EXEMPLAR GROWTH AND INCOME FUND
commentary - Week ending October 17, 2025

Arrow Capital Management Inc.

October 17th 2025 Asset Allocation: 7.0% cash; 18.2% bonds; 2.5% commodities, and 62.2% equities*; 28.4% $US

October 10th 2025 Asset Allocation: 6.4% cash; 26.4% bonds; 3.7% commodities, and 61.8% equities*; 25.8% $US
*Net exposure to equities

	Last Week	Year to Date
iShares U.S. 7-10 Yr Bond ETF	+1.02%	+8.63%
iShares Core Canada Bond Index ETF	+0.55%	+3.36%
Gold (GLD ETF)	+5.38%	+59.28%
USD/CAD	+0.19%	-2.29%
ACWI (ETF)	+2.14%	+18.29%
S&P 500 (SPX ETF)	+1.73%	+13.62%
Nasdaq (QQQ ETF)	+2.44%	+17.82%
S&P/TSX (XIU ETF)	-0.59%	+21.05%
EGIF – Series FD	+1.05%	+15.03%
EGGIF – Series FD	+1.13%	+12.31%

October 10, 2025 to October 17, 2025

Quad Forecast	3Q25E	4Q25E	1Q26E
Canada	Quad 3 (GDP ↓, Inflation ↑)	Quad 3 (GDP ↓, Inflation ↑)	Quad 2 (GDP ↑, Inflation ↑)
United States	Quad 2 (GDP ↑, Inflation ↑)	Quad 2 (GDP ↑, Inflation ↑)	Quad 1 (GDP ↑, Inflation ↓)

Source: Hedgeye Risk Management, October 2025

U.S. stock markets ended the week higher, recovering from a sharp sell-off the previous Friday—the worst for the S&P 500 since April. Markets experienced notable volatility throughout the week but found support from easing U.S.-China trade tensions, dovish signals from Federal Reserve officials, and momentum in the artificial intelligence (AI) sector through several deal announcements.

The start of earnings season also contributed to positive market sentiment. Major banks including JPMorgan Chase, Citigroup, and Wells Fargo reported stronger-than-expected third-quarter results. As of Friday, about 12% of S&P 500 companies had reported, with 86% beating earnings estimates, according to FactSet. However, investor confidence was tested mid-week when regional banks revealed issues tied to potentially fraudulent loans. This came on the heels of bankruptcies in the subprime auto lending and auto parts sectors, raising alarms about credit risk and the stability of regional banks. The news caused a spike in the CBOE Volatility Index to its highest level since April, reflecting growing market uncertainty.

Federal Reserve Chair Jerome Powell signaled continued support for rate cuts amid signs of a weakening labor market. Speaking Tuesday, Powell highlighted rising risks to employment, reinforcing expectations that the Fed may lower interest rates again this year, despite persistent inflation. Other Fed officials echoed this sentiment. Additionally, the Fed's latest Beige Book report painted a mixed picture of the economy. While employment remained steady and wages rose, consumer spending slightly declined, prices increased, and more employers reported reducing headcounts. Overall, the data suggest the economy is cooling, supporting the case for further monetary easing.

Sector Breakdown and Top Holdings

The Fund is prepared for multiple outcomes and using market swings to add or remove exposures. Our biggest sectors: Industrials (9.7%), Materials (9.5%), Financials (7.4%), Energy (7.3%), and Real Estate (5.2%). I've added our Top 10 Equity Holdings below for this week.

Top 10 Equity Holdings as of October 17, 2025

1.	Schmid Group – SHMD	Industrials
2.	Chartwell Retirement – CSH.UN	REITS
3.	Manulife - MFC	Financials
4.	Base Carbon - BCBN	Financials
5.	Tenaz Energy - TNZ	Energy
6.	Canadian Imperial Bank - CM	Financials
7.	Amazon – AMZN	Consumer Discretionary
8.	Sun Life – SLF	Financials
9.	Capital Power – CPX	Utilities
10.	Enbridge – ENB	Energy

*EGIF Top 10 Equity Holdings exposure: 9.6%

The Exemplar Growth & Income Series FD was +1.05% last week and is +15.03% year to date.

