Management's Discussion & Analysis of

CYMBRIA CORPORATION

Three months and six months ended June 30, 2022

CYMBRIA®

Management's Discussion and Analysis ("MD&A") provides a review of Cymbria Corporation's ("Cymbria") financial results for the three months and six months ended June 30, 2022 and assesses factors that may affect future results. The financial condition and results of operations are analyzed noting the significant factors that impacted the statements of financial position, statements of comprehensive income (loss), statements of changes in equity, and statements of cash flows of Cymbria. As such, this MD&A should be read in conjunction with the audited annual financial statements and notes thereto included in this report. The MD&A and the audited annual financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") to provide information about Cymbria.

The following MD&A is the responsibility of management and is dated August 11, 2022. The Board of Directors carries out its responsibility for the review of this disclosure through its Audit Committee, comprised exclusively of independent directors. The Audit Committee has reviewed and recommended approval of the MD&A by the Board of Directors. The Board of Directors has approved this disclosure.

The unaudited condensed interim financial statements may be included at the back of the MD&A. You can obtain a free copy of the interim or annual Financial Statements by calling 1.866.757.7207, writing to EdgePoint Investment Group Inc., 150 Bloor St. W., Suite 500, Toronto, ON, M5S 2X9, or visiting our website at **www.cymbria.com** or the SEDAR website at **www.sedar.com**.

Likewise, shareholders can obtain copies of Cymbria's proxy voting policies and procedures, proxy voting disclosure records, and quarterly portfolio disclosures.

Please refer to Cymbria's Annual Information Form and the 2021 annual Financial Statements for more information which can be found on the SEDAR website at **www.sedar.com**. For Cymbria's current and historical adjusted net asset values per share, please visit **www.cymbria.com**.

Caution regarding forward-looking statements

This report may contain forward-looking statements about Cymbria, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects," "anticipates," "intends," "plans," "believes," "estimates," or negative versions thereof and similar expressions.

This report may also contain backward-looking statements that are more definitive in nature that include words such as "last year," "before we were born" and "our encyclopedias say." We like to think we're pretty good at predicting what happened in the past so feel free to take most of these statements as truths.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties, and assumptions about Cymbria and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by Cymbria. Any number of important factors could contribute to these differences, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, natural disasters, epidemic and pandemic outbreaks, public health emergencies, and catastrophic events.

We stress that the abovementioned list of important factors is not exhaustive but is super exhausting to read, let's be honest! We encourage you to consider these and other factors carefully before making any investment decisions, and urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that Cymbria has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next MD&A.

Management's Discussion and Analysis

The following presents the views of EdgePoint Investment Group Inc. (the "Manager") concerning significant factors and developments that have affected Cymbria's performance and outlook.

Please read the aforementioned caution regarding forward-looking statements.

Where we refer to the purchase or sale of businesses in this report, we are referring to Cymbria's purchase or sale of shares in a company. We use the term businesses as it more closely aligns with the portfolio management team's view that the investment is in a business and not simply ownership of stock.

Non-IFRS measures

Cymbria prepares and releases audited annual financial statements and unaudited interim financial statements in accordance with IFRS. In this MD&A, as a complement to results provided in accordance with IFRS, Cymbria discloses certain financial measures not recognized under IFRS and that do not have standard meanings prescribed by IFRS (collectively the "non-IFRS measures"). These non-IFRS measures are further described below. Cymbria has presented such non-IFRS measures because we believe they are relevant measures of the ability to evaluate Cymbria's performance. These non-IFRS measures should not be construed as alternatives to net comprehensive income (loss) determined in accordance with IFRS as indicators of Cymbria's performance.

- Adjusted Net Asset Value ("aNAV") – represents the fair value of the net assets of Cymbria, which differs from IFRS Shareholders' Equity because it does not take into account the deferred income tax liability on the unrealized gain on investments and the deferred tax benefits associated with any realized losses on investments. The calculation of aNAV has not changed since the inception of Cymbria.

  Net asset value calculations are different across companies and shareholders of Cymbria should be cautioned that its aNAV may not be comparable to other companies. Cymbria still believes aNAV is an important measure because it is the basis on which the Manager evaluates Cymbria's performance. The difference between aNAV and shareholders' equity is the deferred income tax liability. Deferred income taxes can differ from actual income taxes paid in the future due to fluctuations in investment prices and changes to income tax rates. In addition, $32.0 million of the deferred income tax liability relates to Cymbria's investment in EdgePoint Wealth Management Inc. The manager is compensated through the management fee that is based on Cymbria's aNAV calculation, not shareholders' equity. Below is a reconciliation of aNAV to shareholders' equity.

	Jun. 30, 2022 ('000s)	Dec. 31, 2021 ('000s)
aNAV	$ 1,296,840	$ 1,502,646
Less: Deferred income tax liability	(23,443)	(56,976)
Shareholders' equity	$ 1,273,397	$ 1,445,670

- Adjusted net asset value per share – represents the aNAV of Cymbria by class divided by the respective number of shares in that class. Below is a reconciliation of adjusted net asset value per share to shareholders' equity per share.

