Unaudited Condensed Consolidated Interim Financial Statements

BRP Inc.

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

BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF NET (LOSS) INCOME

[Unaudited]
[in millions of Canadian dollars, except per share data]

	Notes	Three-month periods ended July 31, 2026	Three-month periods ended July 31, 2025	Six-month periods ended July 31, 2026	Six-month periods ended July 31, 2025
Revenues	9	**$2,236.8**	$1,888.2	**$4,628.6**	$3,735.1
Cost of sales		**1,974.3**	1,490.5	**3,804.5**	2,942.6
Gross profit		**262.5**	397.7	**824.1**	792.5
Operating expenses					
Selling and marketing		**116.7**	112.4	**247.1**	219.8
Research and development		**108.7**	96.4	**227.5**	201.4
General and administrative		**89.3**	96.5	**177.4**	174.3
Other operating (income) expenses	10	**(2.2)**	2.0	**(3.4)**	12.7
Total operating expenses		**312.5**	307.3	**648.6**	608.2
Operating income (loss)		**(50.0)**	90.4	**175.5**	184.3
Financing costs	11	**50.6**	50.5	**95.6**	97.1
Financing income	11	**(5.4)**	(3.3)	**(8.5)**	(4.6)
Foreign exchange loss (gain) on long-term debt		**72.6**	6.9	**81.4**	(119.5)
Income (loss) before income taxes		**(167.8)**	36.3	**7.0**	211.3
Income tax expense (recovery)	12	**(31.0)**	(20.8)	**16.5**	(6.8)
Net (loss) income from continuing operations		**(136.8)**	57.1	**(9.5)**	218.1
Net income (loss) from discontinued operations	14	**2.7**	(33.6)	**4.3**	(44.5)
Net (loss) income		**$(134.1)**	$23.5	**$(5.2)**	$173.6
Attributable to shareholders		**$(133.9)**	$24.3	**$(4.4)**	$174.5
Attributable to non-controlling interest		**$(0.2)**	$(0.8)	**$(0.8)**	$(0.9)
Basic (loss) earnings per share - continuing operations	8	**$(1.88)**	$0.79	**$(0.12)**	$3.00
Diluted (loss) earnings per share - continuing operations	8	**$(1.88)**	$0.79	**$(0.12)**	$2.98
Basic earnings (loss) per share - discontinued operations	8	**$0.04**	$(0.46)	**$0.06**	$(0.61)
Diluted earnings (loss) per share - discontinued operations	8	**$0.04**	$(0.46)	**$0.06**	$(0.60)
Basic (loss) earnings per share	8	**$(1.84)**	$0.33	**$(0.06)**	$2.39
Diluted (loss) earnings per share	8	**$(1.84)**	$0.33	**$(0.06)**	$2.38

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

BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE (LOSS) INCOME

[Unaudited]
[in millions of Canadian dollars]

	Notes	Three-month periods ended July 31, 2026	Three-month periods ended July 31, 2025	Six-month periods ended July 31, 2026	Six-month periods ended July 31, 2025
Net (loss) income		**$(134.1)**	$23.5	**$(5.2)**	$173.6
Other comprehensive income					
Items that will be reclassified subsequently to net income					
Net changes in fair value of derivatives designated as cash flow hedges		**(20.5)**	3.5	**(27.5)**	33.2
Net changes in unrealized (loss) gain on translation of foreign operations		**(10.3)**	7.3	**(13.6)**	65.2
Income tax recovery (expense)		**5.5**	(2.5)	**7.3**	(8.7)
		(25.3)	8.3	**(33.8)**	89.7
Items that will not be reclassified subsequently to net income					
Actuarial gains on defined benefit pension plans		**8.7**	6.6	**17.0**	10.2
Gain on fair value of restricted investments		**0.1**	0.3	**—**	—
Income tax expense		**(2.2)**	(1.8)	**(4.3)**	(2.5)
		6.6	5.1	**12.7**	7.7
Total other comprehensive (loss) income		**(18.7)**	13.4	**(21.1)**	97.4
Total comprehensive (loss) income		**$(152.8)**	$36.9	**$(26.3)**	$271.0
Attributable to shareholders		**$(152.8)**	$37.7	**$(25.7)**	$271.9
Attributable to non-controlling interest		**—**	(0.8)	**(0.6)**	(0.9)
Total comprehensive (loss) income attributable to shareholders					
Continuing operations		**$(155.7)**	$72.0	**$(30.9)**	$309.1
Discontinued operations	14	**2.9**	(34.3)	**5.2**	(37.2)
		$(152.8)	$37.7	**$(25.7)**	$271.9

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BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

