

Management's Report on Fund Performance

The following is a report on the performance of Partners Value Split Corp. (the "Company") and contains financial highlights but does not contain the complete financial statements of the Company. This report follows the disclosure obligations under National Instrument 81-106 Investment Fund Continuous Disclosure ("NI-81-106" or the "Instrument") and should be read in conjunction with the financial statements and notes thereto for the year ended December 31, 2014.

You can receive a copy of the Company's annual financial statements at your request and at no cost by calling (416) 363-9491, by writing to us at 181 Bay Street, Brookfield Place, Suite 300, P.O. Box 762, Toronto, Ontario M5J 2T3 or by visiting SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the Company's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure when that information becomes available.

INVESTMENT OBJECTIVE AND STRATEGIES

The Company's objective is to invest in Class A Limited Voting Shares ("Brookfield shares") of Brookfield Asset Management Inc. ("Brookfield") which generate cash flow through dividend payments that fund quarterly fixed cumulative preferential dividends for the holders of the Company's senior preferred shares, and provide the holders of the Company's capital shares the opportunity to participate in any capital appreciation in the Brookfield shares. The Company's capital shares and preferred shares are also referred to collectively as units, with each unit consisting of one capital share and one preferred share ("unit").

RISKS

The risk factors relating to an investment in the Company include those disclosed below. A complete list of the risk factors relating to an investment in the Company is disclosed in the Company's most recent Annual Information Form available at www.sedar.com or by contacting the Company by the means described above.

(a) Interest Rate Fluctuations

The market value of a unit may, at any given time, be affected by the level of interest rates prevailing at such time. An increase (decrease) in interest rates will, on its own, likely reduce (increase) the value of a preferred share, given that the dividends on such preferred shares are fixed.

(b) Fluctuations in Value of Brookfield Shares

The value of a unit will vary according to the value of the Brookfield shares. The value of the investment may be influenced by factors not within the control of the Company, including: the financial performance of Brookfield which may result in a decline in value of the investment portfolio and/or in dividend income from the investment, interest rates, general economic conditions, availability of equity and debt financing and financial market conditions.

(c) Foreign Currency Exchange Fluctuations

Brookfield's functional currency is the United States dollar and it declares dividends in that currency. Accordingly, changes in the exchange rate between the Canadian and United States currencies may impact the value of the Company's investment portfolio and cash flows relative to its financial obligations which are denominated principally in Canadian dollars.

RESULTS OF OPERATIONS

Total assets at June 30, 2015 were \$3,493 million compared to \$3,108 million as at December 31, 2014. The increase in total assets was the result of an increase in the market value of the Company's Brookfield shares which at June 30, 2015, was \$3,480 million compared to \$3,095 million at December 31, 2014, based on a Brookfield share price of \$43.64 (December 31, 2014 – \$38.81, which reflect the split-adjusted comparative). In May 2015, Brookfield completed a three for two stock split. As a result of the stock split, the number of Brookfield shares owned by the Company increased from 53 million shares to 80 million shares.

The Company's net assets as at June 30, 2015 were \$2,733 million, an increase from \$2,348 million at December 31, 2014, which was primarily the result of the increase in the market value of the Brookfield shares.

The Company's net assets on a per unit basis, which consists of one capital share and one preferred share, at June 30, 2015 was \$113.77 compared to \$101.23 at December 31, 2014. The increase in net assets per unit was driven primarily by the increase in the market value of the Company's Brookfield shares.

The Company paid total dividends during the six months ended June 30, 2015 of \$13.0 million to the holders of the senior preferred shares and \$10.0 million to the holders of the capital shares (June 30, 2014 – \$13.0 million and \$nil, respectively).

RELATED-PARTY TRANSACTIONS

The Company's operations are managed by Brookfield and Brookfield Investment Management (Canada) Inc., who are entitled to a management fee of up to 10% of ordinary expenses of the Company. For the period ended June 30, 2015, the Company accrued management fees of \$15,000 (June 30, 2014 – \$15,000) plus applicable taxes in relation to these services.