Class A		Jun. 30, 2022		Dec. 31, 2021
Adjusted net asset value per share	$	55.14	$	63.92
Less: Deferred income tax liability		(1.00)		(2.42)
Shareholders' equity per share	$	54.14	$	61.50

Class J		Jun. 30, 2022		Dec. 31, 2021
Adjusted net asset value per share	$	61.56	$	71.23
Less: Deferred income tax liability		(1.11)		(2.70)
Shareholders' equity per share	$	60.45	$	68.53

Readers are cautioned not to view non-IFRS measures as alternatives to financial measures calculated in accordance with IFRS.

Our business

Cymbria is an investment corporation that trades on the Toronto Stock Exchange. As at June 30, 2022, Cymbria invested in a collection of 56 different business ideas, including a 20.7% ownership stake in EdgePoint Wealth Management Inc. ("EdgePoint").

Measuring our results

We've made meaningful progress toward our goal of building long-term wealth for shareholders. The cumulative return of Cymbria's Class A aNAV since inception is 451.4% and the cumulative return of Cymbria's Class A shareholders' equity since inception is 441.4%.

We measure our investment results using Cymbria's aNAV rather than its stock price or shareholders' equity, as we feel this more closely reflects how our Investment team adds value. For instance, fluctuations in Cymbria's share price are not always consistent with the movements of its aNAV and can change based on numerous factors, some of which are independent of Cymbria's aNAV. Cymbria's shareholders' equity differs from aNAV because of accounting differences primarily related to deferred income taxes. Cymbria's aNAV includes a provision for current corporate income taxes, but excludes a provision for future taxes on unrealized capital gains and losses. Shareholders' equity includes both. Deferred tax does not impact the amount of capital that Cymbria has invested to earn a return. Therefore, when we measure our investment performance, we measure against the full amount of capital that was available to us to invest which is represented by aNAV. We are required to calculate aNAV daily and Cymbria's Class A aNAV is posted daily to our website.

Measuring Cymbria's worth

Cymbria's stock price has swung between a 14% discount and a 34% premium to aNAV since inception.

The publicly traded portion of Cymbria's portfolio consists of a collection of quality businesses we believe are trading for less than their true value. We try to buy businesses that can materially grow their cash flows over time and where we're not being asked to pay for that growth today. This should translate into healthy share-price appreciation.

To help investors make informed decisions about their investment in Cymbria, we post its aNAV daily to our website. Some have suggested that doing so encourages short-term thinking. We tend to agree. Cymbria's aNAV is different from its worth. The aNAV represents the value of its holdings at today's prices, not tomorrow's worth. Not everyone uses Cymbria's aNAV as a guidepost, nor does posting it ensure that the stock will ever trade at that figure. Cymbria has traded within a wide band and people are free to ignore the guideposts.

Since we have no control over Cymbria's share price and don't know what's in the heads of sellers day-to-day, we also have no way of determining if there will be shareholders willing to sell at material discounts to aNAV (either knowingly or unknowingly). If Cymbria's stock price lags its aNAV, we also believe in buying back shares, as doing so at an attractive discount makes sense for our shareholders. Should these opportunities exist, our share repurchases should greatly enhance Cymbria's value for remaining shareholders. This will occur at the expense of those willing to sell to us at a discount. If we're right about the value of the businesses inside Cymbria's portfolio over time, our share repurchases will prove to be one of our better investments. Please see "Non-IFRS measures" for a discussion on aNAV.

Recent developments

Rising interest rates, increased levels of inflation and soaring energy prices were some of the major concerns that investors were faced with in the second quarter of 2022. This increased level of uncertainty is typically followed by market volatility, which many investors have experienced across various asset classes. Major equity indices such as the MSCI World Index, S&P 500 Index and S&P/TSX Composite Index declined 13.4%, 13.5% and 13.2% (total returns, in C$) respectively during the quarter.

We don't get too fussed by noisy headlines. The reality is nobody knows if the markets will continue to experience a pullback, how sharp it could be or how long it might last. We aren't good at "timing" the market and don't believe anyone can consistently do it well. Rather, we consider the facts surrounding the underlying businesses we own and make judgments based on those facts.

We believe that the biggest risk to investors' long-term returns is unfortunately likely themselves. During periods of volatility, investors tend to let fear dictate their decisions which results in the dreaded buy high sell low behavior.

It's our view that market volatility is a friend to the investor who knows the true value of a business and the enemy of the investor who does not. Despite Cymbria experiencing a negative return during the quarter, we stay true to our investment approach and focus on the long-term growth prospects of the businesses we own.

