

Condensed consolidated financial statements of

QUEBECOR INC.

Three-month periods ended March 31, 2025 and 2024

QUEBECOR INC.

CONSOLIDATED STATEMENTS OF INCOME

(in millions of Canadian dollars, except for earnings per share data)
(unaudited)

Three months ended
March 31

	Note	2025	2024
Revenues	2	\$ 1,343.1	\$ 1,362.8
Employee costs	3	197.3	189.2
Purchase of goods and services	3	596.2	614.1
Depreciation and amortization		215.3	236.2
Financial expenses	4	92.5	108.9
Gain on valuation and translation of financial instruments		-	(9.8)
Restructuring, impairment of assets and other		(3.3)	2.2
Income before income taxes		245.1	222.0
Income taxes (recovery):			
Current		75.2	82.1
Deferred		(14.4)	(27.7)
		60.8	54.4
Net income		\$ 184.3	\$ 167.6
Net income (loss) attributable to			
Shareholders		\$ 190.7	\$ 173.2
Non-controlling interests		(6.4)	(5.6)
Earnings per share attributable to shareholders	8		
Basic		\$ 0.82	\$ 0.75
Diluted		0.82	0.70
Weighted average number of shares outstanding (in millions)		231.3	230.7
Weighted average number of diluted shares (in millions)		232.2	236.0

See accompanying notes to condensed consolidated financial statements.

QUEBECOR INC.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(in millions of Canadian dollars)
(unaudited)

Three months ended
March 31

	Note	2025	2024
Net income		\$ 184.3	\$ 167.6
Other comprehensive income:	11		
Items that may be reclassified to income:			
Cash flow hedges:			
Gain on valuation of derivative financial instruments		8.0	7.9
Deferred income taxes		(0.9)	(2.5)
Loss on translation of investments in foreign associates		(1.4)	(1.2)
Items that will not be reclassified to income:			
Defined benefit plans:			
Re-measurement gain		-	53.8
Deferred income taxes		-	(14.1)
Equity investment:			
Gain on revaluation of an equity investment		2.3	3.3
Deferred income taxes		(0.3)	(0.4)
		<u>7.7</u>	<u>46.8</u>
Comprehensive income		\$ 192.0	\$ 214.4
Comprehensive income (loss) attributable to			
Shareholders		\$ 198.4	\$ 216.7
Non-controlling interests		(6.4)	(2.3)

See accompanying notes to condensed consolidated financial statements.

QUEBECOR INC. SEGMENTED INFORMATION

(in millions of Canadian dollars)
(unaudited)

Three months ended March 31, 2025

	Telecommuni- cations	Media	Sports and Enter- tainment	Head office and Inter- segments	Total
Revenues	\$ 1,160.1	\$ 164.6	\$ 49.7	\$ (31.3)	\$ 1,343.1
Employee costs	120.7	45.2	13.0	18.4	197.3
Purchase of goods and services	458.0	138.0	33.2	(33.0)	596.2
Adjusted EBITDA ¹	581.4	(18.6)	3.5	(16.7)	549.6
Depreciation and amortization					215.3
Financial expenses					92.5
Restructuring, impairment of assets and other					(3.3)
Income before income taxes					\$ 245.1
Cash flows used for capital expenditures	\$ 175.7	\$ 5.6	\$ 1.2	\$ -	\$ 182.5

Three months ended March 31, 2024

	Telecommuni- cations	Media	Sports and Enter- tainment	Head office and Inter- segments	Total
Revenues	\$ 1,179.5	\$ 168.8	\$ 46.7	\$ (32.2)	\$ 1,362.8
Employee costs	123.2	47.6	11.1	7.3	189.2
Purchase of goods and services	480.8	137.9	31.7	(36.3)	614.1
Adjusted EBITDA ¹	575.5	(16.7)	3.9	(3.2)	559.5
Depreciation and amortization					236.2
Financial expenses					108.9
Gain on valuation and translation of financial instruments					(9.8)
Restructuring, impairment of assets and other					2.2
Income before income taxes					\$ 222.0
Cash flows used for capital expenditures	\$ 161.0	\$ 3.8	\$ 1.4	\$ -	\$ 166.2
Acquisition of spectrum licences	59.8	-	-	-	59.8

¹ The Chief Executive Officer uses adjusted EBITDA as the measure of profit to assess the performance of each segment. Adjusted EBITDA is a non-IFRS measure and is defined as net income before depreciation and amortization, financial expenses, gain on valuation and translation of financial instruments, restructuring, impairment of assets and other and income taxes.