[Unaudited]
[in millions of Canadian dollars]
As at

	Notes	July 31, 2026	January 31, 2026
Cash and cash equivalents		**$647.8**	$427.1
Trade and other receivables		**393.7**	607.2
Income taxes and investment tax credits receivable		**161.7**	157.6
Other financial assets		**48.0**	60.7
Inventories	3	**1,923.7**	1,824.6
Other current assets		**92.3**	66.2
Assets classified as held for sale	14	**130.9**	126.1
Total current assets		**3,398.1**	3,269.5
Investment tax credits receivable		**14.0**	26.8
Other financial assets		**32.1**	62.9
Property, plant and equipment		**1,757.2**	1,816.8
Intangible assets		**497.7**	494.9
Right-of-use assets		**467.5**	212.2
Deferred income taxes		**466.8**	436.2
Other non-current assets		**2.8**	3.5
Total non-current assets		**3,238.1**	3,053.3
Total assets		**$6,636.2**	$6,322.8
Trade payables and accruals		**$1,505.7**	$1,515.2
Provisions	4	**920.2**	737.4
Other financial liabilities		**176.0**	73.4
Income tax payable		**18.4**	24.1
Deferred revenues		**64.3**	62.0
Current portion of long-term debt	5	**49.7**	49.2
Current portion of lease liabilities	5	**57.2**	55.1
Other current liabilities		**33.9**	26.7
Liabilities associated to assets classified as held for sale	14	**30.4**	26.8
Total current liabilities		**2,855.8**	2,569.9
Long-term debt	5	**2,449.8**	2,393.1
Lease liabilities	5	**442.8**	182.3
Provisions	4	**134.9**	120.7
Other financial liabilities		**77.1**	71.9
Deferred revenues		**77.7**	82.3
Employee future benefit liabilities		**191.4**	210.9
Deferred income taxes		**34.9**	34.4
Other non-current liabilities		**36.6**	46.6
Total non-current liabilities		**3,445.2**	3,142.2
Total liabilities		**$6,301.0**	$5,712.1
Equity		**$335.2**	$610.7
Total liabilities and equity		**$6,636.2**	$6,322.8

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

BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

[Unaudited]
[in millions of Canadian dollars]

For the six-month period ended July 31, 2026

	Attributed to shareholders							
	Capital Stock (Note 6)	**Contributed surplus**	**Retained earnings (losses)**	**Translation of foreign operations**	**Cash-flow hedges**	**Total**	**Non-controlling interests**	**Total equity**
Balance as at January 31, 2026	**$279.5**	**$86.5**	**$153.8**	**$83.5**	**$0.8**	**$604.1**	**$6.6**	**$610.7**
Net loss	**—**	**—**	**(4.4)**	**—**	**—**	**(4.4)**	**(0.8)**	**(5.2)**
Other comprehensive income (loss)	**—**	**—**	**12.7**	**(13.8)**	**(20.2)**	**(21.3)**	**0.2**	**(21.1)**
Total comprehensive income (loss)	**—**	**—**	**8.3**	**(13.8)**	**(20.2)**	**(25.7)**	**(0.6)**	**(26.3)**
Dividends	**—**	**—**	**(36.4)**	**—**	**—**	**(36.4)**	**—**	**(36.4)**
Issuance of subordinate shares (Note 6)	**34.3**	**(8.3)**	**—**	**—**	**—**	**26.0**	**—**	**26.0**
Repurchase of subordinate shares (Note 6)	**(17.7)**	**(42.3)**	**(184.0)**	**—**	**—**	**(244.0)**	**—**	**(244.0)**
Stock-based compensation	**—**	**4.7**	**—**	**—**	**—**	**4.7**	**—**	**4.7**
Other	**—**	**—**	**—**	**—**	**—**	**—**	**0.5**	**0.5**
Balance as at July 31, 2026	**$296.1**	**$40.6**	**$(58.3)**	**$69.7**	**$(19.4)**	**$328.7**	**$6.5**	**$335.2**

For the six-month period ended July 31, 2025

	Attributed to shareholders							
	Capital Stock (Note 6)	**Contributed surplus**	**Retained earnings (losses)**	**Translation of foreign operations**	**Cash-flow hedges**	**Total**	**Non-controlling interests**	**Total equity**
Balance as at January 31, 2025	$251.0	$83.0	$(37.3)	$(21.5)	$(33.9)	$241.3	$5.5	$246.8
Net income (loss)	—	—	174.5	—	—	174.5	(0.9)	173.6
Other comprehensive income	—	—	7.7	65.2	24.5	97.4	—	97.4
Total comprehensive income (loss)	—	—	182.2	65.2	24.5	271.9	(0.9)	271.0
Dividends	—	—	(31.3)	—	—	(31.3)	—	(31.3)
Issuance of subordinate shares (Note 6)	0.8	(0.2)	—	—	—	0.6	—	0.6
Stock-based compensation	—	12.4	—	—	—	12.4	—	12.4
Special long-term incentive program (Note 7)	—	(9.3)	—	—	—	(9.3)	—	(9.3)
Other	—	—	—	—	—	—	3.4	3.4
Balance as at July 31, 2025	$251.8	$85.9	$113.6	$43.7	$(9.4)	$485.6	$8.0	$493.6

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

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

[Unaudited]
[in millions of Canadian dollars]

