MANAGEMENT’S DISCUSSION AND ANALYSIS

The following Management’s Discussion and Analysis for the six months ended June 30, 2024, is dated August 19, 2024.

OVERVIEW

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

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

The effect of the Re-organization was to, among other things, amalgamate Partners Limited, a private Ontario corporation and the majority holder of the equity limited partnership units of the Prior Partnership, with PVII and other related entities, under the newly formed Partnership. The Re-organization was undertaken in a number of steps whereby the Prior Partnership contributed its investments in PVII to Newco, a newly formed entity and wholly-owned subsidiary of the Prior Partnership. The share exchange between the Prior Partnership and Newco was a common control transaction and measured at carrying value. Upon completion of the share exchange, Newco transferred all of its equity interests to the Partnership. The share transfer between shareholders of Newco and the Partnership was a common ownership transaction and measured at carrying value. Subsequently, Partners Limited amalgamated with PVII and the other related entities, with shareholders of Partners Limited receiving equity limited partnership units as consideration for the net assets contributed by Partners Limited under the amalgamation. The amalgamation was a common control transaction and measured at carrying value.

As part of the Re-organization, the Partnership declared and paid a dividend-in-kind to its common shareholders of $328 million via the distribution of Brookfield Reinsurance Ltd. (“BNRe”) Class A exchangeable limited voting shares and class A-1 exchangeable non-voting shares (collectively, the “BNRe shares”) and PVII Class A preferred shares, Series 1, as outlined in the plan of arrangement.

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

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

RESULTS OF OPERATIONS

The Partnership generated net income of $21.6 million for the quarter ended June 30, 2024, compared to a net loss of $8.1 million in the prior year quarter. The increase in income was primarily driven by the higher dividend income as well as foreign currency, tax and investment valuation gains. Income of $19.2 million was attributable to the Equity Limited Partners, and $2.4 million was attributable to Preferred Limited Partners.

As at June 30, 2024, the market prices of a Corporation (NYSE/TSX: BN) and Manager (NYSE/TSX: BAM) share were $41.54 and $38.05, respectively (December 31, 2023 – $40.12 and $40.17, respectively).

The following table presents the details of the Partnership's net income (loss) for the periods ended June 30, 2024, and 2023:

For the period ended June 30, Unaudited	Three months ended		Six months ended	
(Thousands, US dollars)	**2024**	2023	**2024**	2023
Investment income				
Dividends	**$ 23,429**	$ 22,680	**$ 47,456**	$ 42,287
Other investment income	**4,160**	2,219	**8,195**	5,435
	27,589	24,899	**55,651**	47,722
Expenses				
Operating expenses	**(1,301)**	(457)	**(3,738)**	(1,041)
Financing costs	**(2,545)**	(2,344)	**(5,026)**	(4,644)
Retractable preferred share dividends	**(10,223)**	(10,372)	**(19,959)**	(20,688)
	13,520	11,726	**26,928**	21,349
Other items				
Investment valuation gains (losses)	**443**	(4,228)	**1,367**	(1,986)
Amortization of deferred financing costs	**(871)**	(848)	**(1,755)**	(1,690)
Current taxes (expense) recovery	**(1,742)**	(410)	**6,327**	(817)
Deferred taxes recovery (expense)	**4,865**	(3,235)	**707**	(4,593)
Foreign currency gains (losses)	**5,398**	(11,152)	**14,297**	(13,156)
Net income (loss)	**$ 21,613**	$ (8,147)	**$ 47,871**	$ (893)
Net income (loss) attributable to:				
Equity Limited Partners	**$ 19,205**	$ (9,868)	**$ 43,919**	$ (4,336)
General Partner	**—**	—	**—**	—
Preferred Limited Partners	**2,408**	1,721	**3,952**	3,443
Non-controlling interests	**—**	—	**—**	—
	$ 21,613	$ (8,147)	**$ 47,841**	$ (893)

Investment income consists of the following:

For the period ended June 30	Three months ended		Six months ended	
(Thousands, US dollars)	**2024**	2023	**2024**	2023
Dividends				
Brookfield Corporation	**$ 9,702**	$ 10,001	**$ 19,377**	$ 18,641
Brookfield Asset Management Ltd.	**11,700**	10,501	**23,600**	20,133
Other securities	**2,027**	2,178	**4,479**	3,513
	23,429	22,680	**47,456**	42,287
Other investment income	**4,160**	2,219	**8,195**	5,435
	$ 27,589	$ 24,899	**$ 55,651**	$ 47,722

During the six months ended June 30, 2024, the Partnership recorded dividend income of $19.4 million (June 30, 2023 – $18.6 million) from its investment in the Corporation, $23.6 million (June 30, 2023 – $20.1 million) from its investment in the Manager and $4.5 million (June 30, 2023 – $3.5 million) from its other securities investments. Other investment income was higher during the six months ended June 30, 2024, primarily due to higher amount of interest earned on cash on deposit.