FINANCIAL HIGHLIGHTS

The following table shows selected key financial information about the Company and is intended to facilitate an understanding of the Company's financial performance over the last five fiscal periods and is presented in accordance with NI-81-106. This information is derived from the Company's audited financial statements.

	Six months ended June 30, 2015	For the years ended				
		Dec 31, 2014	Dec. 31, 2013 ¹	Sept. 30, 2013	Sept. 30, 2012	Sept. 30, 2011
Net assets per unit, beginning of period	\$ 101.23	\$ 79.08	\$ 73.93	\$ 65.03	\$ 78.15	\$ 104.97
Share issuance proceeds (net of costs)	—	6.29	—	—	—	6.45
Share redemption and retraction	—	(4.07)	—	—	—	—
Capital subscription	—	—	0.03	—	—	—
Net assets (dilution) anti-dilution ²	—	(9.02) ²	—	0.06	(23.60) ²	(26.62) ²
Increase (decrease) from operations:						
Total revenue	0.76	1.37	0.30	1.12	1.15	1.46
Total expenses ³	(0.03)	(0.06)	(0.01)	(0.07)	(0.08)	(0.02)
Realized and unrealized gains (losses)	12.54	30.89	5.15	11.34	10.44	(0.23)
Total increase from operations ⁴	13.27	32.20	5.44	12.39	11.51	1.21
Distributions ⁴ :						
From interest and dividends	(0.73) ⁵	(3.25) ⁶	(0.32)	(3.55) ⁷	(1.03)	(7.86) ⁸
Total distributions	(0.73)	(3.25)	(0.32)	(3.55)	(1.03)	(7.86)
Net assets per unit, end of period	\$ 113.77	\$ 101.23	\$ 79.08	\$ 73.93	\$ 65.03	\$ 78.15
Net asset value per unit, end of period	\$ 113.77	\$ 101.23	\$ 79.08	\$ 73.93	\$ 65.03	\$ 78.16

¹ Represents the three-month transition year as a result of changing the Company's fiscal year end from September 30 to December 31.

² Dilution occurred as a result of the subdivision of capital shares following the issuance of the Series 6 senior preferred shares in July 2014 so that the number of capital shares issued and outstanding was equal to the number of preferred shares issued and outstanding as required by the articles of the Company. A similar dilution occurred in 2012 and 2011 following the issuance of Class AA preferred shares.

³ Total expenses net of non-cash preferred share issuance cost amortization.

⁴ Net assets and distributions are based on the actual number of units outstanding over the period. The increase from operations is based on the weighted average number of units outstanding over the period.

⁵ Includes a capital dividend to holders of the Company's capital shares.

⁶ Includes a special distribution of the proceeds received on issuance of the Class AA Series 6 senior preferred shares to holders of the Company's capital shares.

⁷ Includes a special dividend of Brookfield Property Partners Limited Partnership units to holders of the Company's capital shares.

⁸ Includes a special distribution of the proceeds received on issuance of the Class AA Series 5 senior preferred shares to holders of the Company's capital shares.

	As at and for the six months ended	As at and for the years ended				
	June 30, 2015	Dec. 31, 2014	Dec. 31, 2013 ¹	Sept. 30, 2013	Sept. 30, 2012	Sept. 30, 2011
<i>(Thousands, except per share amounts)</i>						
Total assets	\$ 3,493,178	\$ 3,108,228	\$ 2,191,464	\$ 2,048,844	\$ 1,802,162	\$ 1,540,706
Net assets	\$ 2,732,537	\$ 2,348,289	\$ 1,501,338	\$ 1,359,110	\$ 1,113,857	\$ 1,054,072
Number of units outstanding	30,705	30,705	27,708	27,711	27,713	19,713
Management expense ratio (excluding dividends on senior preferred shares and issue costs)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Management expense ratio (including dividends on senior preferred shares and issue costs)	0.5%	1.2%	0.5%	2.0%	2.5%	2.6%
Redemption price of senior preferred shares						
Class AA Series 1 ²	25.25	25.50	25.75	25.75	26.00	26.00
Class AA Series 3 ³	26.00	26.00	26.00	26.00	26.00	N/A
Class AA Series 5 ⁴	N/A	N/A	N/A	N/A	N/A	N/A
Class AA Series 6 ⁵	N/A	N/A	N/A	N/A	N/A	N/A
Redemption price of junior preferred shares						
Class AA Series 1	25.00	25.00	25.00	25.00	25.00	N/A

¹ Represents the three month transition year as a result of changing the Company's year end from September 30 to December 31.

