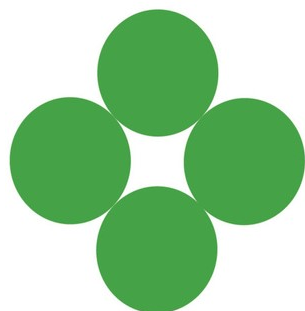


Interim Condensed Consolidated Financial Statements

August 2, 2025



Interim Condensed Consolidated Financial Statements

Table of Contents

Condensed Consolidated Balance Sheets	2
Condensed Consolidated Statements of Earnings	3
Condensed Consolidated Statements of Comprehensive Income	4
Condensed Consolidated Statements of Changes in Shareholders' Equity	5
Condensed Consolidated Statements of Cash Flows	6
Notes to the Interim Condensed Consolidated Financial Statements	
Note 1 Reporting entity	7
Note 2 Basis of preparation	7
Note 3 Summary of material accounting policy information	7
Note 4 Inventories	8
Note 5 Long-term debt	8
Note 6 Sales	9
Note 7 Other income	10
Note 8 Finance costs, net	10
Note 9 Income taxes recognized in other comprehensive loss	10
Note 10 Supplementary cash flow information	11
Note 11 Business acquisitions	11
Note 12 Financial instruments	12
Note 13 Stock-based compensation	12
Note 14 Related party transactions	13
Note 15 Employee future benefits	13

Condensed Consolidated Balance Sheets		August 2	May 3	August 3
Unaudited (in millions of Canadian dollars)		2025	2025	2024
	Note			
ASSETS				
Current assets				
Cash and cash equivalents		\$ 364	\$ 285	\$ 279
Receivables		679	668	623
Inventories	4	1,870	1,833	1,810
Prepaid expenses		199	173	185
Lease and other receivables		178	135	115
Income taxes receivable		10	13	16
Total current assets		3,300	3,107	3,028
Non-current assets				
Lease and other receivables		567	633	633
Investments in affiliate		57	57	57
Investments, at equity		22	14	-
Other assets		47	43	61
Property and equipment		3,646	3,663	3,565
Right-of-use assets		4,956	4,964	4,977
Investment property		167	168	164
Intangibles		1,120	1,123	1,100
Goodwill		1,773	1,773	1,785
Deferred tax assets		257	241	296
Total assets		\$ 15,912	\$ 15,786	\$ 15,666
LIABILITIES				
Current liabilities				
Accounts payable and accrued liabilities		\$ 3,031	\$ 3,143	\$ 3,012
Income taxes payable		24	24	29
Provisions		46	41	51
Long-term debt due within one year	5	215	225	226
Lease liabilities due within one year		604	597	587
Other liabilities due within one year		35	33	-
Total current liabilities		3,955	4,063	3,905
Non-current liabilities				
Provisions		34	34	44
Long-term debt	5	1,010	804	850
Long-term lease liabilities		5,743	5,785	5,781
Other long-term liabilities		295	279	293
Employee future benefits		163	154	160
Deferred tax liabilities		148	143	148
Total liabilities		11,348	11,262	11,181
EQUITY				
Equity attributable to Owners of the Company				
Capital stock		2,878	2,878	2,878
Contributed surplus		118	122	128
Retained earnings		1,430	1,386	1,342
Accumulated other comprehensive income		2	4	4
Total equity attributable to Owners of the Company		4,428	4,390	4,352
Non-controlling interest		136	134	133
Total equity		4,564	4,524	4,485
Total liabilities and equity		\$ 15,912	\$ 15,786	\$ 15,666

See accompanying notes to the Interim Condensed Consolidated Financial Statements.

On Behalf of the Board
(signed) "James Dickson"

Director

(signed) "Michael Medline"

Director

Condensed Consolidated Statements of Earnings		August 2	August 3
Unaudited (in millions of Canadian dollars)		2025	2024
	Note	13 Weeks	13 Weeks
Sales	6	\$ 8,258	\$ 8,137
Other income	7	16	42
Operating expenses			
Cost of sales		6,023	6,011
Selling and administrative expenses		1,883	1,809
Operating income		368	359
Finance costs, net	8	69	72
Earnings before income taxes		299	287
Income tax expense		75	68
Net earnings		\$ 224	\$ 219
Earnings for the period attributable to:			
Owners of the Company		\$ 206	\$ 198
Non-controlling interest		18	21
		\$ 224	\$ 219

See accompanying notes to the Interim Condensed Consolidated Financial Statements.