	Notes	Six-month periods ended July 31, 2026	July 31, 2025
OPERATING ACTIVITIES			
Net income (loss)		**$(5.2)**	$173.6
Non-cash and non-operating items:			
Depreciation expense		**221.7**	219.5
Income tax expense (recovery)		**18.7**	(20.6)
Foreign exchange loss (gain) on long-term debt		**81.4**	(119.5)
Interest expense		**83.9**	87.9
Unrealized foreign exchange (gain) loss on other working capital items		**(41.2)**	35.0
Other		**16.8**	6.2
Cash flows generated from operations before changes in working capital		**376.1**	382.1
Changes in working capital:			
Decrease in trade and other receivables		**222.1**	110.7
(Increase) decrease in inventories		**(72.0)**	42.0
(Increase) decrease in other assets		**(23.4)**	2.2
Decrease in trade payables and accruals		**(14.3)**	(24.1)
Increase in other financial liabilities		**41.8**	12.8
Increase (decrease) in provisions		**177.7**	(97.6)
Decrease in other liabilities		**(11.1)**	(9.5)
Cash flows generated from operations		**696.9**	418.6
Income taxes paid, net of refunds		**(10.1)**	(45.5)
Net cash flows generated from operating activities		**686.8**	373.1
INVESTING ACTIVITIES			
Additions to property, plant and equipment		**(105.5)**	(115.5)
Additions to intangible assets		**(21.9)**	(18.4)
Proceeds of disposal from Marine businesses	14	**—**	18.2
Other		**1.2**	(3.4)
Net cash flows used in investing activities		**(126.2)**	(119.1)
FINANCING ACTIVITIES			
Repayment of long-term debt	5	**(25.4)**	(31.4)
Repayment of lease liabilities		**(27.8)**	(29.1)
Interest paid		**(82.6)**	(86.0)
Issuance of subordinate voting shares	6	**26.0**	0.6
Repurchase of subordinate voting shares	6	**(195.3)**	—
Dividends paid		**(36.4)**	(31.3)
Other		**0.5**	3.2
Net cash flows used in financing activities		**(341.0)**	(174.0)
Effect of exchange rate changes on cash and cash equivalents		**1.1**	11.6
Net increase in cash and cash equivalents		**220.7**	91.6
Cash and cash equivalents at the beginning of period		**427.8**	180.0
Cash and cash equivalents at the end of period		**$648.5**	$271.6

The Company has elected to present a consolidated statement of cash flows that includes both continuing and discontinued operations. Amounts related to discontinued operations by operating, investing and financing activities are disclosed in Note 14.

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

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

1. NATURE OF OPERATIONS

BRP Inc. (“BRP”) is incorporated under the laws of Canada. BRP’s multiple voting shares are owned by Beaudier Inc. and 4338618 Canada Inc. (collectively, “Beaudier Group”), Bain Capital Integral Investors II, L.P. (“Bain Capital”) and La Caisse de dépôt et placement du Québec (“La Caisse”), (collectively, the “Principal Shareholders”). BRP’s subordinate voting shares are listed in Canada on the Toronto Stock Exchange and in the United States on the Nasdaq Global Select Market under the symbol DOO.

BRP and its subsidiaries (the “Company”) design, develop, manufacture and sell powersports vehicles. The Company’s diversified portfolio of products includes: “Year-Round Products”, which consists of all-terrain vehicles, side-by-side vehicles, three-wheel vehicles and electric motorcycles; “Seasonal Products”, which consists of snowmobiles, personal watercraft and pontoons; and “PA&A, OEM Engines and Others”, which consists of parts, accessories and apparel (“PA&A”), engines for karts, recreational aircrafts and jet boats, as well as other products and services.

The Company’s products are sold mainly through a network of independent dealers, independent distributors and to original equipment manufacturers (the “Customers”). The Company distributes its products worldwide and manufactures them in Mexico, Canada, Austria, the United States, Finland, Australia and Germany.

The Company’s headquarters is located at 726 Saint-Joseph Street, Valcourt, Québec, J0E 2L0.

2. BASIS OF PRESENTATION

These unaudited condensed consolidated interim financial statements for the three- and six-month periods ended July 31, 2026 and 2025 have been prepared using accounting policies consistent with IFRS® Accounting Standards as issued by the International Accounting Standards Board and in accordance with *IAS 34 “Interim Financial Reporting”*. These unaudited condensed consolidated interim financial statements for the three- and six-month periods ended July 31, 2026 and 2025 follow the same accounting policies as the audited consolidated financial statements for the year ended January 31, 2026 and, as such, should be read in conjunction with them.

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

2. BASIS OF PREPARATION [CONTINUED]

The preparation of these unaudited condensed consolidated interim financial statements in accordance with the Company's accounting policies requires management to make estimates and judgments that can affect the reported amounts of assets and liabilities, related amounts of revenues and expenses, other comprehensive income and disclosures made. The Company's best estimates are based on the information, facts and circumstances available at the time estimates are made. Management uses historical experience and information, general economic conditions and trends, as well as assumptions regarding probable future outcomes as the basis for determining estimates. Actual results could differ from the estimates used and such differences could be significant.