² Redemption period commenced on March 25, 2009.

³ Redemption period commenced on January 10, 2012.

⁴ Redemption period commences on December 10, 2015.

⁵ Redemption period commences on October 8, 2019.

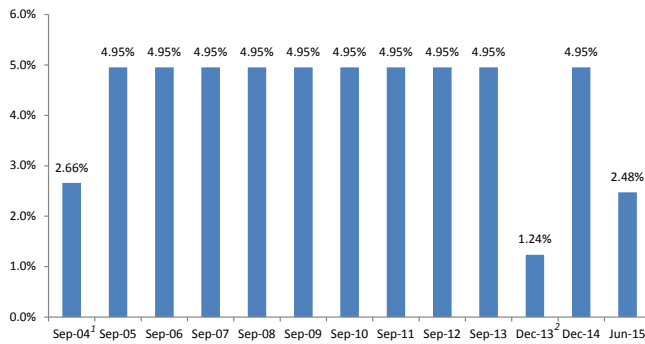
PAST PERFORMANCE

Period by Period Returns

The following charts show the performance of its Class AA Series 1, Series 3, Series 5, and Series 6 senior preferred shares since issuance to the six month period June 30, 2015, assuming the senior preferred shares are sold at their final redemption price. The charts are not reflective of the current yield to maturity and past performance is not an indication of how the senior preferred shares will perform in the future.

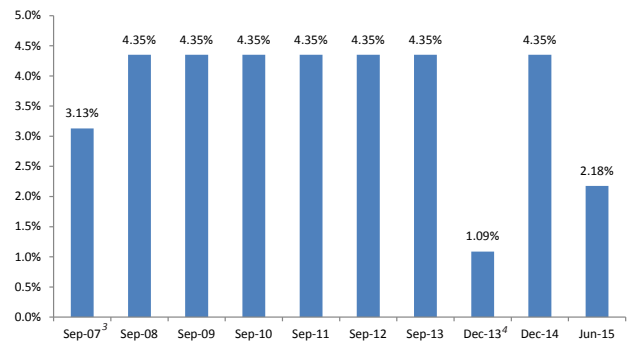
The Series 1 junior preferred shares, pay a non-cumulative quarterly dividend at an annual rate of 5%.

Class AA Series 1 Preferred Shares
For the periods ending



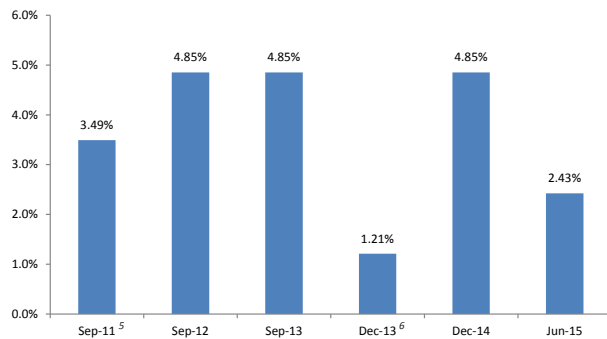
1. Reflects the period from March 25, 2004 to September 30, 2004.
2. Reflects the period from October 1, 2013 to December 31, 2013.