Condensed Consolidated Statements of Comprehensive Income		August 2 2025 13 Weeks	August 3 2024 13 Weeks
Unaudited (in millions of Canadian dollars)	Note		
Net earnings		\$ 224	\$ 219
Other comprehensive loss, net			
Items that will be reclassified subsequently to net earnings			
Unrealized (losses) gains on derivatives designated as cash flow hedges (net of tax)	9	(2)	3
Items that will not be reclassified subsequently to net earnings			
Actuarial losses on defined benefit plans (net of tax)	9	(7)	(8)
Total other comprehensive loss, net		(9)	(5)
Total comprehensive income		\$ 215	\$ 214
Total comprehensive income for the period attributable to:			
Owners of the Company		\$ 197	\$ 193
Non-controlling interest		18	21
		\$ 215	\$ 214

See accompanying notes to the Interim Condensed Consolidated Financial Statements.

Condensed Consolidated Statements of Changes in Shareholders' Equity

Unaudited (in millions of Canadian dollars)

	Note	Attributable to Owners of the Company					Total	Non-controlling Interest	Total Equity
		Capital Stock	Contributed Surplus	Accumulated Other Comprehensive Income	Retained Earnings				
Balance at May 3, 2025		\$ 2,878	\$ 122	\$ 4	\$ 1,386	\$ 4,390	\$ 134	\$ 4,524	
Net earnings		-	-	-	206	206	18	224	
Other comprehensive loss		-	-	(2)	(7)	(9)	-	(9)	
Total comprehensive (loss) income for the period		-	-	(2)	199	197	18	215	
Dividends paid	14	-	-	-	(138)	(138)	(1)	(139)	
Dividends paid to non-controlling interest	14	-	-	-	(1)	(1)	1	-	
Equity based compensation, net		-	(4)	-	-	(4)	-	(4)	
Capital transactions with structured entities		-	-	-	-	-	(14)	(14)	
Revaluation of put options		-	-	-	(16)	(16)	(2)	(18)	
Transactions with owners		-	(4)	-	(155)	(159)	(16)	(175)	
Balance at August 2, 2025		\$ 2,878	\$ 118	\$ 2	\$ 1,430	\$ 4,428	\$ 136	\$ 4,564	

	Note	Attributable to Owners of the Company					Total	Non-controlling Interest	Total Equity
		Capital Stock	Contributed Surplus	Accumulated Other Comprehensive (Loss) Income	Retained Earnings				
Balance at May 4, 2024		\$ 2,878	\$ 148	\$ 1	\$ 1,280	\$ 4,307	\$ 128	\$ 4,435	
Net earnings		-	-	-	198	198	21	219	
Other comprehensive income (loss)		-	-	3	(8)	(5)	-	(5)	
Total comprehensive income for the period		-	-	3	190	193	21	214	
Dividends paid	14	-	-	-	(135)	(135)	(1)	(136)	
Dividends paid to non-controlling interest	14	-	-	-	(1)	(1)	1	-	
Equity based compensation, net		-	(20)	-	-	(20)	-	(20)	
Capital transactions with structured entities		-	-	-	-	-	(11)	(11)	
Revaluation of put options		-	-	-	8	8	(5)	3	
Transactions with owners		-	(20)	-	(128)	(148)	(16)	(164)	
Balance at August 3, 2024		\$ 2,878	\$ 128	\$ 4	\$ 1,342	\$ 4,352	\$ 133	\$ 4,485	

See accompanying notes to the Interim Condensed Consolidated Financial Statements.