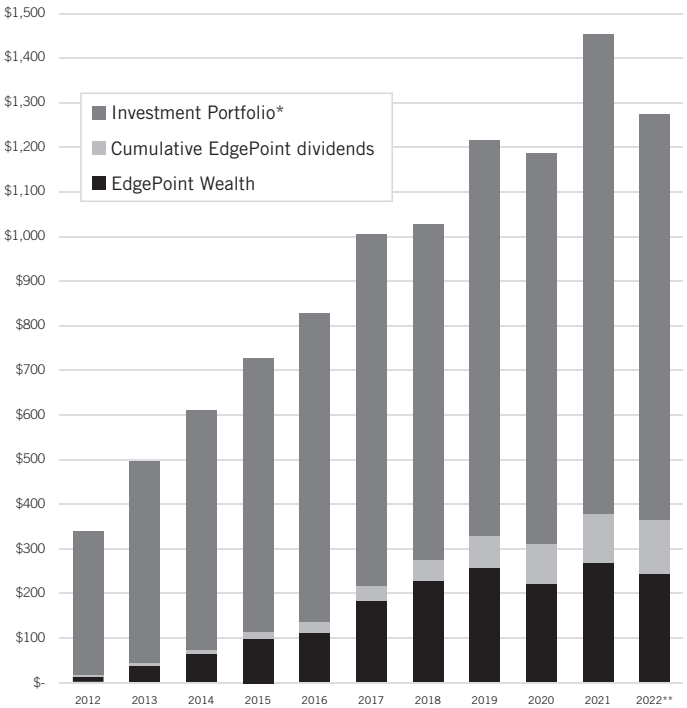
We've used the volatility to our advantage and were active throughout the quarter. We increased our position in 13 existing businesses within Cymbria and decreased our position in seven businesses. In addition, we purchased one new business and sold two businesses.

Although the world is very uncertain, we approach investing with measured confidence and an approach that has navigated investors through all types of market and economic environments.

Overall performance

For the six months ended June 30, 2022, Cymbria's shareholders' equity decreased 11.9% to $1,273 million (June 30, 2021: 18.0% increase). The decrease in shareholders' equity is largely attributable to investment performance, which is discussed in the Investment performance section of this report.

Shareholders' equity ('000)



*Includes cash and net working capital.
**June 30, 2022

Summary of investment portfolio

To help frame the investment performance discussion, below is a summary of the top 15 securities held by Cymbria as a percentage of shareholders' equity. We disclose Cymbria's full portfolio on an annual basis. Please see Cymbria's 2021 Annual Report for the last published Schedule of Investments.

Top 15 securities	Fair value ('000s)
EdgePoint Wealth Management Inc.	$ 241,980
Berry Global Group Inc.	49,649
Mattel Inc.	44,618
Dollar Tree Inc.	43,707
Elevance Health Inc.	43,549
Restaurant Brands International Inc.	40,910
SAP SE	33,546
Private financial technology company	31,524
Willis Towers Watson PLC	27,970
TE Connectivity Limited	27,715
Onex Corporation	27,006
AutoCanada Inc.	26,452
Alfa Laval AB	25,116
Computer Modelling Group Limited	24,834
Fidelity National Information Services Inc.	24,182

The Summary of Investment Portfolio may change due to ongoing portfolio transactions.

Investment performance

Cymbria's collection of businesses can be separated between its portfolio of public securities and its portfolio of private equity, including EdgePoint.

Portfolio of public securities

While we provide these comments to fulfill the disclosure requirement of this report, we measure investment success over periods of 10 years or more, and believe it takes considerable skill to consistently add value over the long term. With a long-term view, it would not add a significant amount of value to discuss every business that is owned in the portfolio, including those that have had short-term fluctuations in value. However, in this section we will discuss the investments in public securities that we believe would be of interest to shareholders and/or highlight any material changes (if any) to the businesses we own.

The following business had the most meaningful positive impact on shareholders' equity during the quarter:

- Subaru Corp.

  We first purchased Subaru in May of 2017. Subaru manufactures and sells automobiles, aircraft, engine parts and industrial machines. Subaru's share price increased in the second quarter of 2022, following increased investor optimism on supply chain challenges abating. Subaru is also a beneficiary of the yen weakening as about 85% of its vehicles produced are sold outside of Japan. The stock was up 23.8% over the quarter and Cymbria's unrealized gain in the business increased by $2.7 million.

These are the businesses that had a meaningful negative impact on shareholder's equity during the quarter:

- AutoCanada Inc.

  We first purchased AutoCanada in Cymbria in August of 2018. AutoCanada is one of Canada's largest multi-location automobile dealership groups. The company has successfully transformed their business over the past several years and is generating record profitability. The stock price was down 32.2% over the quarter as investors grew concerned about the impact from higher oil prices and a slower economic environment. We believe that AutoCanada's business will be more resilient this downturn and the stock is attractively valued, trading at a sizeable discount to its intrinsic value. Management seems to agree as the company recently announced a large share buyback program. Cymbria's unrealized gain in the business decreased by $12.6 million.

- Onex Corp.