Class AA Series 3 Preferred Shares
For the periods ending



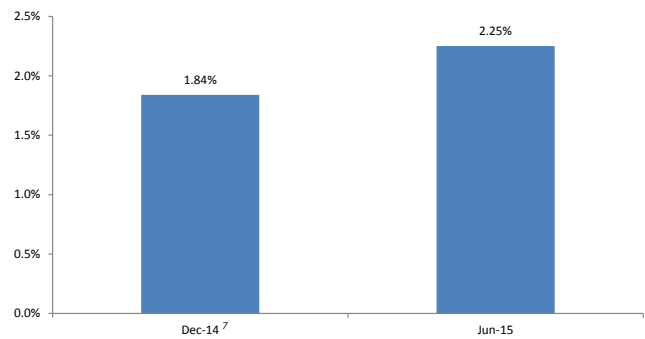
3. Reflects the period from January 10, 2007 to September 30, 2007.
4. Reflects the period from October 1, 2013 to December 31, 2013.

Class AA Series 5 Preferred Shares
For the periods ending



5. Reflects the period from December 10, 2010 to September 30, 2011.
6. Reflects the period from October 1, 2013 to December 31, 2013.

Class AA Series 6 Preferred Shares
For the periods ending



7. Reflects the period from July 4, 2014 to December 31, 2014.

Annual Compound Returns

The following table compares the yield on issuance of the Company's senior preferred shares against the yield provided by a Government of Canada bond that matures during a similar period. Returns are based on the par value of a preferred share.

	Since Inception	Ten-Year	Five-Year	Three-Year	One-Year
Preferred Shares Class AA Series 1 – March 25, 2016 ¹	4.95%	4.95%	4.95%	4.95%	4.95%
Ten-year Government of Canada Bonds – June 1, 2015	4.50%	4.50%	4.50%	4.50%	4.50%
Preferred Shares Class AA Series 3 – January 10, 2019 ²	4.35%	N/A	4.35%	4.35%	4.35%
Ten-year Government of Canada Bonds – June 1, 2018	4.25%	N/A	4.25%	4.25%	4.25%
Preferred Shares Class AA Series 5 – December 10, 2017 ³	4.85%	N/A	N/A	4.85%	4.85%
Seven-year Government of Canada Bonds – June 1, 2017	4.00%	N/A	N/A	4.00%	4.00%
Preferred Shares Class AA Series 6 – October 8, 2021 ⁴	2.25%	N/A	N/A	N/A	N/A
Seven-Year Government of Canada Bonds – June 1, 2021	3.25%	N/A	N/A	N/A	N/A

¹ The Class AA Series 1 preferred shares were issued on March 25, 2004.

² The Class AA Series 3 preferred shares were issued on January 10, 2007.

³ The Class AA Series 5 preferred shares were issued on December 10, 2010.

⁴ The Class AA Series 6 preferred shares were issued on July 4, 2014.

Contractual Obligations

The Company's contractual obligations related to its senior preferred shares as of June 30, 2015 are:

(Thousands)	Total	Payment Due By Period			
		Less than 1 year	2-3 years	4-5 years	After 5 years
Class AA, Series 1 ¹	\$ 51,861	\$ 51,861	\$ —	\$ —	\$ —
Class AA, Series 3 ²	190,777	—	—	190,777	—
Class AA, Series 5 ³	124,975	—	124,975	—	—
Class AA, Series 6 ⁴	200,000	—	—	—	200,000

Dividend expense related to:

Class AA, Series 1	\$ 2,108	\$ 2,108	\$ —	\$ —	\$ —
Class AA, Series 3	29,978	8,299	16,598	5,081	—
Class AA, Series 5	15,319	6,061	9,258	—	—
Class AA, Series 6	57,187	9,000	18,000	18,000	12,187

¹ Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in cash.

² Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures of the Company due 2019.

³ Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures of the Company due 2017.

⁴ Payment period based on mandatory redemption date. In the case of earlier retractions, consideration to be paid in the form of debentures of the Company due 2021.

INVESTMENT PORTFOLIO

The investment in the Brookfield shares, the associated costs and the fair values are as follows:

As at (Thousands)	Number of Shares		Cost		Fair Value	
	Jun. 30, 2015	Dec. 31, 2014	Jun. 30, 2015	Dec. 31, 2014	Jun. 30, 2015	Dec. 31, 2014
Brookfield Class A Limited voting shares	79,741¹	53,161	\$ 691,423	\$ 691,423	\$ 3,479,896	\$ 3,095,013

¹ During the six months ended June 30, 2015, there was a three for two stock split of the Brookfield shares.