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

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

FINANCIAL POSITION

The Partnership's total assets were $7.0 billion at June 30, 2024 (December 31, 2023 – $6.9 billion) and consist primarily of its $5.0 billion investment in approximately 121 million Corporation shares (December 31, 2023 – $4.9 billion), its $1.2 billion investment in approximately 31 million Manager shares (December 31, 2023 – $1.2 billion). The market price of a Corporation and Manager share were $41.54 and $38.05, respectively, as at June 30, 2024, compared to $40.12 and $40.17, respectively, as at December 31, 2023.

Investment Portfolio

As at (Thousands, US dollars)	Classification[1]	Number of Shares Jun. 30, 2024	Number of Shares Dec. 31, 2023	Fair Value Jun. 30, 2024	Fair Value Dec. 31, 2023
Brookfield Corporation	FVTOCI				
Directly and Indirectly Held		**1,357,434**	1,357,434	**$ 56,388**	$ 54,460
Partners Value Split Corp		**119,611,449**	119,611,449	**4,968,740**	4,798,801
		120,968,883	120,968,883	**$ 5,025,128**	$ 4,853,261
Brookfield Asset Management Ltd.	FVTOCI				
Directly and Indirectly Held		**905,098**	905,098	**$ 34,439**	$ 36,358
Partners Value Split Corp		**29,902,862**	29,902,862	**1,137,811**	1,201,196
		30,807,960	30,807,960	**$ 1,172,250**	$ 1,237,554
Investments classified as FVTOCI					
Brookfield Business Partners L.P.	FVTOCI	**3,698,321**	3,698,321	**$ 71,022**	$ 78,234
Brookfield Reinsurance Ltd.[2]	FVTOCI	**8,213,563**	7,582,263	**343,229**	303,554
				414,251	381,788
Other securities portfolio	FVTOCI	**Various**	Various	**23,520**	34,478
Other securities portfolio	FVTPL	**Various**	Various	**236,686**	195,743
				260,206	230,221
				$ 674,457	$ 612,009

1 *FVTOCI represents fair value through other comprehensive income and FVTPL represents fair value through profit and loss accounting classification. Changes in fair value of investments classified as FVTOCI are recorded in other comprehensive income, and changes in fair value of FVTPL are recorded in net income.*

2 *Brookfield Reinsurance Ltd. includes 821,921 Class A exchangeable limited voting shares and 7,391,642 Class A-1 exchangeable non-voting shares. Both Class A and A-1 shares are exchangeable into Brookfield Corporation Class A shares on a one-for-one basis.*

Brookfield Corporation

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

Brookfield Asset Management Ltd.

Brookfield Asset Management Ltd. is a leading global alternative asset manager with approximately $1 trillion of assets under management across real estate, infrastructure, renewable power and transition, private equity and credit as of June 30, 2024. The Manager is listed on the New York and Toronto Stock Exchanges under the symbol BAM and BAM.TO, respectively. The Partnership's investment in the Manager represents approximately a 7% interest in the Manager.

Brookfield Listed Affiliates

As at June 30, 2024, the Partnership holds investments in Brookfield listed affiliates: Brookfield Business Partners ("BBU") and BNRe. BBU owns business services and industrial operations with a focus on high-quality businesses that are low-cost procedures and/or benefit from high barriers to entry. BNRe is a leading wealth solutions provider focused on securing the financial futures of individuals and institutions through a range of wealth protection products, retirement services and tailored capital solutions.

During the six months ended June 30, 2024, the Partnership acquired 100,000 Class A and 531,300 Class A-1 shares of Brookfield Reinsurance Ltd. ("BNRe") at a weighted average price of $41.44 per share for total net consideration of $26 million.

Other Securities Portfolio

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

Corporate Borrowings

As at *(Thousands, US dollars)*	Book Value **June 30, 2024**	 December 31, 2023
Partners Value Split Class AA		
4.375% Corporate Bond – November 15, 2027	**$ 109,665**	$ 113,205
4.000% Corporate Bond – November 15, 2028	**109,665**	113,205
	219,330	226,410
Deferred financing costs[1]	**(532)**	(621)
	$ 218,798	$ 225,789

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

There were no debentures outstanding as at June 30, 2024 (December 31, 2023 – $nil).

In addition to corporate borrowings, the Partnership has access to a revolving credit facility with a major Canadian financial institutional lender in the amount of C$110 million and was undrawn as of June 30, 2024 (December 31, 2023 – $nil).

