



Stella-Jones Inc.

**Condensed Interim Consolidated
Financial Statements
(Unaudited)
March 31, 2026 and 2025**

Stella-Jones Inc.

Condensed Interim Consolidated Statements of Financial Position
(Unaudited)

(in millions of Canadian dollars)

	Note	As at March 31, 2026	As at December 31, 2025
Assets			
Current assets			
Cash and cash equivalents		94	44
Accounts receivable		341	262
Inventories		1,686	1,653
Income taxes receivable		11	19
Other current assets		39	41
		2,171	2,019
Non-current assets			
Property, plant and equipment		1,127	1,116
Right-of-use assets		286	288
Intangible assets		239	243
Goodwill		441	434
Other non-current assets		22	17
		4,286	4,117
Liabilities and Shareholders' Equity			
Current liabilities			
Accounts payable and accrued liabilities		180	153
Income taxes payable		12	—
Deferred revenue		15	—
Current portion of long-term debt	3	142	37
Current portion of lease liabilities		65	63
Current portion of provisions and other long-term liabilities	4	24	20
		438	273
Non-current liabilities			
Long-term debt	3	1,250	1,302
Lease liabilities		237	240
Deferred income taxes		213	218
Provisions and other long-term liabilities	4	49	45
		2,187	2,078
Shareholders' equity			
Capital stock	6	188	187
Contributed surplus		4	5
Retained earnings		1,708	1,681
Accumulated other comprehensive income		199	166
		2,099	2,039
		4,286	4,117

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

Stella-Jones Inc.

Condensed Interim Consolidated Statements of Change in Shareholders' Equity

(Unaudited)

For the three-month periods ended March 31, 2026 and 2025

(in millions of Canadian dollars)

	Accumulated other comprehensive income							Total	Total shareholders' equity
	Capital stock	Contributed surplus	Retained earnings	Foreign currency translation adjustment	Translation of long-term debts designated as net investment hedges	Unrealized gains on cash flow hedges			
Balance – January 1, 2026	187	5	1,681	269	(110)	7	166	2,039	
Comprehensive income (loss)									
Net income	—	—	60	—	—	—	—	60	
Other comprehensive income (loss)	—	—	—	35	(2)	—	33	33	
Comprehensive income (loss)	—	—	60	35	(2)	—	33	93	
Dividends on common shares	—	—	(18)	—	—	—	—	(18)	
Settlement of equity-settled grants	1	(1)	—	—	—	—	—	—	
Employee share purchase plans	1	—	—	—	—	—	—	1	
Repurchase of common shares including related taxes (note 6)	(1)	—	(15)	—	—	—	—	(16)	
	1	(1)	(33)	—	—	—	—	(33)	
Balance – March 31, 2026	188	4	1,708	304	(112)	7	199	2,099	

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

Stella-Jones Inc.

Condensed Interim Consolidated Statements of Change in Shareholders' Equity...*Continued*

(Unaudited)

For the three-month periods ended March 31, 2026 and 2025

(in millions of Canadian dollars)

	Accumulated other comprehensive income					Total	Total shareholders' equity
	Capital stock	Retained earnings	Foreign currency translation adjustment	Translation of long-term debts designated as net investment hedges	Unrealized gains (losses) on cash flow hedges		
Balance – January 1, 2025	188	1,498	367	(127)	15	255	1,941
Comprehensive income (loss)							
Net income	—	93	—	—	—	—	93
Other comprehensive income (loss)	—	—	(1)	—	(3)	(4)	(4)
Comprehensive income (loss)	—	93	(1)	—	(3)	(4)	89
Dividends on common shares	—	(17)	—	—	—	—	(17)
Employee share purchase plans	1	—	—	—	—	—	1
Repurchase of common shares including related taxes (note 6)	(1)	(15)	—	—	—	—	(16)
	—	(32)	—	—	—	—	(32)
Balance – March 31, 2025	188	1,559	366	(127)	12	251	1,998

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

Stella-Jones Inc.

