



Unaudited Condensed Consolidated Interim Financial Statements

BRP Inc.

For the three-month periods ended April 30, 2025 and 2024

BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF NET INCOME (LOSS)

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

	Notes	Three-month periods ended	
		April 30, 2025	April 30, 2024
Revenues	12	\$1,846.9	\$1,999.9
Cost of sales		1,452.1	1,478.2
Gross profit		394.8	521.7
Operating expenses			Reclassified (Note 2)
Selling and marketing		107.4	116.3
Research and development		105.0	108.2
General and administrative		77.9	91.4
Other operating expenses	13	10.6	15.5
Total operating expenses		300.9	331.4
Operating income		93.9	190.3
Financing costs	14	46.6	48.6
Financing income	14	(1.3)	(1.8)
Foreign exchange (gain) loss on long-term debt		(126.4)	70.2
Income before income taxes		175.0	73.3
Income tax expense	15	14.0	30.8
Net income from continuing operations		161.0	42.5
Net loss from discontinued operations	17	(10.9)	(49.9)
Net income (loss)		\$150.1	\$(7.4)
Attributable to shareholders		\$150.2	\$(7.6)
Attributable to non-controlling interest		\$(0.1)	\$0.2
Basic earnings per share - continuing operations	11	\$2.21	\$0.56
Diluted earnings per share - continuing operations	11	\$2.19	\$0.56
Basic loss per share - discontinued operations	11	\$(0.15)	\$(0.66)
Diluted loss per share - discontinued operations	11	\$(0.15)	\$(0.66)
Basic earnings (loss) per share	11	\$2.06	\$(0.10)
Diluted earnings (loss) per share	11	\$2.04	\$(0.10)

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



BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF TOTAL COMPREHENSIVE INCOME (LOSS)

[Unaudited]
[in millions of Canadian dollars]

	Notes	Three-month periods ended	
		April 30, 2025	April 30, 2024
Net income (loss)		\$150.1	\$(7.4)
Other comprehensive income (loss)			
Items that will be reclassified subsequently to net income			
Net changes in fair value of derivatives designated as cash flow hedges		29.7	(21.1)
Net changes in unrealized gain (loss) on translation of foreign operations		57.9	(2.8)
Income tax (expense) recovery		(6.2)	5.7
		81.4	(18.2)
Items that will not be reclassified subsequently to net income			
Actuarial gains on defined benefit pension plans		3.6	11.0
Gain (loss) on fair value of restricted investments		(0.3)	0.1
Income tax expense		(0.7)	(2.8)
		2.6	8.3
Total other comprehensive income (loss)		84.0	(9.9)
Total comprehensive income (loss)		\$234.1	\$(17.3)
Attributable to shareholders		\$234.2	\$(17.8)
Attributable to non-controlling interest		(0.1)	0.5
Total comprehensive income (loss) attributable to shareholders			
Continuing operations		\$237.1	\$29.6
Discontinued operations	17	(2.9)	(47.4)
		\$234.2	\$(17.8)

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



BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

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

	Notes	April 30, 2025	January 31, 2025
			Reclassified (Note 2)
Cash and cash equivalents		\$314.1	\$180.7
Trade and other receivables		557.3	633.5
Income taxes and investment tax credits receivable		124.1	140.4
Other financial assets	3	77.9	82.1
Inventories	4	1,806.6	1,774.1
Other current assets	5	53.2	63.9
Assets classified as held for sale	17	261.6	292.7
Total current assets		3,194.8	3,167.4
Investment tax credits receivable		26.5	23.6
Other financial assets	3	30.9	26.6
Property, plant and equipment		1,913.1	1,938.8
Intangible assets		605.4	603.8
Right-of-use assets		193.6	182.8
Deferred income taxes		373.0	345.7
Other non-current assets	5	4.9	4.7
Total non-current assets		3,147.4	3,126.0
Total assets		\$6,342.2	\$6,293.4
Trade payables and accruals		1,290.0	1,231.4
Provisions	6	771.1	797.1
Other financial liabilities	7	57.7	86.2
Income tax payable		26.0	44.3
Deferred revenues		64.6	71.3
Current portion of long-term debt	8	53.6	53.8
Current portion of lease liabilities		51.2	47.1
Liabilities associated to assets classified as held for sale	17	67.0	83.2
Total current liabilities		2,381.2	2,414.4
Long-term debt	8	2,744.3	2,871.3
Lease liabilities		162.6	158.2
Provisions	6	129.9	147.3
Other financial liabilities	7	74.3	80.2
Deferred revenues		86.2	95.3
Employee future benefit liabilities		193.7	194.0
Deferred income taxes		66.3	58.8
Other non-current liabilities		34.2	27.1
Total non-current liabilities		3,491.5	3,632.2
Total liabilities		5,872.7	6,046.6
Equity		469.5	246.8
Total liabilities and equity		\$6,342.2	\$6,293.4