See accompanying notes to condensed consolidated financial statements.

QUEBECOR INC.
CONSOLIDATED STATEMENTS OF EQUITY

(in millions of Canadian dollars)
(unaudited)

	Equity attributable to shareholders				Equity attributable to non-controlling interests	Total equity
	Capital stock	Contributed surplus	Retained earnings	Accumulated other comprehensive income (loss)		
	(note 9)			(note 11)		
Balance as of December 31, 2023	\$ 914.6	\$ 17.4	\$ 789.1	\$ 5.8	\$ 110.8	\$ 1,837.7
Net income (loss)	-	-	173.2	-	(5.6)	167.6
Other comprehensive income	-	-	-	43.5	3.3	46.8
Dividends	-	-	(75.0)	-	-	(75.0)
Balance as of March 31, 2024	914.6	17.4	887.3	49.3	108.5	1,977.1
Net income (loss)	-	-	574.3	-	(0.4)	573.9
Other comprehensive loss	-	-	-	(94.3)	(0.4)	(94.7)
Dividends	-	-	(226.7)	-	(0.2)	(226.9)
Repurchase of Class B Shares	(23.4)	-	(91.3)	-	-	(114.7)
Issuance of Class B Shares	150.0	-	-	-	-	150.0
Balance as of December 31, 2024	1,041.2	17.4	1,143.6	(45.0)	107.5	2,264.7
Net income (loss)	-	-	190.7	-	(6.4)	184.3
Other comprehensive income	-	-	-	7.7	-	7.7
Dividends	-	-	(81.3)	-	-	(81.3)
Repurchase of Class B Shares	(12.0)	-	(48.8)	-	-	(60.8)
Issuance of Class B Shares	1.3	0.5	-	-	-	1.8
Balance as of March 31, 2025	\$ 1,030.5	\$ 17.9	\$ 1,204.2	\$ (37.3)	\$ 101.1	\$ 2,316.4

See accompanying notes to condensed consolidated financial statements

QUEBECOR INC.

CONSOLIDATED STATEMENTS OF CASH FLOWS

(in millions of Canadian dollars)
(unaudited)

Three months ended
March 31

	Note	2025	2024
Cash flows related to operating activities			
Net income		\$ 184.3	\$ 167.6
Adjustments for:			
Depreciation of property, plant and equipment		126.1	141.9
Amortization of intangible assets		57.4	65.3
Depreciation of right-of-use assets		31.8	29.0
Gain on valuation and translation of financial instruments		-	(9.8)
Impairment of assets		0.6	2.4
Amortization of financing costs	4	2.3	2.3
Deferred income taxes		(14.4)	(27.7)
Other		(7.7)	0.7
		380.4	371.7
Net change in non-cash balances related to operating activities		39.8	17.1
Cash flows provided by operating activities		420.2	388.8
Cash flows related to investing activities			
Capital expenditures	13	(182.5)	(166.2)
Deferred subsidies received to finance capital expenditures	5	18.3	37.0
Acquisition of spectrum licences	6	-	(59.8)
Proceeds from disposals of assets		0.1	-
Acquisitions of investments and other		1.1	(14.6)
Cash flows used in investing activities		(163.0)	(203.6)
Cash flows related to financing activities			
Net change in bank indebtedness		2.9	2.7
Net change under revolving facilities, net of financing costs		-	(107.8)
Repayment of lease liabilities		(29.9)	(28.3)
Issuance of Class B Shares	9	1.3	-
Repurchase of Class B Shares	9	(60.8)	-
Cash flows used in financing activities		(86.5)	(133.4)
Net change in cash, cash equivalents and restricted cash		170.7	51.8
Cash, cash equivalents and restricted cash at beginning of period		96.0	11.1
Cash, cash equivalents and restricted cash at end of period	13	\$ 266.7	\$ 62.9

See accompanying notes to condensed consolidated financial statements.

QUEBECOR INC.