On a per share basis, the fair value of the Brookfield shares was \$43.64 on June 30, 2015 versus \$38.81 (split-adjusted) at December 31, 2014.

REVIEW OF SEMI-ANNUAL FINANCIAL STATEMENTS

The accompanying unaudited semi-annual financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not reviewed these financial statements.

On behalf of the Board of Directors,

A handwritten signature in black ink, appearing to read "E. Kress", written in a cursive style.

Edward C. Kress
President
August 31, 2015

Forward-Looking Information

This semi-annual Report to shareholders contains forward-looking information within the meaning of Canadian provincial securities laws concerning the Company's business and operations. The words "intend," "believe," "principally," "primarily," "likely," "often," "generally" and other expressions of similar import, or the negative variations thereof, and similar expressions of future or conditional verbs such as "could," "should," "would," "may" or "will," are predictions of or indicate future events, trends or prospects or identify forward-looking information. Forward-looking information in this semi-annual report includes, among others, statements with respect to the Company's objective of investing in Class A Limited voting shares of Brookfield Asset Management Inc. ("Brookfield shares") to generate cash dividends to fund quarterly fixed cumulative preferential dividends for the holders of the Company's preferred shares and to enable holders of its capital shares to participate in any capital appreciation of the Brookfield shares, fluctuations in the market value of units of the Company due to interest rate levels and the value of Brookfield shares, fluctuations in the value of the Company's investment portfolio and cash flows due to foreign currency exchange rates, potential exposure to liquidity risk to fund dividend obligations, the Company's ability to fund retraction obligations and obligations of the Company under potential indemnification and guarantee agreements.

Although the Company believes that the anticipated future results or achievements expressed or implied by the forward-looking information and statements are based upon reasonable assumptions and expectations, the reader should not place undue reliance on the forward-looking statements and information because they involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to differ materially from anticipated future results, performance or achievement expressed or implied by such forward-looking information and statements.

Factors that could cause actual results to differ materially from those contemplated or implied by the forward-looking information include: the behavior of financial markets, including fluctuations in the value of Brookfield shares and interest and exchange rates, availability of equity and debt financing and other risks and factors detailed from time to time in the Company's other documents filed with the Canadian securities regulators.

We caution that the foregoing list of important factors that may affect future results is not exhaustive. When relying on our forward-looking information to make decisions with respect to the Company, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Except as may be required by law, the Company undertakes no obligation to publicly update or revise any forward-looking information or statements, whether written or oral, that may be as a result of new information, future events or otherwise. Reference should be made to the Company's most recent Annual Information Form for a description of the major risk factors.

Statements of Financial Position

<i>As at</i> <i>(Thousands, except per share/unit amounts)</i>	Note	<i>(unaudited)</i> June 30, 2015	<i>(audited)</i> December 31, 2014
Assets			
Cash and cash equivalents		\$ 13,274	\$ 13,198
Investment portfolio	3	3,479,896	3,095,013
Accounts receivable and others		8	17
Total assets		\$ 3,493,178	\$ 3,108,228
Liabilities			
Accounts payable		40	77
Preferred shares	4	760,601	759,862
Total liabilities		760,641	759,939
Net assets		\$ 2,732,537	\$ 2,348,289
Shareholder's equity			
Capital shares	5	\$ 181,091	\$ 181,091
Retained earnings		2,551,446	2,167,198
Total shareholder's equity		\$ 2,732,537	\$ 2,348,289
Number of units outstanding		30,705	30,705
Net assets value per capital share		\$ 89.00	\$ 76.48
Book value per preferred share		24.77	24.75
Net assets per unit		\$ 113.77	\$ 101.23

On behalf of the Board,



Edward C. Kress
Director and President



Brian D. Lawson
Director

Statements of Comprehensive Income

(unaudited)