Condensed Interim Consolidated Statements of Income

(Unaudited)

For the three-month periods ended March 31, 2026 and 2025

(in millions of Canadian dollars, except earnings per common share)

	Note	2026	2025
Sales		791	773
Expenses			
Cost of sales (including depreciation and amortization of \$34 (2025 - \$32))		636	605
Selling and administrative (including depreciation and amortization of \$5 (2025 - \$4))		62	50
Other (gains) losses, net		(4)	3
Gain on insurance settlement	10	—	(28)
		<u>694</u>	<u>630</u>
Operating income		97	143
Financial expenses		17	20
Income before income taxes		80	123
Income tax expense			
Current		27	28
Deferred		(7)	2
		<u>20</u>	<u>30</u>
Net income		60	93
Basic and diluted earnings per common share	6	1.10	1.67

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Stella-Jones Inc.

Condensed Interim Consolidated Statements of Comprehensive Income
(Unaudited)

For the three-month periods ended March 31, 2026 and 2025

(in millions of Canadian dollars)

	2026	2025
Net income	60	93
Other comprehensive income (loss)		
Items that may subsequently be reclassified to net income		
Gains (losses) on translation of financial statements of foreign operation	35	(1)
Losses on translation of long-term debt designated as hedges of net investment in foreign operations	(2)	—
Change in fair value of derivatives designated as cash flow hedges	—	(4)
Income tax on change in fair value of derivatives designated as cash flow hedges	—	1
	<hr/> 33	<hr/> (4)
Comprehensive income	<hr/> 93	<hr/> 89

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Stella-Jones Inc.

Condensed Interim Consolidated Statements of Cash Flows

(Unaudited)

For the three-month periods ended March 31, 2026 and 2025

(in millions of Canadian dollars)

	Note	2026	2025
Cash flows from (used in)			
Operating activities			
Net income		60	93
Adjustments for			
Depreciation of property, plant and equipment		14	14
Depreciation of right-of-use assets		18	17
Amortization of intangible assets		7	5
Stock-based compensation		9	3
Financial expenses		17	20
Income tax expense		20	30
Gain on insurance settlement	10	—	(28)
Business interruption insurance recovery	10	—	(10)
Other		(1)	(7)
		<u>144</u>	<u>137</u>
Changes in non-cash working capital components			
Accounts receivable		(77)	(77)
Inventories		(14)	(41)
Other current assets		(1)	3
Accounts payable and accrued liabilities		11	(11)
Deferred revenue		15	—
		<u>(66)</u>	<u>(126)</u>
Interest paid		(23)	(25)
Income taxes paid		(8)	(2)
		<u>47</u>	<u>(16)</u>
Financing activities			
Net change in revolving credit facilities	3	50	137
Repayment of long-term debt	3	(9)	(36)
Repayment of lease liabilities		(17)	(17)
Repurchase of common shares	6	(15)	(15)
		<u>9</u>	<u>69</u>
Investing activities			
Acquisition of other investments		(4)	—
Purchase of property, plant and equipment		(12)	(20)
Property insurance proceeds		2	—
Additions of intangible assets		(1)	(2)
		<u>(15)</u>	<u>(22)</u>
Net change in cash and cash equivalents during the period		41	31
January 1, 2026 opening balance prior to restatement for amendments to IFRS 9		44	—
Adjustment on adoption for 2025 outstanding cheques on January 1, 2026		9	—
Cash and cash equivalents – Beginning of period		53	50
Cash and cash equivalents – End of period		<u>94</u>	<u>81</u>

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

Stella-Jones Inc.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited)

March 31, 2026 and 2025

1 Description of the Business

Stella-Jones Inc. (with its subsidiaries, either individually or collectively, referred to as the “Company”) is a leading North American manufacturer of products focused on supporting infrastructure essential to the electrical distribution and transmission network, and the operation and maintenance of railway transportation systems. The Company supplies the continent’s major electrical utility companies with treated wood poles and crossarms, steel lattice towers and steel transmission poles, as well as North America’s Class 1, short line and commercial railroad operators with treated wood railway ties and timbers. The Company also supports infrastructure with industrial products, namely timbers for railway bridges, crossings and construction, marine and foundation pilings, and coal tar-based products. Additionally, the Company manufactures and distributes premium treated residential lumber and accessories to Canadian and American retailers for outdoor applications, with a significant portion of the business devoted to servicing Canadian customers through its national manufacturing and distribution network. The Company has facilities across Canada and the United States and sells its products primarily in these two countries. The Company’s headquarters are located at 3100 de la Côte-Vertu Blvd., in Saint-Laurent, Quebec, Canada. The Company is incorporated under the Canada Business Corporations Act, and its common shares are listed on the Toronto Stock Exchange (“TSX”) under the stock symbol SJ.