  We first purchased Onex Corp. in June of 2020. Onex is largely a private equity firm with investments across a wide range of industries. The business has experienced fundamental improvements, but the market has yet to fully recognize this. We believe that Onex is a misunderstood business, and they have an excellent track record of wealth creation. During the quarter, concerns around rising interest rates and a potentially slower economic environment acted as headwinds for the business. We believe the market has priced in an excessive amount of pessimism and at the current valuation, we're not being asked to pay for the businesses future growth. The stock was down 23.5% over the quarter and Cymbria's unrealized gain in the business decreased by $8.3 million.

- Alfa Laval AB

  We first purchased Alfa Laval in June of 2021. Alfa Laval is a global provider of products in the areas of heat transfer, separation, and fluid handling. We believe that the market does not fully recognize Alfa Laval's unique positioning to succeed from some of the biggest investment themes associated with energy transition. Its portfolio of heat transfer and separation technologies is already being used by customers to reduce emissions, but it is also the number one supplier of some key components needed for heat pumps, green and blue hydrogen production, carbon capture and sequestration and renewable diesel refinery conversions, among others. Today, orders from all these new energy transition technologies make up less than 2% of the order book so the long-term growth potential isn't well understood yet. Since the beginning of the year, the lead indicators that drive performance in the more cyclical parts of the business, like marine and oil and gas, have weakened due to a combination of macro factors (supply chain issues, rising raw material costs, increased geopolitical risk in Europe, rising interest rates, etc.). This has weighed on both the multiple and the near-term earnings estimates. However, the fundamentals of the business remain strong, and we have become even more optimistic on the long-term secular growth opportunities. This is a business where we see several ways it can double in the next 5 years, and we don't think we are paying for any of that future growth. The stock was down 24.2% over the quarter and Cymbria's unrealized loss in the business increased by $7.4 million.

Businesses purchased

During the quarter ended June 30, 2022, we purchased one new business:

- Sea Ltd., ADR

  Sea is a Singaporean technology company whose main business is the operation of the largest e-commerce marketplace in South-East Asia. E-commerce penetration is approximately 11% of retail sales in South-East Asia and has been rapidly growing as consumers appreciate the convenience, lower pricing, and greater selection available. Sea is the dominant player with an excellent founder-led management team, continues to gain market share every year while benefiting from South-East Asia's strong economic growth, favourable demographics, and increasing e-commerce penetration.

  Sea is also hitting an inflection point in profitability as the entire industry has started to increase fees and take rates to similar levels as e-commerce marketplaces in other regions. We believe that we're purchasing the business at a price where we aren't being asked to pay for their future growth.

Businesses sold

We generally sell a stake in a business for one of two reasons. First, if our thesis about the business is deemed no longer valid. Second, there is a constant culling process whereby we continuously strive to upgrade the quality of Cymbria's portfolio with better ideas.

During the quarter we sold our stakes completely in 2 businesses:

- Affiliated Managers Group, Inc.

  We first purchased Affiliated Managers Group (AMG) in Cymbria in November of 2016. AMG is a global asset management company with equity investments in leading boutique investment management firms. With the appreciation in the share price, we saw better risk to reward opportunities elsewhere that also brought greater diversification to the portfolio. We have since sold our position, generating a holding period return of approximately 21.0% and Cymbria realized a gain of $0.1 million on shares sold during the quarter.

- Diageo plc

  We first purchased Diageo plc in Cymbria in March of 2021. Diageo is a producer and distributor of alcoholic beverages. As inflation concerns increased, investors began to look at Diageo as an inflation protection business. Diageo was well positioned to pass on inflation to its customers as consumers are typically less sensitive to alcohol price increases. This caused an increase in the business' valuation multiple. We took advantage of the opportunity and began to deploy capital into other attractive investment ideas as our thesis played out. Our holding period return for Diageo was approximately 22.5% and Cymbria realized a gain of $1.7 million on shares sold during the quarter.

Portfolio of private equity

Cymbria has the flexibility to invest in both public and private markets. Below is an update on the largest private equity business in our portfolio as at June 30, 2022:

- EdgePoint Wealth Management Inc.

  The most significant private equity business in Cymbria is EdgePoint. Cymbria's original $509,585 investment in EdgePoint represents a 20.7% ownership share as at June 30, 2022. Since inception, we have received $121.7 million in dividends from EdgePoint and its value in Cymbria has increased to $242.0 million, making EdgePoint the most valuable contributor to Cymbria's investment portfolio.

  With the assistance of a third-party valuator, Cymbria's stake in EdgePoint was revalued in June 2022 at a range of $216.8 million to $266.0 million. For financial statement purposes, EdgePoint is valued using the mid-point of the range at $242.0 million, a decrease of 8.9% from the end of 2021. The valuation is based on a discounted cash flow model and the largest contributor to the decrease was an increase in the discount rate used in the model.