Condensed Consolidated Statements of Cash Flows		August 2	August 3
Unaudited (in millions of Canadian dollars)		2025	2024
	Note	13 Weeks	13 Weeks
Operations			
Net earnings		\$ 224	\$ 219
Adjustments for:			
Depreciation		258	245
Income tax expense		75	68
Finance costs, net	8	69	72
Amortization of intangibles		31	30
Net gains on disposal of net assets	7	(2)	(39)
Net (gains) losses on lease modifications and terminations		(10)	1
Impairment losses of non-financial assets, net		3	12
Employee future benefits		-	(5)
Decrease in long-term provisions		(1)	(5)
Equity based compensation		1	7
Net change in non-cash working capital	10	(143)	(3)
Income taxes paid, net		(81)	(116)
Cash flows from operating activities		424	486
Investment			
Property, equipment and investment property purchases		(159)	(197)
Intangible purchases		(34)	(25)
Proceeds on disposal of assets		7	82
Proceeds on lease modifications and terminations		16	-
Increase in equity investments		(8)	-
Leases and other receivables, net		(11)	1
Other assets		(6)	(18)
Other liabilities		-	1
Business acquisitions	11	(2)	(10)
Payments received for finance subleases		23	22
Interest received		1	1
Cash flows used in investing activities		(173)	(143)
Financing			
Issuance of long-term debt		42	40
Advance on non-revolving credit facility		-	120
Repayments of long-term debt		(46)	(54)
Advances (repayments) on revolving credit facilities, net		200	(71)
Interest paid		(10)	(11)
Payments of lease liabilities (principal portion)		(141)	(137)
Payments of lease liabilities (interest portion)		(64)	(63)
Dividends paid		(139)	(136)
Non-controlling interest		(14)	(11)
Cash flows used in financing activities		(172)	(323)
Increase in cash and cash equivalents		79	20
Cash and cash equivalents, beginning of period		285	259
Cash and cash equivalents, end of period		\$ 364	\$ 279

See accompanying notes to the Interim Condensed Consolidated Financial Statements.

Note 1 Reporting entity

Sobeys Inc. (“Sobeys” or the “Company”) is incorporated in Canada. The address of its registered office of business is 115 King Street, Stellarton, Nova Scotia, B0K 1S0, Canada. The Interim Condensed Consolidated Financial Statements for the period ended August 2, 2025 include the accounts of Sobeys, including 100% owned Sobeys Capital Incorporated and Farm Boy, 51% owned Longo’s, all subsidiary companies and certain enterprises considered structured entities (“SEs”), where control is achieved on a basis other than through ownership of a majority of voting rights. The parent of the Company is Empire Company Limited (“Empire”). The principal operational activity of the Company is food retailing and as at August 2, 2025, its business was conducted in three operating segments: Sobeys National, Farm Boy and Longo’s. These operating segments have been aggregated into one reportable segment as they all share similar economic characteristics such as: product offerings, customer base and distribution methods. Sales includes corporate and franchise-owned food stores and includes convenience and fuel stores, retail pharmacy stores and in-store pharmacies, providing customers offerings in fresh and non-fresh grocery, fuel, pharmacy, health and beauty care and general merchandise. The Company’s business is affected by seasonality and the timing of holidays. The Company’s fiscal year ends on the first Saturday in May.

Note 2 Basis of preparation

Statement of compliance

The Interim Condensed Consolidated Financial Statements have been prepared in accordance with International Accounting Standard (“IAS”) 34, “Interim Financial Reporting”, as issued by the International Accounting Standards Board (“IASB”). Accordingly, certain information and note disclosures normally included in the annual Consolidated Financial Statements have been omitted or condensed. The Interim Condensed Consolidated Financial Statements should be read in conjunction with the Company’s annual audited Consolidated Financial Statements for the year ended May 3, 2025, which have been prepared in accordance with International Financial Reporting Standards as issued by the IASB (“IFRS Accounting Standards”).

The Interim Condensed Consolidated Financial Statements were authorized for issue by the Board of Directors on September 10, 2025.

Use of estimates, judgments and assumptions

The preparation of the Interim Condensed Consolidated Financial Statements requires management to make estimates, judgments and assumptions that affect the amounts reported on the Interim Condensed Consolidated Financial Statements and accompanying notes. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Estimates, judgments and assumptions that could have a significant impact on the amounts recognized in the Interim Condensed Consolidated Financial Statements are summarized in the Company’s annual audited Consolidated Financial Statements for the year ended May 3, 2025 and remain unchanged for the period ended August 2, 2025.

Note 3 Summary of material accounting policy information

These Interim Condensed Consolidated Financial Statements were prepared using the same accounting policies as disclosed in the Company’s annual audited Consolidated Financial Statements for the year ended May 3, 2025.

Standards, amendments and interpretations issued but not yet adopted

IFRS 9 Financial Instruments (“IFRS 9”) and IFRS 7 Financial Instruments: Disclosures (“IFRS 7”)

In May 2024, IASB issued limited amendments to IFRS 9 and IFRS 7. These amendments provide clarity on the timing of recognition and derecognition of financial assets and liabilities, the assessment of contractual cash flow characteristics, and the resulting classification and disclosure of financial assets with environmental, social, and governance linked or other contingent features. Additionally, the amendments clarify that a financial liability is derecognized on the settlement date, with the accounting policy choice to derecognize financial liability settled using an electronic payment system before the settlement date, provided specific conditions are met. Additional disclosures are required for financial instruments with contingent features and investments in equity instruments designated at fair value through other comprehensive income with these amendments.