CONSOLIDATED BALANCE SHEETS

(in millions of Canadian dollars)
(unaudited)

	Note	March 31 2025	December 31 2024
Assets			
Current assets			
Cash and cash equivalents		\$ 214.2	\$ 61.8
Restricted cash	5	52.5	34.2
Accounts receivable		1,085.9	1,208.9
Contract assets		128.1	139.6
Income taxes		35.3	32.6
Inventories		441.6	440.1
Other current assets		195.9	185.1
		2,153.5	2,102.3
Non-current assets			
Property, plant and equipment		3,280.9	3,302.7
Intangible assets		3,466.4	3,486.9
Right-of-use assets		377.7	376.7
Goodwill		2,713.4	2,713.4
Derivative financial instruments		128.7	148.4
Deferred income taxes		30.3	24.7
Other assets		814.0	843.6
		10,811.4	10,896.4
Total assets		\$ 12,964.9	\$ 12,998.7
Liabilities and equity			
Current liabilities			
Bank indebtedness		\$ 9.6	\$ 6.7
Accounts payable, accrued charges and provisions		1,084.4	1,167.0
Deferred revenue		373.8	376.7
Deferred subsidies	5	52.5	34.2
Income taxes		43.9	46.5
Current portion of long-term debt	7	400.0	400.0
Current portion of lease liabilities		109.4	107.2
		2,073.6	2,138.3
Non-current liabilities			
Long-term debt	7	7,150.9	7,182.2
Lease liabilities		302.7	302.5
Derivative financial instruments		13.1	7.2
Deferred income taxes		807.2	814.7
Other liabilities		301.0	289.1
		8,574.9	8,595.7
Equity			
Capital stock	9	1,030.5	1,041.2
Contributed surplus		17.9	17.4
Retained earnings		1,204.2	1,143.6
Accumulated other comprehensive loss	11	(37.3)	(45.0)
Equity attributable to shareholders		2,215.3	2,157.2
Non-controlling interests		101.1	107.5
		2,316.4	2,264.7
Total liabilities and equity		\$ 12,964.9	\$ 12,998.7

See accompanying notes to condensed consolidated financial statements.

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three-month periods ended March 31, 2025 and 2024

(tabular amounts in millions of Canadian dollars, except for per share data and option data)

(unaudited)

Quebecor Inc. (“Quebecor” or the “Corporation”) is incorporated under the laws of Québec. The Corporation’s head office and registered office is located at 612 rue Saint-Jacques, Montréal, Québec, Canada. Quebecor is a holding corporation with a 100% interest in Quebecor Media Inc. (“Quebecor Media”). Unless the context otherwise requires, Quebecor or the Corporation refers to Quebecor Inc. and its subsidiaries, and Quebecor Media refers to Quebecor Media Inc. and its subsidiaries.

The Corporation operates, through its subsidiaries, in the following industry segments: Telecommunications, Media, and Sports and Entertainment. The Telecommunications segment offers Internet access, television distribution, mobile and wireline telephony, business solutions and over-the-top (OTT) video services in Canada. The operations of the Media segment in Québec include the operation of an over-the-air television network and specialty television services, the operation of soundstage and equipment rental and postproduction services for the film and television industries, the printing, publishing and distribution of daily newspapers, the operation of news and entertainment digital platforms, the publishing and distribution of magazines, the production and distribution of audiovisual content, and the operation of an out-of-home advertising business. The activities of the Sports and Entertainment segment in Québec encompass the operation and management of the Videotron Centre in Québec City, show production, sporting and cultural event management, the publishing and distribution of books, the production of music, and the operation of a Quebec Maritimes Junior Hockey League team.

The Media segment experiences significant seasonality due, among other factors, to seasonal advertising patterns and influences on people’s viewing, reading and listening habits. Given that the Media segment depends on advertising sales for a significant portion of its revenue, operating results are also sensitive to prevailing economic conditions, as they may affect the advertising expenditures of corporations. Accordingly, the interim-period results of operations for the Media segment should not necessarily be considered indicative of its full-year results due to the seasonality of certain of its operations.

1. BASIS OF PRESENTATION

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (IASB), however, they do not include all disclosures required under IFRS for annual consolidated financial statements. In particular, these consolidated financial statements were prepared in accordance with IAS 34, *Interim Financial Reporting*, and, accordingly, they are condensed consolidated financial statements. These condensed consolidated financial statements should be read in conjunction with the Corporation’s 2024 annual consolidated financial statements, which contain a description of the material accounting policies used in the preparation of these condensed consolidated financial statements.

These condensed consolidated financial statements were approved for issue by the Board of Directors of Quebecor on May 7, 2025.