For the six months ended June 30

(Thousands, except per share amounts)

	Note	2015	2014
Income			
Dividend income		\$ 23,232	\$ 21,043
Interest and other income		51	16
		23,283	21,059
Expenses			
Listing fees		(107)	(98)
Transfer agent fees		(24)	(30)
Directors fees		(20)	(20)
Legal and audit fees		(22)	(23)
Management fees	6	(17)	(17)
Rating fees		(8)	—
Custodial fees		(6)	(9)
Administrative fees and other		(11)	(16)
		(215)	(213)
Income available for distribution		23,068	20,846
Dividends and interest paid on senior preferred shares and debentures		(12,964)	(12,993)
Income available for distribution to junior preferred and capital shares		10,104	7,853
Amortization of share issuance costs		(739)	(710)
Income available for distribution to capital shares		9,365	7,143
Change in unrealized value of investment		384,883	307,800
Comprehensive income		\$ 394,248	\$ 314,943
Comprehensive income per share¹		\$ 12.84	\$ 11.37

¹ Based on weighted average number of capital shares outstanding.

Statements of Changes in Equity

<i>(unaudited)</i> For the six months ended June 30, 2015 <i>(Thousands)</i>	Capital Shares	Retained Earnings	Total
Balance, beginning of period	\$ 181,091	\$ 2,167,198	\$ 2,348,289
Comprehensive income	—	394,248	394,248
Capital transactions			
Dividends paid to Capital shareholders	—	(10,000)	(10,000)
Balance, end of period	\$ 181,091	\$ 2,551,446	\$ 2,732,537

<i>(unaudited)</i> For the six months ended June 30, 2014 <i>(Thousands)</i>	Capital Shares	Retained Earnings	Total
Balance, beginning of period	\$ 181,091	\$ 1,320,247	\$ 1,501,338
Comprehensive income	—	314,943	314,943
Balance, end of period	\$ 181,091	\$ 1,635,190	\$ 1,816,281

Statements of Cash Flows

(unaudited)

For the six months ended June 30

(Thousands)

	2015	2014
Cash flow from operating activities		
Income available for distribution	\$ 23,068	\$ 20,846
Add (deduct) non-cash items:		
Changes in working capital	(28)	(150)
	23,040	20,696
Cash flow used in financing activities		
Dividends and interest paid on senior preferred shares and debentures	(12,964)	(12,993)
Dividends paid on Capital shares	(10,000)	—
Redemption of debentures	—	(298)
	(22,964)	(13,291)
Cash and cash equivalents		
Increase in cash and cash equivalents	76	7,405
Cash and cash equivalents balance, beginning of period	13,198	53
Cash and cash equivalents balance, end of period	\$ 13,274	\$ 7,458

Notes to the Financial Statements

1. BUSINESS OPERATIONS

Partners Value Split Corp. (the "Company") is an investment fund incorporated under the laws of the province of Ontario. The Company's investment portfolio consists of an investment in the Class A Limited Voting Shares ("Brookfield shares") of Brookfield Asset Management Inc. ("Brookfield"). Brookfield provides management and administration services to the Company. The Company was formed by the articles of incorporation under the Business Corporations Act (Ontario) and is registered in Ontario, Canada. The registered office of the Company is Brookfield Place, 181 Bay Street, Suite 300, Toronto, ON, M5J 2T3.

2. SIGNIFICANT ACCOUNTING POLICIES

(I) Statement of Compliance and Basis of Presentation

These semi-annual financial statements of the Company have been prepared in accordance with International Accounting Standards 34 Interim Financial Reporting ("IAS34") issued by the International Accounting Standards Board ("IASB").

These semi-annual financial statements should be read in conjunction with the most recently issued Annual Report of the Company which includes information necessary or useful to understanding the Company's business and financial statement presentation. In particular, the company's significant accounting policies were presented as Note 2 to the Financial Statements for the fiscal year ended December 31, 2014 included in that report, and have been consistently applied in the preparation of these semi-annual financial statements.