These unaudited condensed consolidated interim financial statements include the financial statements of BRP and its subsidiaries. BRP controls all of its subsidiaries that are wholly owned through voting equity interests, except for BRP Commerce & Trade (Shanghai) Company Limited in China, and LVHA Manufacturing Company Limited in Vietnam for which a non-controlling interest of 20% and 35% respectively are recorded upon consolidation, and Pinion GmbH in Germany for which there is a non-controlling interest of 20%. BRP is also part of a joint venture located in Austria. All inter-company transactions and balances have been eliminated upon consolidation.

The Company's revenues and operating income experience substantial fluctuations from quarter to quarter. In general, wholesale sales of the Company's products are higher in the period immediately preceding and during their respective season of use. However, the mix of product sales may vary considerably from time to time as a result of changes in seasonal and geographic demand, the introduction of new products and models, and production scheduling for particular types of products.

On September 2, 2026, the Board of Directors of the Company approved these unaudited condensed consolidated interim financial statements for the three- and six-month periods ended July 31, 2026 and 2025.

3. INVENTORIES

The Company's inventories were as follows, as at:

	July 31, 2026	**January 31, 2026**
Materials and work in progress	**$796.6**	$707.0
Finished products	**693.4**	707.7
Parts, accessories and apparel	**433.7**	409.9
Total inventories	**$1,923.7**	$1,824.6

The Company recognized in the condensed consolidated interim statements of net (loss) income during the three- and six-month periods ended July 31, 2026, a net write-down on inventories of $4.0 million and $19.3 million respectively ($0.3 million and $6.6 million respectively during the three- and six-month periods ended July 31, 2025).

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

4. PROVISIONS

The Company's provisions were as follows, as at:

	July 31, 2026	**January 31, 2026**
Product-related	**$860.9**	$810.2
Other	**194.2**	47.9
Total provisions	**$1,055.1**	$858.1
Current	**920.2**	737.4
Non-current	**134.9**	120.7
Total provisions	**$1,055.1**	$858.1

Product-related provisions include provisions for regular warranty coverage on products sold, product liability provisions and provisions related to sales programs offered by the Company to its customers in order to support the retail activity.

The non-current portion of provisions is mainly attributable to product-related provisions.

The changes in provisions were as follows:

	Product-related	**Other**	**Total**
Balance as at January 31, 2026	**$810.2**	**$47.9**	**$858.1**
Expensed during the period	**617.9**	**175.2**	**793.1**
Paid during the period	**(587.3)**	**(28.4)**	**(615.7)**
Reversed during the period	**(1.1)**	**(0.1)**	**(1.2)**
Effect of foreign currency exchange rate changes	**21.3**	**(0.4)**	**20.9**
Unwinding of discount and effect of changes in discounting estimates	**(0.1)**	**—**	**(0.1)**
Balance as at July 31, 2026	**$860.9**	**$194.2**	**$1,055.1**

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

5. DEBT

Revolving Credit Facility

The Company has a Revolving Credit Facility totaling $1,500.0 million, which can also be drawn in U.S dollar or Euro equivalent. As at July 31, 2026, the Company had no outstanding amount drawn on the Revolving Credit Facility (nil as at January 31, 2026). Commitment fees on the undrawn amount of the Revolving Credit Facility, varying from 0.25% to 0.40%, were 0.25%.

The applicable interest rates are subject to a customary credit spread adjustment ranging from 0.45% to 3.00%, which varies depending on a Leverage Ratio. Based on the Leverage Ratio, the cost of borrowing as at July 31, 2026, in Canadian dollars, was either the CORRA plus 1.70% or the Canadian Prime Rate plus 0.70%. In U.S. dollars, it was either the SOFR plus 1.70%, the U.S. Base Rate plus 0.70% or the U.S. Prime Rate plus 0.70%. In Euros, it was the EURIBOR plus 1.70%.

The Company is required to maintain, under certain conditions, a minimum fixed charge coverage ratio. Additionally, the total available borrowing under the Revolving Credit Facility is subject to a borrowing base calculation representing 75% of the carrying amount of trade and other receivables plus 50% of the carrying amount of inventories. The total amount available was $1,265.0 million as at July 31, 2026.

Long-Term Debt

As at July 31, 2026 and January 31, 2026, the maturity dates, interest rates, outstanding nominal amounts and carrying amounts of long-term debt were as follows:

					July 31, 2026
	Maturity date	**Contractual interest rate**	**Effective interest rate**	**Outstanding nominal amount**	**Carrying amount**
Term Facility					
Term Loan B-2	December 2029	5.98%	5.98%	U.S. $568.6	**$797.8**
Term Loan B-3	January 2031	5.98%	5.98%	U.S. $1,147.9	**1,610.6**
Term Loans	Mar. 2027 to Dec. 2030	0.93% to 3.50%	2.72% to 6.50%	€58.8	**91.1**
Total long-term debt					**$2,499.5**
Current					**49.7**
Non-current					**2,449.8**
Total long-term debt					**$2,499.5**