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 three-month period ended April 30, 2025

	Attributed to shareholders					Total	Non-controlling interests	Total equity
	Capital Stock (Note 9)	Contributed surplus	Retained earnings (losses)	Translation of foreign operations	Cash-flow hedges			
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)	—	—	150.2	—	—	150.2	(0.1)	150.1
Other comprehensive income	—	—	2.6	57.9	23.5	84.0	—	84.0
Total comprehensive income (loss)	—	—	152.8	57.9	23.5	234.2	(0.1)	234.1
Dividends	—	—	(15.6)	—	—	(15.6)	—	(15.6)
Stock-based compensation	—	4.2 ^[a]	—	—	—	4.2	—	4.2
Balance as at April 30, 2025	\$251.0	\$87.2	\$99.9	\$36.4	\$(10.4)	\$464.1	\$5.4	\$469.5

^[a] Includes \$0.1 million of income tax expense.

For the three-month period ended April 30, 2024

	Attributed to shareholders					Total	Non-controlling interests	Total equity
	Capital Stock (Note 9)	Contributed surplus	Retained earnings	Translation of foreign operations	Cash-flow hedges			
Balance as at January 31, 2024	\$248.5	\$71.8	\$443.1	\$0.6	\$44.9	\$808.9	\$5.0	\$813.9
Net income (loss)	—	—	(7.6)	—	—	(7.6)	0.2	(7.4)
Other comprehensive income (loss)	—	—	8.3	(3.1)	(15.4)	(10.2)	0.3	(9.9)
Total comprehensive income (loss)	—	—	0.7	(3.1)	(15.4)	(17.8)	0.5	(17.3)
Dividends	—	—	(15.8)	—	—	(15.8)	—	(15.8)
Issuance of subordinate shares	11.5	(3.0)	—	—	—	8.5	—	8.5
Repurchase of subordinate shares	(3.7)	(89.0)	(46.8)	—	—	(139.5)	—	(139.5)
Stock-based compensation	—	4.5 ^[a]	—	—	—	4.5	—	4.5
Balance as at April 30, 2024	\$256.3	\$(15.7)	\$381.2	\$(2.5)	\$29.5	\$648.8	\$5.5	\$654.3

^[a] Includes \$0.1 million of income tax recovery.

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



BRP Inc.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

[Unaudited]
[in millions of Canadian dollars]