2 Material Accounting Policies

Basis of presentation

The Company’s condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting.

These condensed interim consolidated financial statements were approved by the Board of Directors on May 5, 2026.

The same accounting policies, methods of computation and presentation have been followed in the preparation of these condensed interim consolidated financial statements as were applied in the annual consolidated financial statements for the year ended December 31, 2025, except for the adoption of the amendments to IFRS 9 and IFRS 7 regarding the Classification and Measurement of Financial Instruments, which did not have a material impact on the Company’s condensed interim consolidated financial statements.

These condensed interim consolidated financial statements should be read in conjunction with the Company’s annual consolidated financial statements for the year ended December 31, 2025, which have been prepared in accordance with IFRS Accounting Standards.

Principles of consolidation

The condensed interim consolidated financial statements include the accounts of Stella-Jones Inc. and its controlled subsidiaries. Intercompany transactions and balances between these companies have been eliminated. All consolidated subsidiaries are wholly owned. The significant subsidiaries within the legal structure of the Company are as follows:

Subsidiary	Parent	Country of incorporation
Stella-Jones U.S. Holding Corporation	Stella-Jones Inc.	United States
Stella-Jones Corporation	Stella-Jones U.S. Holding Corporation	United States

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March 31, 2026 and 2025

Changes in accounting policy

Effective January 1, 2026, the Company adopted the *Amendments to the Classification and Measurement of Financial Instruments*, which amended IFRS 9 and IFRS 7. These amendments clarify when a financial asset or a financial liability is recognized and derecognized and introduce an accounting policy choice to derecognize financial liabilities settled using an electronic payment system before the settlement date. The amendments also clarify the classification of financial assets with environmental, social and governance (“ESG”)-linked features, non-recourse loans and contractually linked instruments, and introduce disclosure requirements for financial instruments with contingent features and equity instruments classified at fair value through other comprehensive income.

As a result of these amendments, the Company has changed its accounting policy regarding the derecognition of trade payables settled by physical printed cheques. Previously, trade payables settled by cheque were derecognized at the date the cheques were issued. Under the revised policy, consistent with the clarifications provided by the amendments, such liabilities are now derecognized on the date the cheques are cleared by the bank. In addition, the Company has elected to derecognize financial liabilities settled through electronic payments prior to the settlement date when the Company loses practical ability to cancel such payments.

The amendments apply retrospectively; however, the Company was not required to restate prior periods to reflect their application under the transitional provisions. The adoption of these amendments did not have a material impact on the Company's condensed interim consolidated financial statements.

Accounting standard not yet adopted

The following new standard was issued by the International Accounting Standards Board (“IASB”) and was not yet adopted in preparing the condensed interim consolidated financial statements.

Presentation and Disclosure in Financial Statements – IFRS 18

In April 2024, the IASB issued IFRS 18, *Presentation and Disclosure in Financial Statements*, which replaces IAS 1, *Presentation of Financial Statements*. IFRS 18 introduces three sets of new requirements to improve companies' reporting of financial performance and give investors a better basis for analyzing and comparing companies:

- improved comparability in the statement of income by introducing three defined categories for income and expenses (operating, investing and financing) and requiring companies to provide new defined subtotals, including operating profit;
- enhanced transparency of management-defined performance measures by requiring companies to disclose explanations of those company-specific measures that are related to the statement of income; and
- enhanced guidance on how companies group information in the financial statements, including guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with earlier application permitted. The Company is currently assessing the impact of the new standard on its annual and condensed interim consolidated financial statements.