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

5. DEBT [CONTINUED]

					January 31, 2026
	Maturity date	**Contractual interest rate**	**Effective interest rate**	**Outstanding nominal amount**	**Carrying amount**
Term Facility					
Term Loan B-2	December 2029	5.92%	5.92%	U.S. $571.5	$774.8
Term Loan B-3	January 2031	5.92%	5.92%	U.S. $1,153.7	1,564.2
Term Loans	Mar. 2026 to Dec. 2030	0.93% to 3.23%	2.48% to 6.50%	€67.1	103.3
Total long-term debt					$2,442.3
Current					49.2
Non-current					2,393.1
Total long-term debt					$2,442.3

The following table explains the changes in long-term debt during the six-month period ended July 31, 2026:

		Statements of cash flows		Non-cash changes		
	Carrying amount as at January 31, 2026	**Issuance**	**Repayment**	**Effect of foreign currency exchange rate changes**	**Other**	**Carrying amount as at July 31, 2026**
Term Facility	**$2,339.0**	**$—**	**$(12.0)**	**$81.4**	**$—**	**$2,408.4**
Term Loans	**103.3**	**—**	**(13.4)**	**0.3**	**0.9**	**91.1**
Total	**$2,442.3**	**$—**	**$(25.4)**	**$81.7**	**$0.9**	**$2,499.5**

5. DEBT [CONTINUED]

a) Term Facility

As at July 31, 2026, the cost of borrowing under the Term Loan B-2 was as follows:

(i) Term SOFR, plus 2.25% per annum, with a Term SOFR floor of 0.50%

As at July 31, 2026, the cost of borrowing under the Term Loan B-3 was as follows:

(i) Term SOFR, plus 2.25% per annum, with a Term SOFR floor of 0.00%

Under the Term Facility, the cost of borrowing in U.S. Base Rate or U.S. Prime Rate cannot be lower than the cost of borrowing under SOFR.

The Company is required to repay a minimum of 0.25% of the nominal amount each quarter, less any voluntary prepayments done to date. Consequently, the Company repaid an amount of U.S. $8.7 million ($12.0 million) during the six-month period ended July 31, 2026 (U.S. $7.5 million ($10.4 million) during the six-month period ended July 31, 2025). Also, the Company may be required to repay a portion of the Term Facility in the event that it has an excess cash position at the end of the fiscal year and its Leverage Ratio is above a certain threshold level. As at July 31, 2026 and 2025, the Company was not required to repay any portion of the Term Facility under this requirement.

b) Lease Liability

During the six-month period ended July 31, 2026, the Company entered a lease agreement for a distribution center related to PA&A operations in Saint-Philippe, Quebec. As a result, a lease liability of $246.7 million has been recognized in the condensed consolidated statement of financial position.

[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

6. CAPITAL STOCK

The changes in capital stock issued and outstanding were as follows:

	Number of shares	Carrying Amount
Subordinate voting shares		
Balance as at January 31, 2026	**38,303,785**	**$276.7**
Issued upon exercise of stock options	673,169	34.3
Repurchased under the normal course issuer bid program	(2,258,400)	(17.7)
Balance as at July 31, 2026	**36,718,554**	**$293.3**
Multiple voting shares		
Balance as at January 31, 2026	**34,819,204**	**$2.8**
Balance as at July 31, 2026	**34,819,204**	**$2.8**
Total outstanding as at July 31, 2026	**71,537,758**	**$296.1**

a) Normal course issuer bid program ("NCIB")

During the six-month period ended July 31, 2026, the Company continued share repurchases under the NCIB that was announced and started during the fiscal year ended January 31, 2026 and repurchased for cancellation 2,258,400 subordinate voting shares, for a total consideration of $201.7 million, of which $6.4 million will be paid upon settlement.

Of the total consideration of $201.7 million, $17.7 million represents the carrying amount of the shares repurchased and $184.0 million represents the amount charged to retained earnings.

As at July 31, 2026, a $42.3 million financial liability, with a corresponding amount in equity, was recorded in the consolidated statements of financial position in relation to the NCIB. This liability represented the value of subordinate voting shares expected to be repurchased by a designated broker under an automatic share purchase plan. This automatic share purchase plan allows the designated broker to purchase subordinate voting shares under pre-set conditions at times when the Company would ordinarily not be permitted to purchase shares due to regulatory restrictions or self-imposed blackout periods.

7. SHARE BASED PAYMENT PLANS

The Company has two share-based payment plans: pursuant to its stock option plan, the Company has made equity-settled stock option grants, and pursuant to its share unit plan, it has made cash-settled restricted share units ("RSU") grants.

a) Stock options

During the six-month periods ended July 31, 2026 and 2025, the Company granted respectively 324,840 and 752,300 stock options to eligible officers and employees to acquire subordinate voting shares at an average exercise price of $99.26 and $49.78 respectively. The fair value of the options at the grant date was $35.40 and $17.28, respectively. Such stock options are time vesting and 25% of the options will vest on each of the first, second, third and fourth anniversary of the grant. The stock options have a ten-year term at the end of which the options expire.

b) Restricted share units

During the six-month periods ended July 31, 2026 and 2025, the Company granted respectively 169,700 and 230,020 RSU. The RSU were granted to eligible employees at a share price of $99.26 and $49.78 respectively. The RSU that were granted during the six-month periods ended July 31, 2026 and 2025 are time vesting and 33% of the units will vest on each of the first, second and third anniversary of the grant. The associated compensation expense and liability are recognized over the three-year vesting period. To mitigate the impact of share price variation on this payment plan, the Company secured hedging contracts.

