4, 2021, the Board of Directors declared a quarterly distribution in the amount of $0.0625 per unit, payable on December 31, 2021 to unitholders of record as at the close of business on November 30, 2021.