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Notes to Condensed Interim Consolidated Financial Statements

(Unaudited)

March 31, 2026 and 2025

3 Long-term Debt

(Amounts in millions of Canadian dollars)	Maturity date	As at March 31, 2026	As at December 31, 2025
Unsecured:			
Revolving credit facilities	2026-2030	481	427
Term loan facilities			
US\$125, variable rate based on SOFR plus 1.725%	2028	174	171
US\$95 (as at December 31, 2025 - US\$100), fixed rates ranging from 3.27% to 4.47%, with quarterly amortization payments starting in 2026	2029-2030	133	137
US\$25, fixed rate of 4.52%	2029	35	34
US\$47.8, variable rate based on SOFR plus applicable margin	2030-2031	66	66
Senior notes			
\$400, fixed rate of 4.312%	2031	400	400
US\$75, fixed rate of 3.81%	2027	104	103
Other			
		—	2
		1,393	1,340
Deferred financing costs		(1)	(1)
		1,392	1,339
Less: Current portion of long-term debt		142	37
		1,250	1,302

In order to maintain in place the credit facilities and private placement senior notes with certain U.S. investors, the Company needs to comply with customary covenants, reporting requirements and financial ratios. As at March 31, 2026, the Company was in compliance with these covenants, requirements and ratios.

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Notes to Condensed Interim Consolidated Financial Statements

(Unaudited)

March 31, 2026 and 2025

4 Provisions and Other Long-term Liabilities

(Amounts in millions of Canadian dollars)	As at March 31, 2026	As at December 31, 2025
Site remediation	28	28
Share-based payment liabilities	30	21
Deferred and contingent consideration	13	13
Others	2	3
	73	65
Less: Current portion of provisions and long-term liabilities	24	20
	49	45

5 Share-based Payments

The Company's share-based payment plans consist of the Treasury Share Unit Plan ("TSU Plan"), the Stock Unit Plan ("SUP") and deferred share units ("DSUs").

Treasury Share Unit Plan

Under the TSU Plan, restricted stock units ("TRSUs") and performance stock units ("TPSUs") granted to the President and Chief Executive Officer, Senior Vice-Presidents and Vice-Presidents (collectively "Executive Officers") are settled in shares, either issued from treasury or purchased on the open market, in cash or in a combination thereof, at the discretion of the Company. TPSUs granted vest based on the attainment of performance criteria and market conditions set out pursuant to the TSU Plan. TRSUs vest ratably over a period of three years and TPSUs vest three years after the grant date, subject to the participant's continued employment at time of vesting.

All awards made under the TSU Plan are considered equity-settled arrangements.

Changes in outstanding TRSUs during the three-month periods ended March 31, are as follows:

	2026	2025
TRSUs outstanding - Beginning of period	106,940	—
Granted	69,794	126,650
Vested	(35,641)	—
TRSUs outstanding - End of period	141,093	126,650
TRSUs vested but not settled - End of period	4,380	—

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Changes in outstanding TPSUs during the three-month periods ended March 31, are as follows:

	2026	2025
TPSUs outstanding - Beginning of period	57,801	—
Granted	51,695	68,455
TPSUs outstanding - End of period	109,496	68,455

Stock Unit Plan

Under the SUP, restricted stock units (“RSUs”) and performance stock units (“PSUs”) are granted to eligible participants of the Company. RSUs and PSUs entitle the holders to receive a cash payment equal to the average closing price on the TSX of the Company’s common shares for the five trading days preceding the vesting date. PSUs granted vest based on the attainment of performance criteria and market conditions set out pursuant to the SUP. RSUs vest ratably over a period of up to three years and PSUs are paid three years after the grant date, subject to the participant’s continued employment at time of vesting.

All awards made under the SUP are considered cash-settled arrangements.

Changes in outstanding RSUs for the three-month periods ended March 31, are as follows:

	2026	2025
RSUs outstanding - Beginning of period	64,669	156,156
Granted	8,032	13,648
Vested and settled	(55,474)	(78,051)
Forfeited	(80)	—
RSUs outstanding - End of period	17,147	91,753

Changes in outstanding PSUs for the three-month periods ended March 31, are as follows:

	2026	2025
PSUs outstanding - Beginning of period	86,774	128,744
Granted	5,926	7,391
Performance multiplier	28,266	36,130
Vested and settled	(56,532)	(72,260)
Forfeited	(186)	—
PSUs outstanding - End of period	64,248	100,005

DSUs

DSUs entitle non-executive directors of the Company to receive a minimum participation amount in the form of DSUs and they may elect to participate in the DSU plan for all or a portion of their Board fees. Such deferred remuneration is converted to DSUs based on the average closing price of the Company’s common shares on the TSX of the five trading days immediately preceding the date such awards are granted to the non-executive directors. DSUs are settled for cash only after a non-executive director ceases to act as a director.