During the six-month period ended July 31, 2025, the Company granted 266,304 restricted share units at a share price of $62.87 under a special long-term incentive program. The restricted share units are subject to time-based and continued employment criteria as well as the voluntary forfeiture of a number of stock options issued in calendar years 2021, 2022 and 2023. As a result of this grant, the Company recognized in the condensed consolidated interim statements of net income an expense of $4.3 million, representing the incremental fair value of the restricted share units compared to the 2021-2023 stock options both measured at the grant date. The Company also reclassified $13.6 million from contributed surplus to other liability, representing the change from an equity to cash settled plan. To mitigate the impact of share price variation on this payment plan, the Company secured hedging contracts.

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

8. EARNINGS PER SHARE

a) Basic earnings per share

Details of basic earnings per share were as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Net (loss) income attributable to shareholders - continuing operations	**$(136.6)**	$57.9	**$(8.7)**	$219.0
Net income (loss) attributable to shareholders - discontinued operations	**2.7**	(33.6)	**4.3**	(44.5)
Net (loss) income attributable to shareholders	**$(133.9)**	$24.3	**$(4.4)**	$174.5
Weighted average number of shares	**72,756,365**	73,040,187	**72,950,539**	73,036,072
Basic (loss) earnings per share - continuing operations	**$(1.88)**	$0.79	**$(0.12)**	$3.00
Basic earnings (loss) per share - discontinued operations	**0.04**	(0.46)	**0.06**	(0.61)
Basic (loss) earnings per share	**$(1.84)**	$0.33	**$(0.06)**	$2.39

b) Diluted earnings per share

Details of diluted earnings per share were as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Net (loss) income attributable to shareholders - continuing operations	**$(136.6)**	$57.9	**$(8.7)**	$219.0
Net income (loss) attributable to shareholders - discontinued operations	**2.7**	(33.6)	**4.3**	(44.5)
Net (loss) income attributable to shareholders	**$(133.9)**	$24.3	**$(4.4)**	$174.5
Weighted average number of shares	**72,756,365**	73,040,187	**72,950,539**	73,036,072
Dilutive effect of stock options	**—**	576,570	**—**	533,162
Weighted average number of diluted shares	**72,756,365**	73,616,757	**72,950,539**	73,569,234
Diluted (loss) earnings per share - continuing operations	**$(1.88)**	$0.79	**$(0.12)**	$2.98
Diluted (loss) earnings per share - discontinued operations	**0.04**	(0.46)	**0.06**	(0.60)
Diluted (loss) earnings per share	**$(1.84)**	$0.33	**$(0.06)**	$2.38

Due to the net loss reported for the three- and six-month periods ended July 31, 2026, all 2,833,143 outstanding stock options were considered anti-dilutive. Accordingly, basic and diluted loss per share were identical for both periods. For the corresponding three- and six-month periods ended July 31, 2025, 2,610,744 and 2,796,919 stock options, respectively, were deemed to be anti-dilutive and also excluded from the above calculation.

[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

9. REVENUES

Details of revenues were as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Year-Round Products	**$1,485.1**	$1,113.8	**$2,933.8**	$2,219.6
Seasonal Products	**427.7**	469.7	**996.1**	888.9
PA&A, OEM Engines and Others	**324.0**	304.7	**698.7**	626.6
Revenues	**$2,236.8**	$1,888.2	**$4,628.6**	$3,735.1

The following table provides geographic information on the Company's revenues. The attribution of revenues was based on customer locations:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
United States	**$1,268.8**	$1,080.7	**$2,596.3**	$2,090.4
Canada	**352.6**	264.5	**748.3**	490.3
Europe	**293.9**	262.6	**639.9**	570.0
Asia Pacific	**144.7**	130.4	**278.3**	268.9
Latin America	**172.1**	145.8	**357.0**	309.0
Other	**4.7**	4.2	**8.8**	6.5
Revenues	**$2,236.8**	$1,888.2	**$4,628.6**	$3,735.1

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

10. OTHER OPERATING (INCOME) EXPENSES

Details of other operating (income) expenses were as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Foreign exchange (gain) loss on working capital elements	**$(7.1)**	$(2.4)	**$(15.0)**	$17.9
Loss (gain) on forward exchange contracts	**5.4**	4.2	**10.1**	(7.6)
Other	**(0.5)**	0.2	**1.5**	2.4
Other operating (income) expenses	**$(2.2)**	$2.0	**$(3.4)**	$12.7