These semi-annual financial statements are unaudited. The results reported in these semi-annual financial statements should not be regarded as necessarily indicative of results that may be expected for the entire year.

These semi-annual financial statements were authorized for issuance by the Board of Directors of the Company on August 27, 2015.

(II) Future Changes in Accounting Standards

IFRS 9, *Financial Instruments* ("IFRS 9") was issued by the IASB on November 12, 2009 (with the final IFRS 9 issued in July 2014) and will replace IAS 39, *Financial Instruments: Recognition and Measurement* ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. The Company has not yet determined the impact of IFRS 9 on its financial statements.

3. INVESTMENT PORTFOLIO

The investment in Brookfield shares, the associated cost amounts and the fair values are as follows:

As at (Thousands)	Number of Shares		Cost		Fair Value	
	Jun. 30, 2015	Dec. 31, 2014	Jun. 30, 2015	Dec. 31, 2014	Jun. 30, 2015	Dec. 31, 2014
Brookfield shares	79,741 ¹	53,161	\$ 691,423	\$ 691,423	\$ 3,479,896	\$ 3,095,013

¹ During the six months ended June 30, 2015, there was a three for two stock split of the Brookfield shares.

On a per share basis, the fair value of the Brookfield shares was \$43.64 on June 30, 2015 (December 31, 2014 – \$38.81, which reflect the split-adjusted comparative).

4. PREFERRED SHARES

The Company is authorized to issue an unlimited number of Class A, Class AA, Class AAA preferred shares and junior preferred shares.

As at June 30, 2015, the following preferred shares were issued and outstanding and have been included in liabilities, net of associated financing costs which are amortized using the effective interest rate method of amortization.

<i>(Thousands)</i>	Issued and Outstanding		Jun. 30, 2015	Dec. 31, 2014
	Jun. 30, 2015	Dec. 31, 2014		
Senior preferred shares				
4.95% Class AA, Series 1	2,074	2,074	\$ 51,861	\$ 51,861
4.35% Class AA, Series 3	7,631	7,631	190,777	190,777
4.85% Class AA, Series 5	4,999	4,999	124,975	124,975
4.50% Class AA, Series 6	8,000	8,000	200,000	200,000
	22,704	22,704	567,613	567,613
Junior preferred shares, Series 1	8,000	8,000	200,000	200,000
	30,704	30,704	767,613	767,613
Deferred financing costs			(7,012)	(7,751)
			\$ 760,601	\$ 759,862

The fair values of the Class AA Series 1, Series 3, Series 5 and Series 6 senior preferred shares based on quoted market prices as at June 30, 2015 were \$25.26, \$25.00, \$25.00 and \$24.79 per share (December 31, 2014, were \$25.43, \$25.30, \$25.85 and \$24.71).

As at June 30, 2015, there were \$nil debentures outstanding (December 31, 2014 – \$nil).

During the six months ended June 30, 2015, there were no retractions of preferred shares. During the six months ended June 30, 2014, 5,700 Class AA Series 3 senior preferred shares were retracted for Series 1 debentures and 3,000 Class AA Series 4 senior preferred shares were retracted for Series 2 debentures.

5. SHARE CAPITAL

The Company is authorized to issue an unlimited number of capital shares.

The issued and outstanding share capital consists of:

<i>As at</i>	Issued and Outstanding		Jun. 30, 2015	Dec. 31, 2014
	Jun. 30, 2015	Dec. 31, 2014		
Equity ¹				
Capital shares	30,704,520	30,704,520	\$ 181,091,363	\$ 181,091,363
Liability ¹				
Class A voting shares	100	100	100	100
			\$ 181,091,463	\$ 181,091,463

¹ Presentation and classification of share capital in accordance with IAS 32.

During the six months ended June 30, 2015, there were no consolidation or subdivision of the capital shares. During the six months ended June 30, 2014, capital shares were consolidated to match the number of preferred shares outstanding as a result of the retraction of 5,700 Class AA Series 3 senior preferred shares and 3,000 Class AA Series 4 senior preferred shares.