	Notes	Three-month periods ended	
		April 30, 2025	April 30, 2024
OPERATING ACTIVITIES			
Net income (loss)		\$150.1	\$(7.4)
Non-cash and non-operating items:			
Depreciation expense		106.5	103.7
Income tax expense		10.7	14.4
Foreign exchange (gain) loss on long-term debt		(126.4)	70.2
Interest expense		42.8	45.0
Other		(0.3)	4.3
Cash flows generated from operations before changes in working capital		183.4	230.2
Changes in working capital:			
Decrease in trade and other receivables		80.9	156.2
Increase in inventories		(8.4)	(17.6)
Increase in other assets		(7.8)	—
Increase (decrease) in trade payables and accruals		51.7	(178.6)
Increase in other financial liabilities		0.4	17.8
(Decrease) increase in provisions		(36.8)	39.0
Decrease in other liabilities		(7.7)	(29.8)
Cash flows generated from operations		255.7	217.2
Income taxes paid, net of refunds		(41.2)	(75.8)
Net cash flows generated from operating activities		214.5	141.4
INVESTING ACTIVITIES			
Additions to property, plant and equipment		(45.1)	(66.8)
Additions to intangible assets		(9.4)	(8.4)
Other		3.1	1.1
Net cash flows used in investing activities		(51.4)	(74.1)
FINANCING ACTIVITIES			
Repayment of long-term debt	8	(6.9)	(6.5)
Repayment of lease liabilities		(14.0)	(12.8)
Interest paid		(41.9)	(43.7)
Issuance of subordinate voting shares		—	8.5
Repurchase of subordinate voting shares	9	—	(47.3)
Dividends paid		(15.6)	(15.8)
Other		(0.5)	(0.1)
Net cash flows used in financing activities		(78.9)	(117.7)
Effect of exchange rate changes on cash and cash equivalents		48.1	(24.0)
Net increase (decrease) in cash and cash equivalents		132.3	(74.4)
Cash and cash equivalents at the beginning of period		180.0	491.8
Cash and cash equivalents at the end of period		\$312.3	\$417.4

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 17.

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-month periods ended April 30, 2025 and 2024

[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 (“CDPQ”), (collectively, the “Principal Shareholders”). BRP’s subordinate voting shares are listed in Canada on the Toronto Stock Exchange under the symbol DOO and in the United States on the Nasdaq Global Select Market under the symbol DOOO.

BRP and its subsidiaries (the “Company”) design, develop, manufacture and sell powersports vehicles and marine products. The Company’s Powersports segment comprises “Year-Round Products” which consists of all-terrain vehicles, side-by-side vehicles, three-wheel vehicles and two-wheel vehicles; “Seasonal Products” which consists of snowmobiles, personal watercraft and pontoons; and “PA&A and OEM Engines” which consists of parts, accessories and apparel (“PA&A”), engines for karts, recreational aircraft and jet boats, and other services. Additionally, the Company’s Marine segment consists of boats, pontoons, outboard engines and other 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.

During the three-month period ended April 30, 2025, the Company has decided that its Marine PA&A business is no longer for sale. Following this decision, Marine PA&A business is presented as continued operations and the associated assets and liabilities are no longer held for sale as at April 30, 2025. Prior periods have been reclassified accordingly.

As announced on October 17, 2024, the Company’s Marine businesses, namely Alumacraft, Manitou and Telwater (Quintrex, Stacer, Savage and Yellowfin) remain under the sale process. Consequently, these businesses are presented as discontinued operations and the associated assets and liabilities as held for sale as at April 30, 2025 (Note 17).

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-month periods ended April 30, 2025 and 2024 have been prepared using accounting policies consistent with IFRS® Accounting Standards as issued by the International Accounting Standards Board (“IFRS”) and in accordance with IAS 34 “Interim Financial Reporting”. These unaudited condensed consolidated interim financial statements for the three-month periods ended April 30, 2025 and 2024 follow the same accounting policies as the audited consolidated financial statements for the year ended January 31, 2025 and, as such, should be read in conjunction with them.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[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 Co. Ltd in China for which a non-controlling interest of 20% is 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 of the Company's products are higher in the period immediately preceding and during their particular 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 May 28, 2025, the Board of Directors of the Company approved these unaudited condensed consolidated interim financial statements for the three-month periods ended April 30, 2025 and 2024.

Discontinued operations and assets and liabilities held for sale

The assets of a disposal group are classified as held for sale when their carrying amount will be recovered principally through a sale transaction rather than through continuing use. Assets must be available for immediate sale in their present condition and a sale transaction must be highly probable. The assets of a disposal group classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits and financial assets which are specifically exempt from this measurement requirement.