  The discounted cash flow model used for the valuation has a specific set of assumptions of which the significant ones are outlined in Note 10 of the financial statements. The range noted above changes only the discount rate in the valuation. In reality, the possible results for EdgePoint can vary far outside of this range. To highlight how wide a range could be without going to extremes, please refer to the sensitivity analysis in Note 10 of the financial statements. A change to any one or all of the assumptions can have a material impact on the valuation of EdgePoint as highlighted in Note 10.

  We spend a considerable amount of time on the assumptions that go into the base cash flow model to determine the valuation range and believe that this represents fair market value as at June 30, 2022. However, valuing a business like EdgePoint is an imperfect science and depending on actual results there could be considerable variance positively or negatively from today's value.

Financial review

This section discusses the significant changes in Cymbria's financial performance, financial condition and cash flows for the three months and six months ended June 30, 2022 compared to those same periods ended June 30, 2021 and as at December 31, 2021.

This section should be read in conjunction with Cymbria's unaudited condensed interim financial statements and corresponding notes thereto.

Financial performance

	Three months ended June 30,	
	2022 ('000s)	**2021 ('000s)**
Income		
Net realized gain on investments	$ 10,651	$ 9,598
Change in unrealized gain on investments	(161,954)	91,291
Dividend and interest income	11,437	9,394
Foreign currency gain (loss)	(73)	1,818
Total income (loss)	$(139,939)	$112,101
Expenses		
Management fees	$ 2,385	$ 2,532
Withholding taxes, HST, and transaction costs	1,466	955
Other expenses	1,152	812
Total expenses	$ 5,003	$ 4,299
Profit (loss) before taxes	$(144,942)	$107,802
Income taxes (recovery)	$ (19,742)	$ 12,882
Net comprehensive income (loss)	$(125,200)	$ 94,920

	Six months ended June 30,	
	2022 ('000s)	**2021 ('000s)**
Income		
Net realized gain on investments	$ 40,795	$ 28,700
Change in unrealized gain on investments	(251,608)	205,035
Dividend and interest income	20,694	18,482
Foreign currency gain (loss)	(595)	3,561
Total income (loss)	$(190,714)	$255,778
Expenses		
Management fees	$ 4,855	$ 4,753
Withholding taxes, HST, and transaction costs	2,328	1,934
Other expenses	1,950	1,579
Total expenses	$ 9,133	$ 8,266
Profit (loss) before taxes	$(199,847)	$247,512
Income taxes (recovery)	$ (27,574)	$ 30,048
Net comprehensive income (loss)	$(172,273)	$217,464

(a) Net realized gain on investments

During the three months ended June 30, 2022, the realized gain on investments of $10.7 million is largely attributable to a gain from the sale of shares of Fujitsu Ltd. of $2.4 million and Dollar Tree, Inc. of $1.9 million. Net realized gain on investments is not comparable to prior periods due to the different transactions from period to period. More details relating to some other contributors to Cymbria's performance are discussed in the *Investment performance* section.

(b) Change in unrealized gain (loss) on investments

The unrealized gain on investments decreased by $162.0 million for the three months ended June 30, 2022. This is a result of fluctuations in the value of investments during the period. The largest contributors to the decrease during the period were EdgePoint with a $23.5 million decrease, AutoCanada Inc. with a $12.6 million decrease, and Onex Corp. with an $8.3 million decrease. Fluctuations in investment values are not comparable to prior periods due to the different composition of the investment portfolio from period to period. More details relating to the most significant contributors to Cymbria's per-formance are discussed in the *Investment performance* section.

(c) Dividend and interest income

Dividend and interest income is earned on the portfolio of public equities and the investment in EdgePoint. An important driver of wealth for Cymbria is the dividend from EdgePoint.

During the three months ended June 30, 2022, Cymbria received dividends totaling $5.2 million from EdgePoint, unchanged from the same period in 2021. This dividend can be reinvested by Cymbria in its portfolio of securities or used to buy back Cymbria shares. Dividends and interest income from investments other than EdgePoint amounted to $6.1 million. Cymbria's portfolio is not managed with the intent to derive a certain amount of dividend or interest income. Therefore, it is typical that this type of income would fluctuate from period to period.

(d) Foreign currency gain (loss)

Cymbria is valued in Canadian dollars; however, it invests in securities denominated in foreign currencies. The foreign currency gains and losses of these securities are included in net realized and unrealized gain (loss) on investments. In order to reduce the impact of short-term fluctuations, we may employ currency hedging. Specifically, we may hedge all or a portion of our foreign currency exposure depending on our view of a currency's relative value and its associated risks. The Manager monitors and updates the degree of currency hedging based on a variety of economic factors, including the foreign currency's purchasing power parity versus the Canadian dollar.

As at June 30, 2022, Cymbria's most significant foreign currency exposure was the U.S. dollar, which as a percentage of shareholders' equity was approximately 40% and we hedged approximately 8% of that exposure. Cymbria's investments denominated in the Euro represented approximately 7% of shareholders' equity and we hedged approximately 23% of that exposure.