11. FINANCING COSTS AND INCOME

Details of financing costs and financing income were as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Interest on long-term debt	**$37.3**	$40.8	**$73.0**	$79.2
Interest on lease liabilities	**5.3**	2.6	**8.1**	4.9
Net interest on employee future benefit liabilities	**2.3**	1.9	**4.5**	3.8
Interest and commitment fees on revolving credit facilities	**1.4**	1.5	**2.6**	3.5
Other	**4.3**	3.7	**7.4**	5.7
Financing costs	**50.6**	50.5	**95.6**	97.1
Financing income	**(5.4)**	(3.3)	**(8.5)**	(4.6)
Net financing costs	**$45.2**	$47.2	**$87.1**	$92.5

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

12. INCOME TAXES

Details of income tax expense (recovery) were as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Current income tax expense (recovery)				
Related to current year	**$0.7**	$(3.3)	**$53.2**	$41.5
Related to prior years	**(21.5)**	(21.8)	**(20.8)**	(22.3)
	(20.8)	(25.1)	**32.4**	19.2
Deferred income tax (recovery) expense				
Temporary differences	**(19.9)**	2.3	**(27.2)**	(11.8)
Tax benefits not previously recognized and unrecognized tax benefits	**9.7**	2.0	**11.3**	(14.2)
	(10.2)	4.3	**(15.9)**	(26.0)
Income tax expense (recovery)	**$(31.0)**	$(20.8)	**$16.5**	$(6.8)

The reconciliation of income taxes computed at the Canadian statutory rates to income tax expense (recovery) recorded was as follows:

	Three-month periods ended				Six-month periods ended			
	July 31, 2026		**July 31, 2025**		**July 31, 2026**		**July 31, 2025**	
Income taxes calculated at statutory rates	**$(44.5)**	**26.5%**	$9.6	26.5%	**$1.9**	**26.5%**	$56.0	26.5%
Increase (decrease) resulting from:								
Income tax rate differential of foreign subsidiaries	**1.3**		(1.4)		**3.3**		(1.2)	
Tax benefits not previously recognized and unrecognized tax benefits	**9.7**		2.0		**11.3**		(14.2)	
Recognition of income taxes on foreign currency translation	**(8.0)**		(7.6)		**(10.5)**		(9.3)	
Recognition of income taxes on inflation	**—**		(1.4)		**(2.5)**		(2.6)	
Permanent differences [a]	**7.1**		0.3		**9.0**		(14.8)	
Recognition of tax incentives	**—**		(25.9)		**—**		(25.9)	
Adjustments in respect of prior years and other	**3.4**		3.6		**4.0**		5.2	
Income tax expense (recovery)	**$(31.0)**		$(20.8)		**$16.5**		$(6.8)	

[a] The permanent differences result mainly from the foreign exchange (gain) loss on long-term debt denominated in U.S. dollars.

[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

13. FINANCIAL INSTRUMENTS

a) Fair value

The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair values of the Company's financial instruments take into account the credit risk embedded in the instrument. For financial assets, the credit risk of the counterparty is considered whereas for financial liabilities, the Company's credit risk is considered.

In order to determine the fair value of its financial instruments, the Company uses, when active markets exist, quoted prices from these markets ("Level 1" fair value). When public quotations are not available in the market, fair values are determined using valuation techniques. When inputs used in the valuation techniques are only inputs directly and indirectly observable in the marketplace, fair value is presented as "Level 2" fair value. If fair value is assessed using inputs that require considerable judgment from the Company in interpreting market data and developing estimates, fair value is presented as "Level 3" fair value. For Level 3 fair value, the use of different assumptions and/or estimation methodologies may have a material effect on the estimated fair values.

The fair value level, carrying amount and fair value of restricted investments, non-controlling interest liability, derivative financial instruments and long-term debt were as follows:

			As at July 31, 2026
	Fair value level	Carrying amount	Fair value
Restricted investments	Level 2	**$16.3**	**$16.3**
Contingent consideration	Level 3	**$22.4**	**$22.4**
Derivative financial instruments			
Forward exchange contracts			
Assets		**$5.3**	**$5.3**
Liabilities		**(27.2)**	**(27.2)**
Interest rate cap		**1.9**	**1.9**
Other			
Assets		**7.4**	**7.4**
Liabilities		**(3.5)**	**(3.5)**
	Level 2	**$(16.1)**	**$(16.1)**
Long-term debt (including current portion)			
Term Facility (Note 5)	Level 1	**$(2,408.4)**	**$(2,408.3)**
Term Loans (Note 5)	Level 2	**(91.1)**	**(94.9)**
		$(2,499.5)	**$(2,503.2)**

For cash, trade and other receivables, revolving credit facilities, trade payables and accruals, and dealer holdback programs and customer deposits, the carrying amounts reported on the condensed consolidated interim statements of financial position or in the notes approximate the fair values of these items due to their short-term nature.