A disposal group qualifies as discontinued operations if it is a component of the entity that either has been disposed of, or is classified as held for sale, and represents a separate major line of business or geographical area of operations, is part of a single coordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. Classification as a discontinued operation occurs at the earlier of the date on which an operation meets the criteria to be classified as held-for-sale or disposal.

The assets of a disposal group classified as held for sale are presented separately from the other assets in the consolidated statement of financial position. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the consolidated statement of financial position.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

2. BASIS OF PREPARATION [CONTINUED]

The non-current assets of a disposal group are not depreciated or amortized while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognized.

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount of net income from discontinued operations in the consolidated income statement and a single amount of comprehensive income from discontinued operations in the consolidated statement of comprehensive income.

When an operation is classified as a discontinued operation, the comparative consolidated income statement is reclassified as if the operation had been discontinued from the beginning of the comparative year.

When a component ceases to be classified as held-for-sale, the related operations are reclassified as continued operations. The operations are presented as continued operations in the current period and prior periods are reclassified consistently.

3. OTHER FINANCIAL ASSETS

The Company's other financial assets were as follows, as at:

	April 30, 2025	January 31, 2025
		Reclassified (Note 2)
Restricted investments ^[a]	\$15.0	\$14.7
Derivative financial instruments	15.7	27.3
Advances to suppliers related to property, plant and equipment	18.2	10.6
Other	59.9	56.1
Total other financial assets	\$108.8	\$108.7
Current	77.9	82.1
Non-current ^[b]	30.9	26.6
Total other financial assets	\$108.8	\$108.7

^[a] The restricted investments are publicly traded bonds that can only be used for severance payments and pension costs associated with Austrian pension plans, and are not available for general corporate use.

^[b] The non-current portion is mainly attributable to derivative financial instruments and restricted investments.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

4. INVENTORIES

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

	April 30, 2025	January 31, 2025
		Reclassified (Note 2)
Materials and work in progress	\$731.1	\$709.0
Finished products	717.1	693.4
Parts, accessories and apparel	358.4	371.7
Total inventories	\$1,806.6	\$1,774.1

The Company recognized in the condensed consolidated interim statements of net income (loss) during the three-month period ended April 30, 2025, a write-down on inventories of \$4.7 million (\$11.0 million during the three-month period ended April 30, 2024).

5. OTHER ASSETS

The Company's other assets were as follows, as at:

	April 30, 2025	January 31, 2025
		Reclassified (Note 2)
Prepays	\$44.6	\$52.6
Deferred financing cost	5.8	6.1
Other	7.7	9.9
Total other assets	\$58.1	\$68.6
Current	53.2	63.9
Non-current	4.9	4.7
Total other assets	\$58.1	\$68.6



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

6. PROVISIONS

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

	April 30, 2025	January 31, 2025
		Reclassified (Note 2)
Product-related	\$854.4	\$881.8
Restructuring	13.6	20.1
Other	33.0	42.5
Total provisions	\$901.0	\$944.4
Current	771.1	797.1
Non-current	129.9	147.3
Total provisions	\$901.0	\$944.4

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	Restructuring	Other	Total
Balance as at January 31, 2025				
Reclassified (Note 2)	\$881.8	\$20.1	\$42.5	\$944.4
Expensed during the period	304.9	2.7	7.7	315.3
Paid during the period	(308.4)	(7.6)	(16.5)	(332.5)
Reversed during the period	(2.7)	(1.5)	(0.1)	(4.3)
Effect of foreign currency exchange rate changes	(22.3)	(0.1)	(0.6)	(23.0)
Unwinding of discount and effect of changes in discounting estimates	1.1	—	—	1.1
Balance as at April 30, 2025	\$854.4	\$13.6	\$33.0	\$901.0

7. OTHER FINANCIAL LIABILITIES

The Company's other financial liabilities were as follows, as at:

	April 30, 2025	January 31, 2025
		Reclassified (Note 2)
Dealer holdback programs and customer deposits	\$42.5	\$39.8
Due to Bombardier Inc.	22.5	22.7
Derivative financial instruments	26.7	64.3
Non-controlling interest liability	25.1	23.4
Other	15.2	16.2
Total other financial liabilities	\$132.0	\$166.4
Current	57.7	86.2
Non-current ^[a]	74.3	80.2
Total other financial liabilities	\$132.0	\$166.4

^[a] The non-current portion is mainly comprised of the amount due to Bombardier Inc. in connection with indemnification related to income taxes and the amount of the non-controlling interest liability.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

8. 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 April 30, 2025, the Company had no outstanding amount drawn on the Revolving Credit Facility (nil as at January 31, 2025). Commitment fees on the undrawn amount of the Revolving Credit Facility, varying from 0.25% to 0.40%, were 0.30%.

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 April 30, 2025, in Canadian dollars, was either the CORRA plus 2.00% or the Canadian Prime Rate plus 1.00%. In U.S. dollars, it was either the SOFR plus 2.00%, the U.S. Base Rate plus 1.00% or the U.S. Prime Rate plus 1.00%. In Euros, it was the EURIBOR plus 2.00%.

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 \$1,353.4 million as at April 30, 2025.

Long-Term Debt

As at April 30, 2025 and January 31, 2025, the maturity dates, interest rates, outstanding nominal amounts and carrying amounts of long-term debt were as follows:

				April 30, 2025	
	Maturity date	Contractual interest rate	Effective interest rate	Outstanding nominal amount	Carrying amount
Term Facility					
Term Loan B-1	May 2027	6.42%	6.42%	U.S. \$465.7	\$643.2 ^[a]
Term Loan B-2	December 2029	7.07%	7.07%	U.S. \$487.6	673.4 ^[a]
Term Loan B-3	January 2031	7.07%	7.21%	U.S. \$985.0	1,351.5 ^[a]
Term Loans	Jun. 2025 to Dec. 2030	0.93% to 3.57%	2.48% to 6.50%	€86.9	129.8
Total long-term debt					\$2,797.9
Current					53.6
Non-current					2,744.3
Total long-term debt					\$2,797.9

^[a] Net of unamortized transaction costs of nil for Term Loan B-1, nil for Term Loan B-2 and \$8.7 million for Term Loan B-3.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

8. DEBT [CONTINUED]

	Maturity date	Contractual interest rate	Effective interest rate	January 31, 2025	
				Outstanding nominal amount	Carrying amount
Term Facility					
Term Loan B-1	May 2027	6.41%	6.61%	U.S. \$465.7	\$673.6 ^[a]
Term Loan B-2	December 2029	7.06%	7.31%	U.S. \$488.8	706.9 ^[a]
Term Loan B-3	January 2031	7.06%	7.20%	U.S. \$987.5	1,418.8 ^[a]
Term Loans	Mar. 2025 to Dec. 2030	0.93% to 3.89%	2.02% to 6.50%	€88.0	125.8
Total long-term debt					\$2,925.1
Current					53.8
Non-current					2,871.3
Total long-term debt					\$2,925.1

^[a] Net of unamortized transaction costs of nil for Term Loan B-1, nil for Term Loan B-2 and \$9.4 million for Term Loan B-3.

The following table explains the changes in long-term debt during the three-month period ended April 30, 2025:

	Carrying amount as at January 31, 2025	Statements of cash flows		Non-cash changes		Carrying amount as at April 30, 2025
		Issuance	Repayment	Effect of foreign currency exchange rate changes	Other	
Term Facility	\$2,799.3	\$—	\$(5.2)	\$(126.4)	\$0.4	\$2,668.1
Term Loans	125.8	—	(1.7)	5.3	0.4	129.8
Total	\$2,925.1	\$—	\$(6.9)	\$(121.1)	\$0.8	\$2,797.9

a) Term Facility

As at April 30, 2025, the cost of borrowing under the Term Loan B-1 was as follows:

- (i) Term SOFR plus 2.00% per annum, with a Term SOFR floor of 0.00%; or
- (ii) U.S. Base Rate plus 1.00%; or
- (iii) U.S. Prime Rate plus 1.00%

As at April 30, 2025, the cost of borrowing under the Term Loan B-2 was as follows:

- (i) Term SOFR, plus 2.75% per annum, with a Term SOFR floor of 0.50%

As at April 30, 2025, the cost of borrowing under the Term Loan B-3 was as follows:

- (i) Term SOFR, plus 2.75% 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.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

8. DEBT [CONTINUED]

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. \$3.7 million (\$5.2 million) during the three-month period ended April 30, 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 April 30, 2025 and 2024, the Company was not required to repay any portion of the Term Facility under this requirement.