Deferred Taxes

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

Equity

As at June 30, 2024, unitholders' equity consisted of $5.7 billion of Equity Limited Partner equity, $152 million of Preferred Limited Partner equity, $nil[1] of General Partner equity and $12 million of non-controlling interests (December 31, 2023 – $5.5 billion of Equity Limited Partner equity, $152 million of Preferred Limited Partner equity, $nil[1] of General Partner equity and $12 million of non-controlling interests). The increase in equity is primarily the result of comprehensive income driven by unrealized gains on the Corporation shares, partially offset by unrealized losses on the Manager shares.

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

Preferred Shares

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

As at *(Thousands, US dollars)*	Shares Outstanding **Jun 30. 2024**	 Dec. 31, 2023	Book Value **Jun. 30, 2024**	 Dec. 31, 2023
Partners Value Split Class AA				
4.80% Series 8 – September 30, 2024	**4,024,300**	5,999,300	**$ 73,554**	$ 113,192
4.90% Series 9 – February 28, 2026	**5,996,800**	5,996,800	**109,607**	113,145
4.70% Series 10 – February 28, 2027	**6,000,000**	6,000,000	**109,665**	113,205
4.75% Series 11 – October 31, 2025	**6,000,000**	6,000,000	**109,665**	113,205
4.40% Series 12 – February 29, 2028	**6,900,000**	6,900,000	**126,115**	130,186
4.45% Series 13 – May 31, 2029	**6,000,000**	6,000,000	**109,665**	113,205
Partners Value Investments L.P. Class A				
4.00% Series 2 – December 14, 2026	**3,156,867**	3,156,867	**78,922**	78,922
4.00% Series 3 – December 14, 2031	**3,156,867**	3,156,867	**78,922**	78,922
4.00% Series 4 – December 14, 2036	**3,157,491**	3,157,491	**78,937**	78,937
Partners Value Investments Inc. Class A				
4.00% Series 1 – November 27, 2030	**69,903,759**	69,903,759	**69,904**	69,904
			944,956	1,002,823
Deferred financing costs[1]			**(7,663)**	(9,556)
			$ 937,293	$ 993,267

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

LIQUIDITY AND CAPITAL RESOURCES

The Partnership holds cash and cash equivalents totalling $112 million and investments of $6.9 billion as at June 30, 2024 (December 31, 2023 – $200 million and $6.7 billion). The Partnership has operating cash requirements of $51 million (December 31, 2023 – $53 million) in scheduled dividend and interest payments on its preferred shares and corporate borrowings, which are less than the expected regular distributions anticipated to be received from the Corporation, Manager and other securities held by the Partnership. The Partnership believes it has sufficient liquid assets, operating cash flow and financing alternatives to meet its obligations.

The 2024 Canadian federal budget included changes to the tax rules relating to mutual fund corporations. We have considered the changes and have determined they will not materially impact our business or investors.

BUSINESS ENVIRONMENT AND RISKS

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

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

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

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

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

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

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

Fluctuations in Value of Investments

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

Foreign Currency Exposure

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

Leverage

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

Liquidity

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

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

No Ownership Interest

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

Use of Derivatives for Hedging Purposes

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

Security of our Information and Technology Systems

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

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

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

Contractual Obligations

The Partnership's contractual obligations as of June 30, 2024, are as follows:

	Payment Due by Period				
(Thousands, US dollars)	Total	Less Than 1 Year	2-3 Years	4-5 Years	After 5 Years
Preferred shares and borrowings					
Partners Value Split Class AA, Series 8[1]	$ 73,554	$ 73,554	$ —	$ —	$ —
Partners Value Split Class AA, Series 9[1]	109,607	—	109,607	—	—
Partners Value Split Class AA, Series 10[1]	109,665	—	109,665	—	—
Partners Value Split Class AA, Series 11[1]	109,665	—	109,665	—	—
Partners Value Split Class AA, Series 12[1]	126,115	—	—	126,115	—
Partners Value Split Class AA, Series 13[1]	109,665	—	—	109,665	—
Partners Value Investments L.P. Class A, Series 2	78,922	—	78,922	—	—
Partners Value Investments L.P. Class A, Series 3	78,922	—	—	—	78,922
Partners Value Investments L.P. Class A, Series 4	78,937	—	—	—	78,937
Partners Value Investments Inc. Class A, Series 1	69,904	—	—	—	69,904
Corporate Bonds due Nov 2027	109,665	—	—	109,665	—
Corporate Bonds due Nov 2028	109,665	—	—	109,665	—
	$ 1,164,286	$ 73,554	$ 407,859	$ 455,110	$ 227,763