Holder of capital shares are entitled to receive dividends as declared by the Board of Directors of the Company. The Board of Directors of the Company has indicated that its policy is to pay dividends, if and to the extent that the dividends received on the portfolio shares, less the administrative and operating expenses of the Company, exceed the preferred share dividends.

During the six months ended June 30, 2015, the Company declared and paid dividends in the amount of \$10 million (June 30, 2014 – \$nil) to the holders of its capital shares.

6. RELATED-PARTY TRANSACTIONS

The Company's operations are managed by Brookfield and Brookfield Investment Management (Canada) Inc., who are entitled to a total management fee of up to 10% of ordinary expenses of the Company. For the period ended June 30, 2015, the Company accrued management fees of \$15,000 (June 30, 2014 – \$15,000) plus applicable taxes in relation to these services.

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value of a financial instrument is the amount of consideration that would be agreed upon in an arm's-length transaction between knowledgeable, willing parties who are under no compulsion to act. Fair value of the Company's investments are determined by reference to the closing price of the last day of trade at each financial reporting period.

Fair value hierarchical levels are directly determined by the amount of subjectivity associated with the valuation of these assets and liabilities and are as follows:

Level 1 – Inputs are unadjusted, quoted prices in active markets for identical assets or liabilities at the measurement date.

Level 2 – Inputs (other than quoted prices included in Level 1) are either directly or indirectly observable for the asset or liability through correlation with market data at the measurement date and for the duration of the instrument's anticipated life.

Level 3 – Inputs reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date. Consideration is given to the risk inherent in the valuation technique and the risk inherent in the inputs used in determining the estimate.

The fair value hierarchical level associated with the Company's financial assets and liabilities measured at fair value consists of the following:

<i>As at</i> <i>(Thousands)</i>	June 30, 2015			December 31, 2014		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Brookfield shares	\$ 3,479,896	\$ —	\$ —	\$ 3,095,013	\$ —	\$ —
	\$ 3,479,896	\$ —	\$ —	\$ 3,095,013	\$ —	\$ —

There were no changes made to the financial instrument classifications and no transfers in and out of levels during the periods.

Corporate Information

OFFICERS AND DIRECTORS

Frank N.C. Lochan^{1, 2}
Director and Chairman

Edward C. Kress
Director and President

John P. Barratt^{1, 2}
Director

James L.R. Kelly^{1, 2}
Director

Brian D. Lawson
Director

Vu. H. Nguyen
Director and Chief Financial Officer

Loretta M. Corso
Corporate Secretary

¹ Member of the Audit Committee

² Member of the Independent Review Committee

LEGAL COUNSEL

Torys LLP

STOCK EXCHANGE LISTING

The Company's preferred shares are listed on the Toronto Stock Exchange under the following symbols:

<i>Security</i>	<i>TSX Symbol</i>
Class AA Preferred Shares, Series 1	PVS.PR.A
Class AA Preferred Shares, Series 3	PVS.PR.B
Class AA Preferred Shares, Series 5	PVS.PR.C
Class AA Preferred Shares, Series 6	PVS.PR.D

YEAR END

December 31

AUDITORS

Deloitte LLP
Chartered Professional Accountants, Chartered Accountants
Licensed Public Accountants

Inquiries

Inquiries relating to the operations of the Company should be directed to the Company's Head Office:

Partners Value Split Corp.

Brookfield Place, 181 Bay Street
Suite 300, P.O. Box 770
Toronto, Ontario
M5J 2T3

Tel: (416) 363-9491

Fax: (416) 365-9642

Website: www.partnersvaluesplit.com

Shareholder inquiries relating to dividends, address changes and share certificates should be directed to our Transfer Agent:

CST Trust Company

P.O. Box 700, Station B
Montreal, Quebec
H3B 3K3

Tel: (416) 682-3860 or
toll free within North America
(800) 387-0825

Fax: (888) 249-6189

Website: www.canstockta.com

E-mail: inquiries@canstockta.com



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