These amendments are effective for annual reporting periods beginning on or after January 1, 2026. Early adoption is permitted, with an option to early adopt only the amendments to the classification of financial assets. The Company is assessing the potential impact of these amendments.

IFRS 18 Presentation and disclosure in financial statements ("IFRS 18")

In April 2024, the IASB issued IFRS 18 which replaces IAS 1. IFRS 18 introduces new requirements to improve the reporting of financial performance and give investors a better basis for analyzing and comparing companies. Specifically, it introduces:

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

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The Company is assessing the potential impact of this new standard.

Note 4 Inventories

The cost of inventories recognized as an expense during the period ended August 2, 2025 was \$6,023 million (August 3, 2024 - \$6,011 million). The Company recorded an expense during the period ended August 2, 2025 of \$3 million (August 3, 2024 - \$3 million) for write-down of inventories below cost to net realizable value for inventories on hand.

Note 5 Long-term debt

<i>(in millions of Canadian dollars)</i>	August 2, 2025	May 3, 2025	August 3, 2024
First mortgage loan, interest rate 5.11%, due 2033	\$ 3	\$ 3	\$ 4
Medium term notes, Series D, interest rate 6.06% due October 29, 2035	175	175	175
Medium term notes, Series E, interest rate 5.79% due October 6, 2036	125	125	125
Medium term notes, Series F, interest rate 6.64%, due June 7, 2040	150	150	150
Notes payable and other debt primarily at interest rates fluctuating with the prime rate, due 2026 - 2036 (May 3, 2025 due 2025 - 2036, August 3, 2024 due 2025 - 2036)	159	162	143
Credit facility, due on demand, interest rate fluctuates with the Canadian prime rate	68	82	77
Credit facility, due June 19, 2026, floating interest tied to the Canadian prime rate or CORRA	120	120	120
Credit facility, expiring November 4, 2027, floating interest tied to Canadian prime rate, bankers' acceptance rates or CORRA	428	215	284
	1,228	1,032	1,078
Interest payable on credit facilities	(1)	(1)	-
Unamortized transactions costs	(2)	(2)	(2)
	1,225	1,029	1,076
Less amount due within one year	215	225	226
	\$ 1,010	\$ 804	\$ 850

The following table reconciles the changes in cash flows from financing activities for long-term debt:

<i>(in millions of Canadian dollars)</i>	August 2 2025 13 Weeks	August 3 2024 13 Weeks
Opening balance	\$ 1,029	\$ 1,041
Issuance of long-term debt	42	40
Advance on non-revolving credit facility	-	120
Repayments of long-term debt	(46)	(54)
Advances (repayments) on revolving credit facilities, net	200	(71)
Total cash flows from long-term debt financing activities	196	35
Closing balance	\$ 1,225	\$ 1,076
Current	\$ 215	\$ 226
Non-current	1,010	850
Total	\$ 1,225	\$ 1,076

Pursuant to an agreement dated June 21, 2024, the Company entered into a senior, unsecured non-revolving term credit agreement in the amount of \$120 million, with a maturity date of June 20, 2025. On June 18, 2025, the Company amended this facility by extending its maturity date to June 19, 2026. As of August 2, 2025, the outstanding amount of this facility was \$120 million (August 3, 2024 - \$120 million). Interest payable on this facility fluctuates with changes in the Canadian prime rate or Canadian Overnight Repo Rate Average ("CORRA").

The Company's amended and restated senior, unsecured revolving term credit agreement dated November 3, 2022, in the amount of \$650 million, with a maturity date of November 4, 2027, was amended on June 24, 2024 for updated CORRA. As of August 2, 2025, the outstanding amount of this facility was \$428 million (August 3, 2024 - \$284 million) and the Company has issued \$73 million (August 3, 2024 - \$65 million) in letters of credit against the facility. Interest payable on this facility fluctuates with changes in the Canadian prime rate, bankers' acceptance rates or CORRA.

The Company, through its acquisition of Longo's, has an operating line of credit which was amended from \$100 million to \$115 million on March 25, 2025. As of August 2, 2025, the outstanding amount of the facility was \$68 million (August 3, 2024 - \$78 million). Interest payable on this facility fluctuates with changes in the Canadian prime rate.