Interest expense					
Partners Value Split Class AA, Series 8[1]	$ 3,531	$ 3,531	$ —	$ —	$ —
Partners Value Split Class AA, Series 9[1]	8,932	5,371	3,561	—	
Partners Value Split Class AA, Series 10[1]	13,725	5,154	8,571	—	—
Partners Value Split Class AA, Series 11[1]	6,950	5,209	1,741	—	—
Partners Value Split Class AA, Series 12[1]	20,341	5,549	11,098	3,694	—
Partners Value Split Class AA, Series 13[1]	24,400	4,880	9,760	9,760	—
Partners Value Investments L.P. Class A, Series 2	7,750	3,157	4,593	—	—
Partners Value Investments L.P. Class A, Series 3	23,534	3,157	6,314	6,314	7,749
Partners Value Investments L.P. Class A, Series 4	39,341	3,157	6,314	6,314	23,556
Partners Value Investments Inc. Class A, Series 1	17,918	2,796	5,592	5,592	3,938
Corporate Bonds due Nov 2027	13,816	4,798	7,217	1,801	—
Corporate Bonds due Nov 2028	19,207	4,387	8,774	6,046	—
	$ 199,445	$ 51,146	$ 73,535	$ 39,521	$ 35,243

1 Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures due 2024, 2026, 2027, 2025, 2028, 2029 for the Series 8, 9, 10, 11, 12 and 13, respectively.

SUMMARY OF FINANCIAL INFORMATION

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

(Thousands, US dollars, except per unit amounts)	**2024**		2023				2022	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4[2]	Q3
Net income (loss)[1]	**$ 21,613**	$ 24,714	$ (7,293)	$ 16,997	$ (9,868)	$ 5,532	$ 1,037,725	$ 49,290
Basic net income (loss) per unit[3]	**0.27**	0.35	(0.11)	0.25	(0.15)	0.08	15.35	0.73
Diluted net income (loss) per unit[3]	**$ 0.22**	$ 0.33	$ (0.11)	$ 0.22	$ (0.15)	$ 0.07	$ 13.16	$ 0.63

1 Net income (loss) attributable to Equity LP unitholders.
2 Excluding the impacts of the $1,042,687 one-time special distribution from Brookfield Corporation, net loss for the fourth quarter of 2022 was ($4,962), $0.07 basic net loss per unit and $0.07 diluted net loss per unit.
3 Historical basic and diluted net income (loss) per unit have been adjusted to reflect the impacts of the Re-organization retrospectively.

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

RELATED-PARTY TRANSACTIONS

Brookfield entities provide certain management and financial services to the Partnership for which the Partnership paid less than $1 million for the six months ended June 30, 2024 (December 31, 2023 – less than $1 million).

The Partnership owns 121 million shares of Corporation which amounted to $5.0 billion (December 31, 2023 – $4.9 billion), approximately 31 million shares of Manager which amounted to $1.2 billion (December 31, 2023 – $1.2 billion), and other Brookfield subsidiaries of $490 million (December 31, 2023 – $434 million). The Partnership recorded dividend income from Brookfield entities of $45 million for the six months ended June 30, 2024 (June 30, 2023 – $39 million).

Effective March 31, 2023, the Partnership places cash on deposit with the Corporation. As at June 30, 2024, the net deposit with the Corporation was $69 million (December 31, 2023 – $133 million) and the Partnership earned interest income of $3 million for the funds on deposit for the six months ended June 30, 2024 (June 30, 2023 – $1 million). Deposits bear interest at market rates.

CRITICAL ACCOUNTING ESTIMATES

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

DISCLOSURE CONTROLS AND PROCEDURES

We maintain appropriate information systems, procedures and controls to ensure that new information disclosed externally is complete, reliable and timely. The Chief Executive Officer and the Chief Financial Officer of the Partnership evaluated the effectiveness of disclosure controls and procedures (as defined in "National Instrument 52-109, Certification of Disclosure in Issuers' Annual and Interim Filings") as at June 30, 2024, and have concluded that the disclosure controls and procedures are operating effectively.

INTERNAL CONTROLS OVER FINANCIAL REPORTING

We maintain appropriate internal controls over financial reporting (as defined in "National Instrument 52-109, Certification of Disclosure in Issuers' Annual and Interim Filings") and the Chief Executive Officer and the Chief Financial Officer have concluded that the internal controls as at June 30, 2024 have been designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. Management has evaluated whether there were changes in our internal controls over financial reporting during the six months ended June 30, 2024, that have materially affected, or are reasonably likely to materially affect, our internal controls over financial reporting and has determined that there have been no such changes.

Brian D. Lawson
Chief Executive Officer
August 19, 2024