9. 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, 2025	34,512,399	\$247.9
Issued upon exercise of stock options	277	—
Balance as at April 30, 2025	34,512,676	\$247.9
Multiple voting shares		
Balance as at January 31, 2025	38,519,358	\$3.1
Balance as at April 30, 2025	38,519,358	\$3.1
Total outstanding as at April 30, 2025	73,032,034	\$251.0

a) Normal course issuer bid program (“NCIB”)

During the three-month period ended April 30, 2025, the Company did not repurchase subordinate voting shares under the NCIB that was announced and started during the fiscal year ended January 31, 2025.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

10. 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 unit grants.

a) Stock options

During the three-month period ended April 30, 2025 and 2024, the Company granted respectively 752,300 and 417,870 stock options to eligible officers and employees to acquire subordinate voting shares at an average exercise price of \$49.78 and \$98.67 respectively. The fair value of the options at the grant date was \$17.28 and \$39.98, 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 three-month period ended April 30, 2025 and 2024, the Company granted respectively 230,020 and 167,800 restricted share units. The restricted share units were granted to eligible employees at a share price of \$50.33 and \$98.67 respectively. The restricted share units that were granted during the three-month period ended April 30, 2025 are time vesting and 33% of the units will vest on each of the first, second and third anniversary of the grant. The restricted share units granted during the three-month period ended April 30, 2024 fully vest after three years of continuous employment from the date 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.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

11. EARNINGS PER SHARE

a) Basic earnings per share

Details of basic earnings per share were as follows:

	Three-month periods ended	
	April 30, 2025	April 30, 2024
Net income attributable to shareholders - continuing operations	\$161.1	\$42.3
Net loss attributable to shareholders - discontinued operations	(10.9)	(49.9)
Net income (loss) attributable to shareholders	\$150.2	\$(7.6)
Weighted average number of shares	73,031,821	74,897,906
Basic earnings per share - continuing operations	\$2.21	\$0.56
Basic loss per share - discontinued operations	(0.15)	(0.66)
Basic earnings (loss) per share	\$2.06	\$(0.10)

b) Diluted earnings per share

Details of diluted earnings per share were as follows:

	Three-month periods ended	
	April 30, 2025	April 30, 2024
Net income attributable to shareholders - continuing operations	\$161.1	\$42.3
Net loss attributable to shareholders - discontinued operations	(10.9)	(49.9)
Net income (loss) attributable to shareholders	\$150.2	\$(7.6)
Weighted average number of shares	73,031,821	74,897,906
Dilutive effect of stock options	481,956	1,138,239
Weighted average number of diluted shares	73,513,777	76,036,145
Diluted earnings per share - continuing operations	\$2.19	\$0.56
Diluted loss per share - discontinued operations	(0.15)	(0.66)
Diluted earnings (loss) per share	\$2.04	\$(0.10)

Excluded from the above calculation are 2,829,191 options for the three-month period ended April 30, 2025 (1,915,040 for the three-month period ended April 30, 2024), which were deemed to be anti-dilutive.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

12. REVENUES

Details of revenues were as follows:

	Three-month periods ended	
	April 30, 2025	April 30, 2024
		Reclassified (Note 2)
Year-Round Products	\$1,105.8	\$1,157.8
Seasonal Products	419.2	535.1
PA&A and OEM Engines	321.9	307.0
	\$1,846.9	\$1,999.9