Cymbria did not have a hedge in place for its investment securities denominated in the Japanese yen, Swedish krona, British pound or Hong Kong dollar as we did not believe there was material currency risk with these investments. Foreign currency fluctuations resulted in a $0.6 million loss during the quarter.

(e) Expenses

Cymbria believes that low expenses are an important factor in evaluating our performance. Management fees decreased by $0.1 million from 2021 due to the decrease in aNAV over the corresponding period, on which the fee is based. Management fees are charged based on the aNAV of Cymbria, excluding the value of EdgePoint. The effective annualized management fees charged for the three months ended June 30, 2022 were 0.81% for Class A shareholders and 0.41% for Class J shareholders.

Financial condition

	June 30, 2022 ('000s)	Dec. 31, 2021 ('000s)
Assets		
Investments	$1,260,727	$1,417,533
Cash and cash equivalents	62,972	97,423
Other assets	6,617	1,453
Income tax recovery	1,789	–
Total assets	$1,332,105	$1,516,409
Liabilities		
Foreign exchange forward contracts	$ 548	$ 244
Accrued liabilities and other payables	3,278	97
Income taxes payable	–	9,458
Credit facility	30,050	2,550
Deferred share unit plan	1,389	1,414
Deferred income tax liability	23,443	56,976
Total liabilities	$ 58,708	$ 70,739
Shareholders' equity	$1,273,397	$1,445,670

(a) Investments

Cymbria's investments as at June 30, 2022, primarily consists of a portfolio of public securities of $954.5 million and private equity of $278.1 million, including an investment in EdgePoint of $242.0 million. The Investment performance section of this MD&A discusses the significant changes in these investments. The Schedule of Investment Portfolio included in the Financial Statements discloses the most significant businesses that we own.

(b) Cash and cash equivalents

Cymbria maintains cash and cash equivalents to purchase investments, pay expenses, and occasionally buy back shares. Cymbria does not distribute cash by issuing a dividend. Cash balances are monitored on a daily basis by the Manager. The decrease of $34.4 million from the end of 2021 is primarily due to the net purchase of investments of $56.3 million offset by drawing $27.5 million from the credit facility during the quarter. Cash and cash equivalents is comprised entirely of cash held at the bank.

(c) Income tax recovery

The Income tax recovery of $1.8 million is a result of income tax installments being more than Cymbria's income tax liability as at June 30, 2022.

(d) Credit facility

In March 2022, Cymbria amended and renewed the credit facility. As part of the amendment, Cymbria drew $25 million on a fixed term of 7 years. An additional $5.1 million is drawn on the revolving portion of the facility.

(e) Deferred share unit plan

Cymbria's deferred share unit plan exists to provide directors the option to receive their compensation in the form of deferred share units. The units are valued using the five-day volume-weighted average stock price of Cymbria prior to the period end. For the three months ended June 30, 2022, Cymbria issued 835 units and the total value of the plan did not significantly change from the end of 2021.

(f) Deferred income tax liability

The deferred income tax liability represents temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes versus taxation purposes. As at June 30, 2022, Cymbria's deferred income tax liability is presented net and it comprises of a liability on the unrealized appreciation of investments of $23.5 million offset by an asset on deferred share units of $0.1 million.

(g) Shareholders' equity

Cymbria's shareholders' equity is comprised of common stock, Class A, and Class J shareholders. The Manager owns 100% of the common stock of Cymbria. The number of common shares outstanding on June 30, 2022 and August 11, 2022 were 100. Class A shares are non-redeemable and traded on the Toronto Stock Exchange. As at June 30, 2022 and August 11, 2022, there were 16,330,231 Class A shares outstanding. Class J shares are non-redeemable and were offered through a private placement. Class J shares can be exchanged for an equivalent value of Class A shares on the last business day of each week. As at June 30, 2022 and August 11, 2022, there were 6,440,206 Class J shares outstanding.

Cash flows

For the six months ended June 30, 2022, Cymbria had a net decrease in cash and cash equivalents of $34.4 million. The majority of the net decrease in cash and cash equivalents is due to cash used in operating activities, including the net purchase of investments of $56.3 million, offset by cash generated from financing activities of $27.5 million.

Shareholder activity

Cymbria refiled its Normal-Course Issuer Bid ("NCIB") for the 12-month period beginning on May 23, 2021 to May 22, 2022. Cymbria will use the NCIB to repurchase shares in the event that we believe the company is being undervalued by the market and an attractive opportunity exists to enhance the value for its shareholders. No shares were repurchased during the quarter ended June 30, 2022. Since inception, Cymbria has repurchased and cancelled 501,500 Class A shares at an average price of $15.56 per share and a total cost of $7.8 million.