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(Unaudited)

March 31, 2026 and 2025

Additionally, the Company maintains a supplementary executive retirement plan that permits certain Executive Officers to receive DSUs.

Changes in outstanding DSUs for the three-month periods ended March 31, are as follows:

	2026	2025
DSUs outstanding - Beginning of period	82,798	71,457
Granted	554	869
DSUs outstanding - End of period	83,352	72,326

6 Capital Stock and Earnings Per Share

The following table provides the number of common shares outstanding for the three-month periods ended March 31:

	2026	2025
Number of common shares outstanding - Beginning of period	54,697,214	55,824,953
Common shares repurchased	(160,983)	(215,791)
Common shares issued under treasury share unit plan	13,713	—
Stock option exercised	—	5,000
Employee share purchase plans	5,789	11,476
Number of common shares outstanding - End of period	54,555,733	55,625,638

Capital stock

The Company is authorized to issue an unlimited number of common shares and an unlimited number of preferred shares, issuable in series.

All issued shares are fully paid. The common shares provide for the right to receive notice of, attend and vote at all meetings of shareholders and receive dividends, subject to the prior rights of the preferred shares and any other shares ranking senior to the common shares. To date, the Company has not issued any preferred shares.

Normal Course Issuer Bid (“NCIB”)

On November 4, 2025, the TSX accepted the Company’s Notice of Intention to Make a NCIB to purchase for cancellation up to 1,500,000 common shares during the 12-month period commencing November 14, 2025 and ending November 13, 2026, representing approximately 2.7% of the common shares outstanding.

During the three-month period ended March 31, 2026, the Company repurchased for cancellation 160,983 common shares under its NCIB (March 31, 2025 – 215,791 under the NCIB then in effect) for a total consideration of \$15 million (March 31, 2025 – \$15 million), representing an average price of \$93.17 per common share (March 31, 2025 – \$69.50). For the three-month period ended March 31, 2026, the Company’s capital stock was reduced by one million dollars (as at March 31, 2025 – one million dollars) and the retained earnings decreased by \$15 million (as at March 31, 2025 – \$15 million), including less than one million dollars of related taxes (as at March 31, 2025 – less than one million dollars).

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(Unaudited)

March 31, 2026 and 2025

Employee share purchase plans

The aggregate number of common shares reserved for issuance under the Company's employee share purchase plans is 1,300,000. The employees of the Company who are Canadian and U.S. residents are eligible to buy common shares from the Company, up to a maximum of 5% of their base annual salary, and the Company contributes an amount equal to 25% of the employee contributions.

Earnings per share

The following table provides the reconciliation, as at March 31, between basic earnings per common share and diluted earnings per common share:

(Amounts in millions of Canadian dollars, except per share amounts)	2026	2025
Net income applicable to common shares	\$60	\$93
Weighted average number of common shares outstanding*	54,619	55,720
Effect of dilutive stock options and non-vested TRSUs and TPSUs*	107	4
Weighted average number of diluted common shares outstanding*	54,726	55,724
Basic and diluted earnings per common share	\$1.10	\$1.67

* Number is presented in thousands.

Stella-Jones Inc.

Notes to Condensed Interim Consolidated Financial Statements

(Unaudited)

March 31, 2026 and 2025

7 Fair Value Measurement and Financial Instruments

The following table summarizes the Company's interest rate swap agreements:

					As at	As at
					March 31,	December 31,
					2026	2025
(Amounts in millions of Canadian dollars)						
Notional amount	Related debt instrument	Fixed rate %	Effective date	Maturity date	Notional equivalent CAS	Notional equivalent CAS
US\$50	Revolving credit facilities	0.796*	Dec. 2021	Dec. 2026	70	69
US\$125	Term loan facility	1.0769**	July 2021	June 2028	174	171

* Plus applicable margin based on pricing grid included in the revolving credit agreements.