Note 6 Sales

<i>(in millions of Canadian dollars)</i>	August 2 2025 13 Weeks	August 3 2024 13 Weeks
Food sales	\$ 7,791	\$ 7,596
Fuel sales	467	541
Sales	\$ 8,258	\$ 8,137

Note 7 Other income

	August 2 2025 13 Weeks	August 3 2024 13 Weeks
<i>(in millions of Canadian dollars)</i>		
Net gains (losses) on lease modifications and terminations	\$ 10	\$ (1)
Lease income from owned property	4	4
Net gains on disposal of net assets	2	39
Total other income	\$ 16	\$ 42

During the period ended August 3, 2024, the Company sold and leased back a property from a third party. Total proceeds from the transaction were \$90 million, of which \$79 million was received in cash, resulting in a pre-tax gain of \$39 million.

Note 8 Finance costs, net

	August 2 2025 13 Weeks	August 3 2024 13 Weeks
<i>(in millions of Canadian dollars)</i>		
Finance income		
Interest income on lease receivables	\$ 6	\$ 6
Fair value gains on forward contracts	2	1
Interest income from cash and cash equivalents	1	1
Accretion income on leases and other receivables	1	-
Total finance income	10	8
Finance costs		
Interest expense on lease liabilities	64	63
Interest expense on other financial liabilities at amortized cost	12	14
Pension finance costs, net	2	2
Accretion expense on provisions	1	1
Total finance costs	79	80
Finance costs, net	\$ 69	\$ 72

Note 9 Income taxes recognized in other comprehensive loss

Income tax expense (benefit) recognized in other comprehensive loss is as follows:

	August 2 2025 13 Weeks	August 3 2024 13 Weeks
<i>(in millions of Canadian dollars)</i>		
Unrealized gains on derivatives designated as cash flow hedges	\$ -	\$ 1
Actuarial losses on defined benefit plans	(2)	(3)
Total	\$ (2)	\$ (2)

Note 10 Supplementary cash flow information

Net change in non-cash working capital includes the following:

<i>(in millions of Canadian dollars)</i>	August 2 2025 13 Weeks	August 3 2024 13 Weeks
Receivables	\$ (11)	\$ 54
Inventories	(36)	(34)
Prepaid expenses	(26)	(23)
Accounts payable and accrued liabilities	(76)	23
Other	6	(23)
Net change in non-cash working capital	\$ (143)	\$ (3)

Note 11 Business acquisitions

The Company completes acquisitions of certain franchise and non-franchise stores. The results of these acquisitions have been included in the financial results of the Company since their acquisition dates and were accounted for through the use of the acquisition method.

The following table represents the amounts of identifiable assets and liabilities resulting from these acquisitions for the periods ended:

<i>(in millions of Canadian dollars)</i>	August 2, 2025	August 3, 2024
Inventories	\$ 1	\$ 4
Property, equipment and investment property	1	3
Goodwill	-	3
Total consideration	\$ 2	\$ 10

From the date of acquisition, the businesses acquired contributed sales of \$4 million (August 3, 2024 - \$12 million) and net earnings of \$ nil (August 3, 2024 - \$ nil) which are included in the Interim Condensed Consolidated Financial Statements.

Goodwill recorded on the acquisitions of franchise and non-franchise stores and other businesses relates to the acquired work force and customer base of the existing store location, along with the synergies expected from combining the efforts of the acquired stores with existing stores. The estimated fair value of identifiable net assets and goodwill acquired have been determined provisionally and are subject to adjustment pending the finalization of the valuations and related accounting.

Note 12 Financial instruments

The carrying amount of the Company's financial instruments approximates their fair values with the following exception:

<i>(in millions of Canadian dollars)</i>	August 2, 2025	May 3, 2025	August 3, 2024
Long-term debt			
Total carrying amount	\$ 1,225	\$ 1,029	\$ 1,076
Total fair value	\$ 1,290	\$ 1,082	\$ 1,129

The fair value of the non-controlling interest put liabilities associated with certain acquisitions is equivalent to the present value of the non-controlling interest buyout price which is based on the estimated future earnings of these entities at a predetermined date. The fair value of the non-controlling interest put liability associated with the acquisition of Longo's was determined through a statistical simulation, which is based on the estimated future earnings of Longo's at a predetermined date. The fair value of these options is classified as Level 3 within the three-level hierarchy of IFRS 13 "Fair value measurement". There are many inputs used to calculate the fair value, the most sensitive of which is EBITDA.