Cymbria's Liquidity Realization Opportunity ("LRO") is available for both Class A and Class J shares and gives Cymbria the right to repurchase a number of shares from time to time at a very small discount to aNAV where (i) Cymbria's portfolio has experienced growth in the previous fiscal year, (ii) Class A shares are trading at a price less than 97% of aNAV, and (iii) on the Manager's recommendation. When these events occur, shareholders may elect to participate in the LRO and have an opportunity to dispose of shares at a price close to aNAV. This feature was introduced to increase Cymbria's attractiveness as an investment by recognizing that liquidity requirements and investment time horizons vary from investor to investor. We believe that Cymbria's aNAV, which is disclosed daily, is a fair representation of Cymbria's portfolio at current prices. When Class A shares trade at prices not reflective of the aNAV, the LRO provides another venue whereby shareholders may dispose of their shares at a price closer to aNAV. The LRO does not affect Cymbria's ability to continue repurchasing shares through the NCIB. Please see the Management Information Circular dated May 28, 2013 for more information on the LRO. Cymbria did not announce a LRO for the three months ended June 30, 2022 as Cymbria's Class A shares have been trading above 97% of aNAV on average over the period.

Summary of interim results

The financial information summarized below is derived from Cymbria's condensed interim financial statements from the three month periods noted in the table below. In each of the periods, the changes in Total income (loss) and Net income (loss) are primarily a result of the realized and unrealized changes in the fair value of Cymbria's investments. No meaningful correlations can be made by comparing these figures from period to period.

								Three months ended
(in '000s except per share amounts)	**Jun. 30, 2022**	**Mar. 31, 2022**	**Dec. 31, 2021**	**Sep. 30, 2021**	**Jun. 30, 2021**	**Mar. 31, 2021**	**Dec. 31, 2020**	**Sep. 30, 2020**
Total income (loss)	$ (139,939)	$ (50,775)	$ 61,221	$ (13,660)	$ 112,101	$ 143,677	$ 112,949	$ 36,095
Total expenses	$ 5,003	$ 4,130	$ 4,095	$ 4,761	$ 4,299	$ 3,967	$ 3,415	$ 3,733
Net income (loss)	$ (125,200)	$ (47,073)	$ 50,902	$ (14,793)	$ 94,920	$ 112,544	$ 97,786	$ 29,538
Net income (loss), per share								
Class A	$ (5.34)	$ (2.02)	$ 2.15	$ (0.65)	$ 4.02	$ 5.17	$ 4.15	$ 1.24
Class J	$ (5.90)	$ (2.18)	$ 2.46	$ (0.66)	$ 4.54	$ 5.92	$ 4.63	$ 1.42

Credit facility

On September 22, 2017, Cymbria entered into a five-year credit agreement with a Canadian chartered bank (the "Bank") that can be renewed on an annual basis. The credit agreement allows Cymbria to borrow up to $100 million. Interest is charged on the outstanding balance based on whether the facility is drawn as bankers acceptance or prime loan. When drawn upon, the credit facility will be secured by a selection of eligible securities in Cymbria's investment portfolio. On March 10, 2022, Cymbria amended the credit agreement to allow the $100 million facility to be the aggregate of a renewable $75 million revolving commitment that will mature on March 10, 2027 and a $25 million term loan that will mature on March 10, 2029. Concurrently with drawing the $25 million term loan, Cymbria entered into an interest rate swap contract that fixes the interest on

the term loan at 3.8% per annum until maturity. As at the date of this report, Cymbria has complied with all covenants, conditions or other requirements of the credit agreement.

The purpose of the credit facility is to provide Cymbria with increased flexibility to purchase additional investments when we believe an opportunity exists where the potential return is worth the added risk that leverage introduces.

Liquidity

Cymbria maintains strong liquidity with cash and cash equivalents and its portfolio of public equities. In addition to financial liabilities that arise from its normal course of investing activities, Cymbria may have a financial liability associated with drawn amounts on the credit facility. As at June 30, 2022, cash and cash equivalents less the outstanding balance on the credit facility represents 2.6% of Cymbria's total shareholders' equity. Cymbria's portfolio of securities includes actively traded global stocks that can be readily sold. As at June 30, 2022, the portfolio of public equities that the Manager believes can be readily sold represents 75% of Cymbria's total shareholders' equity. Cymbria has drawn $30 million on its credit facility; however, the Manager does not believe this poses a significant risk to liquidity. There are no other outstanding debt or contractual obligations that would pose a significant risk to liquidity as at June 30, 2022.

Commitments and contingencies

In the ordinary course of business activities, Cymbria may be contingently liable for litigation and claims arising from investing. Where required, the Manager records adequate provisions in the accounts. The Manager is not aware of any current or pending litigation or claims against Cymbria.

Related parties

Manager and Investment Advisor

Cymbria is managed by EdgePoint Investment Group Inc. (the "Manager"), which is responsible for Cymbria's day-to-day operations and is also the portfolio advisor to Cymbria. The Manager provides investment advisory and portfolio management services, which comprise investment selection, analysis and monitoring, including business travel to corporate head offices, other associated due diligence costs, portfolio construction, risk management and broker analysis, selection and monitoring, and trading expertise, and could also include marketing and promotion of Cymbria. These services are in the normal course of operations and are charged at the rate agreed to by the parties.