** Plus set margin of 1.725%.

The Company designates its interest rate swap agreements as cash flow hedges of the underlying debt. The cash flow hedge documentation allows the Company to substitute the underlying debt as long as the hedge effectiveness is demonstrated. As at March 31, 2026, all cash flow hedges were effective.

As at March 31, 2026, the fair value of interest swap agreements was one million dollars recognized as current assets and nine million dollars recognized as non-current assets in the condensed interim consolidated statement of financial position (December 31, 2025 - one million dollars recognized as current assets and nine million dollars recognized as non-current assets in the consolidated statement of financial position).

The fair value of these financial instruments has been estimated using the discounted future cash flow method and has been classified as Level 2 in the fair value hierarchy as per IFRS 7, *Financial Instruments: Disclosures*, as it is based mainly on observable market data, namely government bond yields and interest rates.

A description of each level of the hierarchy is as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for these assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Financial instruments which are not measured at fair value on the statement of financial position are represented by accounts receivable, accounts payable and accrued liabilities and long-term debt. The fair values of accounts receivable and accounts payable and accrued liabilities approximate their carrying values due to their short-term nature. The long-term debt has a carrying value of \$1,392 million (December 31, 2025 – \$1,339 million) and a fair value of \$1,389 million (December 31, 2025 – \$1,340 million).

8 Seasonality

The Company's operations follow a seasonal pattern, with utility products, railway ties and industrial products shipments strongest in the second and third quarters to provide industrial end-users with product for their summer maintenance projects. Residential lumber sales follow the same seasonal pattern. Inventory levels are typically highest in the first quarter in advance of the summer shipping season.

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9 Segment Information

The Company operates within two business segments which are the production and sale of pressure-treated wood and the procurement and sales of logs and lumber. The reportable segments are managed independently as the operational processes and capital requirements are different.

The pressure-treated wood segment includes utility products, mainly wood utility poles, railway ties, residential lumber and industrial products.

The logs and lumber segment comprises the sales of logs harvested in the course of the Company's procurement process that are determined to be unsuitable for use as utility wood poles. Also included in this segment is the sale of excess lumber to local home-building markets. Assets and net income related to the logs and lumber segment are nominal.

Operating plants are located in six Canadian provinces and 17 American states. The Company also operates a large procurement and distribution network across North America.

Sales attributed to countries based on location of customer for the three-month periods ended March 31, are as follows:

(Amounts in millions of Canadian dollars)	2026	2025
U.S.	637	635
Canada	154	138
	791	773

Sales by product for the three-month periods ended March 31, are as follows:

(Amounts in millions of Canadian dollars)	2026	2025
Utility products	469	419
Railway ties	198	208
Residential lumber	76	88
Industrial products	33	39
Pressure-treated wood	776	754
Logs and lumber	15	19
	791	773

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Property, plant and equipment, right-of-use assets, intangible assets and goodwill attributed to the countries based on location are as follows:

(Amounts in millions of Canadian dollars)	As at March 31, 2026	As at December 31, 2025
Property, plant and equipment		
U.S.	800	789
Canada	327	327
	1,127	1,116
Right-of-use assets		
U.S.	212	212
Canada	74	76
	286	288
Intangible assets		
U.S.	180	182
Canada	59	61
	239	243
Goodwill		
U.S.	420	413
Canada	21	21
	441	434

10 Insurance Settlement

During 2025, the Company settled a claim with its insurer related to a fire event in 2023 at its Silver Springs, Nevada manufacturing facility for total proceeds, net of the deductible, of \$53 million (US\$37.5 million).

As a result of the settlement, in the first quarter of 2025 the Company recorded an insurance recovery for business interruption insurance losses of \$10 million (US\$7 million) as a reduction to “Cost of sales” and a gain on the property damage claim of \$28 million (US\$19.5 million) as “Gain on insurance settlement”. The remainder of the insurance settlement, \$15 million (US\$11 million), was used to reimburse the Company for the book value of damaged property, plant and equipment as well as clean-up and site remediation costs.

11 Subsequent Event

On May 5, 2026, the Board of Directors declared a quarterly dividend of \$0.34 per common share payable on June 19, 2026 to shareholders of record at the close of business on June 2, 2026.