Note 13 Stock-based compensation

Performance share unit plan

The Company awards performance share units ("PSUs") to certain employees under the Empire PSU plan. The number of PSUs that vest under an award is predominantly dependent on service over time and the achievement of specific performance measures. During the period ended August 2, 2025, newly granted PSUs do not have the option for cash settlement, and therefore are accounted for as equity-settled awards. Upon vesting, each employee is entitled to receive Non-Voting Class A shares of Empire equal to the number of their vested PSUs. During the period ended August 2, 2025, the Company granted 358,034 equity-settled PSUs. The weighted average fair value of \$48.66 per PSU issued during the period ended August 2, 2025 was determined using the Black-Scholes model with the following weighted average assumption:

Share price	\$ 50.66
Expected life	2.62 years
Risk-free interest rate	2.68 %
Expected volatility	20.02 %
Dividend yield	1.54 %

During the prior period ended August 3, 2024, the Company granted 507,204 cash-settled PSUs. PSUs granted prior to May 3, 2025 continue to give holders the option to cash-settle, which results in a cash-settled liability. Upon vesting, each employee is entitled to receive cash or Non-Voting Class A shares of Empire equal to their vested PSUs. At August 2, 2025, the total carrying amount of the liability was \$36 million (August 3, 2024 - \$10 million).

At August 2, 2025, there were 1,327,369 (August 3, 2024 - 1,107,709) PSUs outstanding. The compensation expense for the period ended August 2, 2025 related to equity-settled PSUs and cash-settled PSUs was \$1 million and \$7 million (August 3, 2024 - \$ nil and \$3 million) respectively.

Stock option plan

During the period ended August 2, 2025, the Company granted nil (August 3, 2024 - nil) options under the Empire stock option plan for employees of the Company whereby options are granted to purchase Non-Voting Class A shares of Empire. The compensation expense for the period ended August 2, 2025 related to the issuance of options was \$ nil (August 3, 2024 - \$4 million).

Deferred stock unit plan

During the period ended August 2, 2025, the Company granted 88,155 (August 3, 2024 - 186,548) deferred stock units ("DSUs"). At August 2, 2025, there were 1,588,697 (August 3, 2024 - 1,839,528) DSUs outstanding related to this plan and the total carrying amount of the liability was \$81 million (August 3, 2024 - \$58 million). The compensation expense for the period ended August 2, 2025 related to these DSUs was \$9 million (August 3, 2024 - \$6 million). Vested DSUs cannot be redeemed until the employee has left the Company. The redemption value of a DSU equals the market value of an Empire Non-Voting Class A share at the time of redemption. On an ongoing basis, the Company values the DSU obligation at the current market value of a corresponding number of Non-Voting Class A shares of Empire and records any increase or decrease in the DSU obligation as selling and administrative expenses.

Note 14 Related party transactions

The Company enters into related party transactions with Crombie Real Estate Investment Trust ("Crombie REIT"), including ongoing leases and property management agreements. As at August 2, 2025, Empire holds a 41.5% (August 3, 2024 - 41.5%) ownership interest in Crombie REIT and accounts for its investment using the equity method.

The Company pays compensation costs to Empire, based on actual costs incurred, which are included in selling and administrative expenses on the Interim Condensed Consolidated Statements of Earnings. This consists of the following:

<i>(in millions of Canadian dollars, except share units)</i>	August 2, 2025 13 Weeks	August 3, 2024 13 Weeks
Consideration paid	\$ 8	\$ 7
PSU's granted to Sobeys employees	358,034	507,204

The Company, through wholly-owned subsidiaries, issued dividends to Empire for the period ended August 2, 2025 of \$138 million (August 3, 2024 - \$135 million). The Company also paid dividends of \$1 million (August 3, 2024 - \$1 million) to non-controlling interest shareholders.

During the period ended August 2, 2025, the Company through wholly-owned subsidiaries, engaged in a lease modification transaction with Crombie REIT. The lease modification gives Crombie REIT the right to terminate the lease on the property for redevelopment in the future. Proceeds from this transaction were \$16 million which resulted in pre-tax income of \$10 million and has been recognized in other income on the Interim Condensed Consolidated Statements of Earnings.

Note 15 Employee future benefits

During the period ended August 2, 2025, the net employee future benefits expense reported in net earnings was \$13 million (August 3, 2024 - \$13 million). Actuarial losses before taxes on defined benefit pension plans for the period ended August 2, 2025 were (\$9) million (August 3, 2024 - \$(11) million). These losses have been recognized in other comprehensive loss, net.