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

	Three-month periods ended	
	April 30, 2025	April 30, 2024
		Reclassified (Note 2)
United States	\$1,009.7	\$1,201.3
Canada	225.8	267.8
Europe	307.4	281.4
Asia Pacific	138.5	117.4
Latin America	163.2	128.7
Other	2.3	3.3
	\$1,846.9	\$1,999.9



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

13. OTHER OPERATING EXPENSES

Details of other operating expenses were as follows:

	Three-month periods ended	
	April 30, 2025	April 30, 2024
		Reclassified (Note 2)
Foreign exchange loss (gain) on working capital elements	\$20.3	\$(8.3)
(Gain) loss on forward exchange contracts	(11.8)	9.1
Restructuring costs	0.5	14.2
Other	1.6	0.5
Total	\$10.6	\$15.5

14. FINANCING COSTS AND INCOME

Details of financing costs and financing income were as follows:

	Three-month periods ended	
	April 30, 2025	April 30, 2024
		Reclassified (Note 2)
Interest on long-term debt	\$38.4	\$41.6
Interest on lease liabilities	2.3	1.9
Net interest on employee future benefit liabilities	1.9	1.5
Interest and commitment fees on revolving credit facilities	2.0	1.4
Other	2.0	2.2
Financing costs	46.6	48.6
Financing income	(1.3)	(1.8)
Net financing costs	\$45.3	\$46.8



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

15. INCOME TAXES

Details of income tax expense were as follows:

	Three-month periods ended	
	April 30, 2025	April 30, 2024
		Reclassified (Note 2)
Current income tax expense		
Related to current year	\$44.7	\$62.1
Related to prior years	(0.5)	0.2
	<u>44.2</u>	<u>62.3</u>
Deferred income tax recovery		
Temporary differences	(14.0)	(41.3)
(Decrease) increase in valuation allowance	(16.2)	9.8
	<u>(30.2)</u>	<u>(31.5)</u>
Income tax expense	<u>\$14.0</u>	<u>\$30.8</u>

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

	Three-month periods ended			
	April 30, 2025	April 30, 2024		
			Reclassified (Note 2)	
Income taxes calculated at statutory rates	\$46.4	26.5%	\$19.4	26.5%
Increase (decrease) resulting from:				
Income tax rate differential of foreign subsidiaries	0.2		0.2	
(Decrease) increase in valuation allowance	(16.2)		9.8	
Recognition of income taxes on foreign currency translation	(1.7)		(6.4)	
Recognition of income taxes on inflation	(1.2)		(1.6)	
Permanent differences ^[a]	(15.2)		9.6	
Adjustments in respect of prior years and other	1.7		(0.2)	
Income tax expense	<u>\$14.0</u>		<u>\$30.8</u>	

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



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

16. 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 April 30, 2025	
	Fair value level	Carrying amount	Fair value
Restricted investments (Note 3)	Level 2	\$15.0	\$15.0
Non-controlling interest liability (Note 7)	Level 3	\$(25.1)	\$(25.1)
Derivative financial instruments			
Forward exchange contracts			
Assets		\$5.9	\$5.9
Liabilities		(18.3)	(18.3)
Interest rate cap		9.8	9.8
Other		(8.4)	(8.4)
	Level 2	\$(11.0)	\$(11.0)
Long-term debt (including current portion)			
Term Facility (Note 8)	Level 1	\$(2,668.1)	\$(2,596.0)
Term Loans (Note 8)	Level 2	(129.8)	(137.1)
		\$(2,797.9)	\$(2,733.1)

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.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

16. FINANCIAL INSTRUMENTS [CONTINUED]

Cash includes \$4.4 million held by BRP Saint Petersburg LLC (\$4.0 million as at January 31, 2025). 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 April 30, 2025:

	Less than 1 year	1-3 years	4-5 years	More than 5 years	Total amount
Trade payables and accruals	\$1,290.0	\$—	\$—	\$—	\$1,290.0
Long-term debt (including interest)	235.0	1,067.7	996.4	1,362.4	3,661.5
Lease liabilities (including interest)	58.8	82.0	47.4	54.2	242.4
Derivative financial instruments	16.8	9.9	—	—	26.7
Other financial liabilities	40.9	29.3	1.3	33.8	105.3
Total	\$1,641.5	\$1,188.9	\$1,045.1	\$1,450.4	\$5,325.9

17. DISCONTINUED OPERATIONS

On October 17, 2024, the Company announced that it had initiated a process for the sale of its Marine businesses namely Alumacraft, Manitou, Telwater (Quintrex, Stacer, Savage and Yellowfin) and Marine PA&A.