Comparative figures for the previous period have been restated to conform to the presentation adopted for the three-month period ended March 31, 2025.

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024

(tabular amounts in millions of Canadian dollars, except for per share data and option data)

(unaudited)

2. REVENUES

	Three months ended March 31	
	2025	2024
Telecommunications:		
Mobile telephony	\$ 428.8	\$ 409.1
Internet	312.6	320.5
Television	190.2	199.2
Wireline telephony	59.9	64.7
Mobile equipment sales	126.3	131.3
Other	42.3	54.7
Media:		
Advertising	75.5	76.9
Subscription	43.7	44.5
Other	45.4	47.4
Sports and Entertainment	49.7	46.7
Inter-segments	(31.3)	(32.2)
	\$ 1,343.1	\$ 1,362.8

3. EMPLOYEE COSTS AND PURCHASE OF GOODS AND SERVICES

	Three months ended March 31	
	2025	2024
Employee costs	\$ 252.5	\$ 234.6
Less employee costs capitalized to property, plant and equipment and to intangible assets	(55.2)	(45.4)
	197.3	189.2
Purchase of goods and services:		
Royalties, rights and creation costs	195.5	204.2
Cost of products sold	190.9	202.2
Service contracts	42.4	35.2
Marketing, circulation and distribution expenses	24.0	29.8
Other	143.4	142.7
	596.2	614.1
	\$ 793.5	\$ 803.3

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024

(tabular amounts in millions of Canadian dollars, except for per share data and option data)

(unaudited)

4. FINANCIAL EXPENSES

	Three months ended March 31	
	2025	2024
Interest on long-term debt and on debentures	\$ 83.1	\$ 98.5
Amortization of financing costs	2.3	2.3
Interest on lease liabilities	5.5	4.6
Loss on foreign currency translation on short-term monetary items	1.0	1.6
Other	0.6	1.9
	\$ 92.5	\$ 108.9

5. RESTRICTED CASH AND DEFERRED SUBSIDIES

As part of the government's initiative to improve wireless coverage in outlying regions of Québec, Videotron Ltd. ("Videotron") received an advance payment of \$18.3 million in 2025 (\$37.0 million in 2024) for the construction of new cell towers in certain regions. The unused balance of subsidies received in advance is presented as restricted cash and as deferred subsidies on the consolidated balance sheets (\$52.5 million as of March 31, 2025 and \$34.2 million as of December 31, 2024).

6. SPECTRUM LICENCES

On May 29, 2024, Videotron acquired 305 blocks of spectrum in the 3800 MHz band across the country for a total price of \$298.9 million (of which \$59.8 million was paid in January 2024 and \$239.1 million was paid in May 2024). Approximately 61% of the 305 blocks of wireless spectrum are located outside Québec, mainly in southern Ontario, Alberta and British Columbia.

7. LONG-TERM DEBT

Components of long-term debt are as follows:

	March 31, 2025	December 31, 2024
Total long-term debt	\$ 7,586.0	\$ 7,619.7
Financing costs, net of amortization	(35.1)	(37.5)
	7,550.9	7,582.2
Less current portion	(400.0)	(400.0)
	\$ 7,150.9	\$ 7,182.2

As of March 31, 2025, the carrying value of long-term debt denominated in U.S. dollars, excluding financing costs, was \$3,987.5 million (\$4,021.2 million as of December 31, 2024) while the net fair value of related hedging derivative instruments was in an asset position of \$122.1 million (\$141.5 million as of December 31, 2024).

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024

(tabular amounts in millions of Canadian dollars, except for per share data and option data)

(unaudited)

7. LONG-TERM DEBT (continued)

On February 26, 2025, Videotron amended and restated its credit agreement to, among other things, amend its existing \$500.0 million revolving credit facility (reduced from \$2,000.0 million to \$500.0 million on January 29, 2025) by creating two tranches: (i) a first tranche in the amount of \$250.0 million maturing in February 2030, and (ii) a second tranche in the amount of \$250.0 million maturing in February 2026 and providing for a conversion option into a term facility maturing in February 2027.

On April 15, 2025, Quebecor Media terminated its \$300.0 million secured revolving credit facility.

8. EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS

Basic earnings per share are calculated by dividing net income attributable to shareholders by the weighted average number of shares outstanding during the period. Diluted earnings per share are calculated by taking into account the potentially dilutive effect of stock options and convertible debentures.