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

13. FINANCIAL INSTRUMENTS [CONTINUED]

Cash includes $4.3 million held by BRP Saint Petersburg LLC ($4.4 million as at January 31, 2026). This cash is subject to regulatory restrictions and is therefore not available for general use by the other entities within the group.

b) Liquidity risk

The following table summarizes the contractual maturities of the Company's financial liabilities as at July 31, 2026:

	Less than 1 year	1-3 years	4-5 years	More than 5 years	Total amount
Trade payables and accruals	$1,505.7	$—	$—	$—	$1,505.7
Long-term debt (including interest)	196.5	401.6	2,498.7	—	3,096.8
Lease liabilities (including interest)	74.3	131.4	89.5	368.6	663.8
Derivative financial instruments	23.9	6.8	—	—	30.7
Other financial liabilities	152.1	24.2	20.6	25.5	222.4
Other liabilities	33.9	8.6	—	—	42.5
Total	**$1,986.4**	**$572.6**	**$2,608.8**	**$394.1**	**$5,561.9**

14. DISCONTINUED OPERATIONS

Manitou and Alumacraft

During the year ended January 31, 2026, the Company completed the sales of Alumacraft Boat Co. ("Alumacraft") and Triton Industries Inc. ("Manitou"). Consequently, these businesses are presented as discontinued operations as of July 31, 2025, and the associated assets and liabilities were disposed as at January 31, 2026.

Telwater

During the three-month period ended April 30, 2025, the Company announced a definitive agreement to sell 100% of the outstanding shares of Telwater Pty, Ltd. to Yamaha Motor Australia Pty, Ltd. On December 18, 2025, the Company acknowledged the Australian Competition and Consumer Commission's decision to oppose the proposed sale of Telwater to Yamaha Motor Australia Pty Ltd., a subsidiary of Yamaha Motor Co., Ltd. The Company continues to pursue potential buyers, keeping Telwater under the sale process.

As at July 31, 2026, Telwater is presented as discontinued operations and the associated assets and liabilities as held for sale.

For the three- and six-month periods ended July 31, 2026 and 2025
[Unaudited]
[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

14. DISCONTINUED OPERATIONS [CONTINUED]

The net income (loss) and comprehensive income (loss) from discontinued operations are as follows:

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Revenues	**$32.0**	$42.8	**$60.6**	$105.8
Cost of sales	**26.1**	74.8	**50.5**	141.2
Gross profit (loss)	**5.9**	(32.0)	**10.1**	(35.4)
Operating expenses				
Selling and marketing	**0.7**	2.7	**1.4**	9.0
Research and development	**0.1**	2.6	**0.3**	7.4
General and administrative	**1.4**	2.7	**2.6**	5.5
Other operating (income) expenses	**(0.2)**	4.0	**(0.6)**	0.9
Total operating expenses	**2.0**	12.0	**3.7**	22.8
Operating income (loss)	**3.9**	(44.0)	**6.4**	(58.2)
Financing (income) costs	**(0.1)**	0.1	**(0.1)**	0.1
Income (loss) before income taxes	**4.0**	(44.1)	**6.5**	(58.3)
Income tax expense (recovery)	**1.3**	(10.5)	**2.2**	(13.8)
Net income (loss) from discontinued operations	**$2.7**	$(33.6)	**$4.3**	$(44.5)

	Three-month periods ended		Six-month periods ended	
	July 31, 2026	**July 31, 2025**	**July 31, 2026**	**July 31, 2025**
Net income (loss) from discontinued operations [a]	**$2.7**	$(33.6)	**$4.3**	$(44.5)
Net changes in unrealized gain (loss) on translation of foreign operations	**0.2**	(0.7)	**0.9**	7.3
Total comprehensive income (loss) from discontinued operations [a]	**$2.9**	$(34.3)	**$5.2**	$(37.2)

[a] Nil amount of net income (loss) and comprehensive income (loss) are attributable to non-controlling interest.

[Tabular figures are in millions of Canadian dollars, unless otherwise indicated]

14. DISCONTINUED OPERATIONS [CONTINUED]

As at July 31, 2026, the carrying amount of assets and liabilities presented as held for sale is as follows:

	July 31, 2026	January 31, 2026
Inventories	**$13.8**	$13.6
Property, plant and equipment	**72.2**	69.4
Intangible assets	**40.3**	38.7
Other assets	**4.6**	4.4
Assets classified as held for sale	**$130.9**	$126.1
Trade payables and accruals	**$11.7**	$8.8
Provisions	**7.3**	6.9
Deferred tax liabilities	**9.2**	8.7
Other liabilities	**2.2**	2.4
Liabilities associated to assets classified as held for sale	**$30.4**	$26.8
Assets net of liabilities held for sale	**$100.5**	$99.3

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

	Six-month periods ended	
	July 31, 2026	July 31, 2025
Net cash flows from (used in) operating activities	**$0.4**	$(60.7)
Net cash flows (used in) from investing activities	**(1.4)**	16.5
Net cash flows from financing activities	**—**	44.5
Net cash flows (used in) from discontinued operations	**$(1.0)**	$0.3