Telwater and Alumacraft

On April 1, 2025, the Company announced the definitive agreements to sell 100% of the outstanding shares of Telwater Pty, Ltd. to Yamaha Motor Australia Pty, Ltd. and Alumacraft's assets to Bryton Marine Group. The combined consideration totaled approximately \$150.0 million U.S. dollars (\$207.1 million) and is subject to customary adjustments. Closing of these transactions, which are subject to closing conditions including regulatory approvals, is expected before the end of the second quarter of Fiscal 2026. Telwater and Alumacraft are presented as discontinued operations and the associated assets and liabilities as held for sale as at April 30, 2025.

Marine parts, accessories, and apparel

During the three-month period ended April 30, 2025, the Company has decided that its Marine PA&A business is no longer for sale. Following this decision, Marine PA&A business is presented as continued operations and the associated assets and liabilities are no longer held for sale as at April 30, 2025. Prior periods have been reclassified accordingly.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

17. DISCONTINUED OPERATIONS [CONTINUED]

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

	Three-month periods ended	
	April 30, 2025	April 30, 2024
		Reclassified (Note 2)
Revenues	\$63.0	\$31.7
Cost of sales	66.4	73.5
Gross loss	(3.4)	(41.8)
Operating expenses		
Selling and marketing	6.3	8.0
Research and development	4.8	7.1
General and administrative	2.8	7.8
Other operating (income) expenses	(3.1)	1.6
Total operating expenses	10.8	24.5
Operating loss	(14.2)	(66.3)
Financing costs	—	0.1
Loss before income taxes	(14.2)	(66.4)
Income tax recovery	(3.3)	(16.5)
Net loss from discontinued operations	\$(10.9)	\$(49.9)

	Three-month periods ended	
	April 30, 2025	April 30, 2024
Net loss from discontinued operations ^[a]	\$(10.9)	\$(49.9)
Net changes in unrealized gain on translation of foreign operations	8.0	2.5
Total comprehensive loss from discontinued operations ^[a]	\$(2.9)	\$(47.4)

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



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three-month periods ended April 30, 2025 and 2024

[Unaudited]

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

17. DISCONTINUED OPERATIONS [CONTINUED]

As at April 30, 2025, the carrying amount of assets and liabilities presented as held for sale is as follows:

	April 30, 2025	January 31, 2025
		Reclassified (Note 2)
Trade and other receivables	\$12.6	\$8.2
Inventories	45.3	66.6
Property, plant and equipment	93.6	98.5
Intangible assets	36.1	36.9
Deferred tax assets	73.4	80.6
Other assets	0.6	1.9
Assets classified as held for sale	\$261.6	\$292.7
Trade payables and accruals	\$20.5	\$22.5
Provisions	32.3	42.6
Lease liabilities	6.2	6.7
Other liabilities	8.0	11.4
Liabilities associated to assets classified as held for sale	\$67.0	\$83.2
Assets net of liabilities held for sale	\$194.6	\$209.5

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

	Three-month periods ended	
	April 30, 2025	April 30, 2024
Net cash flows used in operating activities	\$(1.1)	\$(52.1)
Net cash flows used in investing activities	(0.9)	(2.9)
Net cash flows from financing activities	0.8	62.2
Net cash flows (used in) from discontinued operations	\$(1.2)	\$7.2

18. SUBSEQUENT EVENTS

On May 1, 2025, the Company closed the sale of Alumacraft's assets to Bryton Marine Group.