As compensation for providing these management services, the Manager receives a monthly management fee based on the daily average aNAV of each class of Cymbria shares, excluding the value of EdgePoint. For the three months ended June 30, 2022, management fees totaled $2.4 million, compared to $2.5 million for the same period in 2021. In addition, the Manager is entitled to be reimbursed by Cymbria for operating expenses associated with its advisory services, excluding salaries to the Manager's principal shareholders. Please see "Non-IFRS Measures" for a discussion on aNAV.

Cymbria is responsible for paying its own operating expenses which includes, but is not limited to, taxes (including income, capital, and harmonized sales taxes), accounting, legal fees, audit fees, Board of Directors' fees, custodial and safekeeping fees, portfolio transaction costs, registrar and transfer agency fees, regulatory costs and filing fees, shareholder reporting including the costs of preparing and distributing annual and interim reports, Annual Information Forms, statements and investment communications, interest and bank charges, and all administration expenses incurred by the Manager for its duties as Manager that could include salaries (excluding salaries to the Manager's principal shareholders), overhead and other costs related directly to Cymbria's operations. Except for interest, bank charges, and taxes paid or payable directly by Cymbria, the Manager incurs such expenses on Cymbria's behalf and is then reimbursed by Cymbria for such expenses.

Critical accounting estimates

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

The following discusses the most significant accounting judgments that Cymbria has made in preparing the financial statements:

i. Fair value measurement of derivatives and securities not quoted in an active market

Cymbria holds financial instruments that are not quoted in active markets, including derivatives. The determination of the fair value of these instruments is where Cymbria has made the most significant accounting judgments and estimates in preparing financial statements. See Note 10 of the interim financial statements for more information on the fair value measurement of Cymbria's financial instruments.

ii. Deferred tax assets

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable income will be available against which the losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of future taxable income, together with future tax planning strategies.

Adoption of new accounting standards

The accounting policies applied by Cymbria in the attached condensed unaudited interim financial statements are the same as those applied by Cymbria in its audited financial statements for the year ended December 31, 2021, which were prepared in accordance with IFRS. Cymbria has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Financial instruments

In accordance with IFRS 9, *Financial Instruments*, Cymbria has accounted for its financial instruments as follows:

	Classification	Measurement
Financial assets		
Investments		
Foreign exchange forward contracts	Fair value through profit or loss	Fair value
Unrealized gain on swap contracts		
Cash and cash equivalents		
Dividends receivable		
Receivable for investments sold	Amortized cost	Amortized cost
Income tax recovery		
Financial liabilities		
Foreign exchange forward contracts	Fair value through profit or loss	Fair value
Deferred share unit plan liability		
Accrued liabilities		
Payable for investments purchased		
Credit Facility	Amortized cost	Amortized cost
Income taxes payable		
Interest payable on swap contracts		
Deferred income tax liability		

Future changes in accounting policies

A number of new standards, amendments to standards and interpretations are not yet effective for the three months ended June 30, 2022. The Manager has assessed that none of these will have a significant effect on the financial statements of Cymbria.

Risks

The risks associated with investing in Cymbria remain as disclosed in the Annual Information Form dated March 30, 2022 and filed on SEDAR. Any changes to Cymbria over the period have not affected the overall risks.

Disclosure Controls and Procedures and Internal Controls over Financial Reporting

Cymbria, under the supervision of the Co-Chief Executive Officers and the Chief Financial Officer have designed, or caused to be designed, internal controls over financial reporting to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. The Co-Chief Executive Officers and the Chief Financial Officer have also designed, or caused to be designed under their supervision, disclosure controls and procedures to provide reasonable assurance that information required to be disclosed by Cymbria in its corporate filings have been recorded, processed, summarized and reported within the time periods specified in securities legislation. In addition, Cymbria's Audit Committee and Board of Directors provide an oversight role with respect to all public financial disclosures by Cymbria, and have reviewed and approved this MD&A and the unaudited condensed interim financial statements as at August 11, 2022.

There were no changes made in the design of internal controls over financial reporting during the three months ended June 30, 2022, that have materially affected, or are reasonably likely to materially affect, Cymbria's internal controls over financial reporting. Cymbria will continue to monitor and mitigate the risks associated with any potential changes to its control environment in response to COVID-19.

A control system, no matter how well conceived and operated, can provide only reasonable, not absolute, assurance that its objectives are met. Due to inherent limitations in all such systems, no evaluations of controls can provide absolute assurance that all control issues, if any, within a company have been detected. Accordingly, our internal controls over financial reporting and disclosure controls and procedures are effective in providing reasonable, not absolute, assurance that the objectives of our control systems have been met.

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Co-Chief Executive Officer

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Corporate Secretary

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TORONTO STOCK EXCHANGE LISTING

CYB