The following table sets forth the computation of basic and diluted earnings per share attributable to shareholders:

	Three months ended March 31	
	2025	2024
Net income attributable to shareholders	\$ 190.7	\$ 173.2
Impact of assumed conversion of convertible debentures	–	(8.7)
Net income attributable to shareholders, adjusted for dilution effect	\$ 190.7	\$ 164.5
Weighted average number of shares outstanding (in millions)	231.3	230.7
Potentially dilutive effect of stock options and convertible debentures (in millions)	0.9	5.3
Weighted average number of diluted shares outstanding (in millions)	232.2	236.0

9. CAPITAL STOCK

(a) Authorized capital stock

An unlimited number of Class A Multiple Voting Shares (“Class A Shares”) with voting rights of 10 votes per share convertible at any time into Class B Subordinate Voting Shares (“Class B Shares”) on a one-for-one basis.

An unlimited number of Class B Shares convertible into Class A Shares on a one-for-one basis, only if a takeover bid for Class A Shares is made to holders of Class A Shares without being made concurrently and under the same terms to holders of Class B Shares, for the sole purpose of allowing the holders of Class B Shares to accept the offer and subject to certain other stated conditions provided in the articles, including the acceptance of the offer by the majority holder.

Holders of Class B Shares are entitled to elect 25% of the Board of Directors of Quebecor. Holders of Class A Shares may elect the other members of the Board of Directors.

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024

(tabular amounts in millions of Canadian dollars, except for per share data and option data)

(unaudited)

9. CAPITAL STOCK (continued)

(b) Issued and outstanding capital stock

	Class A Shares		Class B Shares	
	Number	Amount	Number	Amount
Balance as of December 31, 2024	75,449,875	\$ 8.4	156,767,860	\$ 1,032.8
Shares purchased and cancelled	–	–	(1,830,000)	(12.0)
Shares issued upon exercise of stock options	–	–	48,444	1.3
Balance as of March 31, 2025	75,449,875	\$ 8.4	154,986,304	\$ 1,022.1

Repurchase of shares

On August 7, 2024, the Corporation filed a normal course issuer bid for a maximum of 1,000,000 Class A Shares representing approximately 1.3% of issued and outstanding Class A Shares, and for a maximum of 5,000,000 Class B Shares representing approximately 3.2% of issued and outstanding Class B Shares as of August 1, 2024. The purchases can be made from August 15, 2024 to August 14, 2025, at prevailing market prices on the open market through the facilities of the Toronto Stock Exchange or other alternative trading systems. All shares purchased under the bid will be cancelled.

During the three-month period ended March 31, 2025, the Corporation purchased and cancelled 1,830,000 Class B Shares for a total cash consideration of \$60.8 million. The excess of \$48.8 million of the purchase price over the carrying value of Class B Shares repurchased was recorded as a reduction of retained earnings.

Issuance of shares

During the three-month period ended March 31, 2025, 48,444 Class B Shares were issued upon the exercise of stock options for a cash consideration of \$1.3 million. As a result of this transaction, contributed surplus was increased by \$0.5 million and stock-based compensation liability was reduced by the same amount.

Dividends

On May 7, 2025, the Corporation declared a dividend of \$0.35 per share on Class A Shares and Class B Shares, or approximately \$80.7 million, payable on June 17, 2025, to shareholders of record at the close of business on May 23, 2025.

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024

(tabular amounts in millions of Canadian dollars, except for per share data and option data)

(unaudited)

10. STOCK-BASED COMPENSATION PLANS

The following table provides details of changes to outstanding options in the principal stock-based compensation plans in which management of the Corporation and its subsidiaries participate, for the three-month period ended March 31, 2025:

	Outstanding options	
	Number	Weighted average exercise price
Quebecor		
As of December 31, 2024	12,451,061	\$ 30.65
Exercised	(488,588)	31.07
Cancelled	(277,001)	31.04
As of March 31, 2025	11,685,472	\$ 30.63
Vested options as of March 31, 2025	1,415,852	\$ 31.51
TVA Group Inc.		
As of December 31, 2024	685,774	\$ 1.96
Cancelled	(65,000)	1.83
Expired	(25,000)	6.85
As of March 31, 2025	595,774	\$ 1.77
Vested options as of March 31, 2025	150,390	\$ 1.88

During the three-month period ended March 31, 2025, 48,444 Class B Shares of Quebecor were issued upon the exercise of stock options (note 9) (none in 2024) and 440,144 stock options of Quebecor were exercised for a cash consideration of \$2.0 million (none in 2024).

For the three-month period ended March 31, 2025, a \$19.5 million charge was recorded related to all stock-based compensation plans (a \$3.0 million reversal of the charge in 2024).

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024
(tabular amounts in millions of Canadian dollars, except for per share data and option data)
(unaudited)

11. ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO SHAREHOLDERS

	Cash flow hedges ¹	Translation of investments in foreign associates	Defined benefit plans	Equity investment	Total
Balance as of December 31, 2023	\$ (20.5)	\$ (34.7)	\$ 72.4	\$ (11.4)	\$ 5.8
Other comprehensive income (loss)	5.4	(1.2)	36.4	2.9	43.5
Balance as of March 31, 2024	(15.1)	(35.9)	108.8	(8.5)	49.3
Other comprehensive loss	(77.2)	(0.7)	(11.1)	(5.3)	(94.3)
Balance as of December 31, 2024	(92.3)	(36.6)	97.7	(13.8)	(45.0)
Other comprehensive income (loss)	7.1	(1.4)	–	2.0	7.7
Balance as of March 31, 2025	\$ (85.2)	\$ (38.0)	\$ 97.7	\$ (11.8)	\$ (37.3)

¹ No significant amount is expected to be reclassified in income over the next 12 months in connection with derivatives designated as cash flow hedges. The balance is expected to reverse over a 9¾-year period.

12. FAIR VALUE OF FINANCIAL INSTRUMENTS

In accordance with IFRS 13, *Fair Value Measurement*, the Corporation considers the following fair value hierarchy, which reflects the significance of the inputs used in measuring its financial instruments:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs that are not based on observable market data (unobservable inputs).

The fair value of long-term debt is estimated based on quoted market prices when available or on valuation models using Level 1 and Level 2 inputs. When the Corporation uses valuation models, the fair value is estimated based on discounted cash flows using period-end market yields or the market value of similar instruments with the same maturity.

The fair value of derivative financial instruments recognized on the consolidated balance sheets is estimated as per the Corporation's valuation models. These models project future cash flows and discount the future amounts to a present value using the contractual terms of the derivative financial instrument and factors observable in external market data, such as period-end swap rates and foreign exchange rates (Level 2 inputs). An adjustment is also included to reflect non-performance risk, impacted by the financial and economic environment prevailing at the date of the valuation, in the recognized measure of the fair value of the derivative financial instruments by applying a credit default premium, estimated using a combination of observable and unobservable inputs in the market (Level 3 inputs), to the net exposure of the counterparty or the Corporation. Derivative financial instruments are classified as Level 2.

QUEBECOR INC.

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

For the three-month periods ended March 31, 2025 and 2024
(tabular amounts in millions of Canadian dollars, except for per share data and option data)
(unaudited)

12. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The carrying value and fair value of long-term debt and derivative financial instruments as of March 31, 2025 and December 31, 2024 are as follows:

Asset (liability)	March 31, 2025		December 31, 2024	
	Carrying value	Fair value	Carrying value	Fair value
Long-term debt¹	\$ (7,586.0)	\$ (7,530.1)	\$ (7,619.7)	\$ (7,540.0)
Derivative financial instruments				
Foreign exchange forward contracts	5.0	5.0	6.9	6.9
Interest rate swaps	(11.5)	(11.5)	(7.2)	(7.2)
Cross-currency swaps	122.1	122.1	141.5	141.5

¹ The carrying value of long-term debt excludes financing costs.

13. ADDITIONAL INFORMATION ON THE CONSOLIDATED STATEMENTS OF CASH FLOWS

	Three months ended March 31	
	2025	2024
Cash flows used for capital expenditures		
Additions to property, plant and equipment	\$ 146.0	\$ 127.0
Additions to intangible assets (excluding acquisitions of spectrum licences)	36.5	39.2
	182.5	166.2
Cash, cash equivalents and restricted cash consist of		
Cash and cash equivalents	\$ 214.2	\$ 25.9
Restricted cash	52.5	37.0
	266.7	62.9
Interest and income taxes reflected as operating activities		
Cash interest payments	\$ 69.9	\$ 63.7
Cash income tax payments (net of refunds)	80.5	59.9