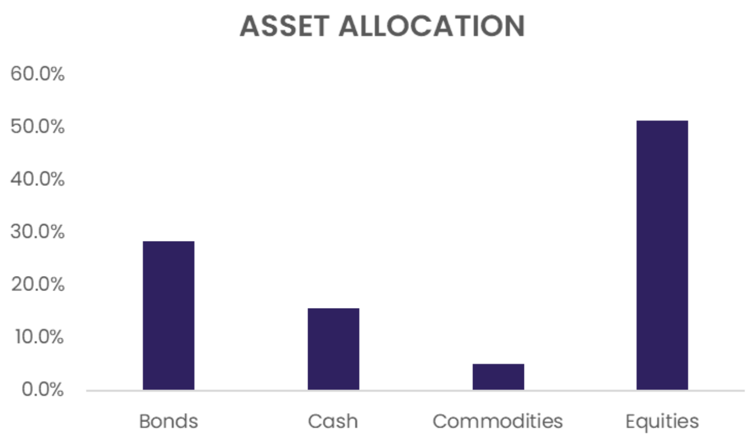
Exemplar Global Growth & Income

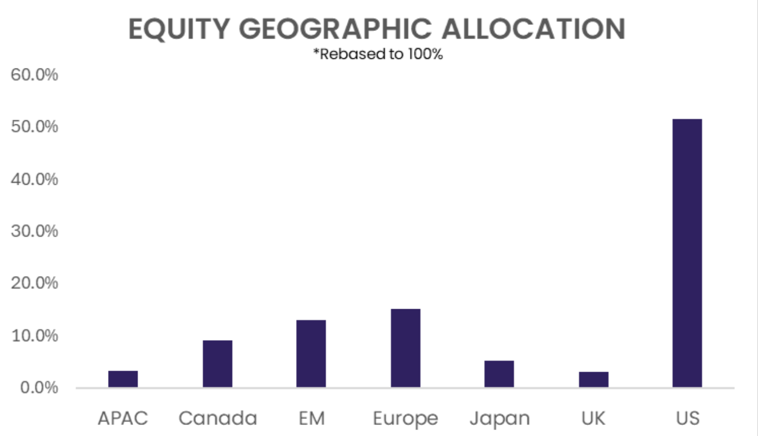
Quad Forecast	3Q25E	4Q25E	1Q26E
Europe	Quad 3 (GDP ↓, Inflation ↑)	Quad 3 (GDP ↓, Inflation ↑)	Quad 4 (GDP ↓, Inflation ↓)
China	Quad 4 (GDP ↓, Inflation ↓)	Quad 3 (GDP ↓, Inflation ↑)	Quad 4 (GDP ↓, Inflation ↓)
Japan	Quad 4 (GDP ↓, Inflation ↓)	Quad 4 (GDP ↓, Inflation ↓)	Quad 1 (GDP ↑, Inflation ↓)

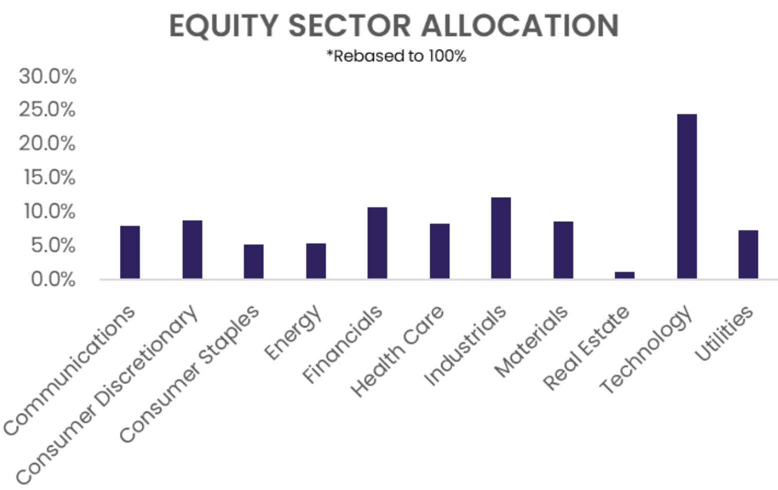
Source: Hedgeye Risk Management, October 2025

Global equity markets continued their winning ways despite the setback on Friday. All eyes will be focused on the slew of forthcoming earnings in the next few weeks, and we will be listening to management teams for clues as to whether our macro models are matching up with the bottom-up views of companies. We had several large money-center bank results last week which were on balance strong given capital market activity. Many of these stocks had run up into the prints so they were modestly sold off. Credit issues around several failed BDC's has added some fear into the market – particularly smaller US banks / credit issuers – will watch closely ZION and COF commentaries this week. We are all aware of the "K-shaped" economy and the fact that is it is becoming even more extreme. This reality will likely show up in company results as well – for example, we favour luxury/high income focused companies over low-income focused companies at this juncture.

Outside of the US, Japanese politics received a boost with new coalition between the LDP and The Japanese Restoration Party helping to put a strong bid back into the market. The improving governance and renewed focus on improving ROI's / reducing cross ownership in public companies in both Japan and now Korea, should help share prices over the medium term in both markets.







Top 10 Equity Holdings as of October 17, 2024

1.	Microsoft – MFST	Technology
2.	Alphabet – GOOG	Communication Services
3.	Apple - AAPL	Technology
4.	Nvidia - NVDA	Technology
5.	Meta Platforms - META	Communication Services
6.	Amazon – AMZN	Consumer Discretionary
7.	Walmart – WMT	Consumer Staples
8.	Sempra – SRE	Utilities
9.	General Electric - GE	Industrials
10.	Unilever - UL	Consumer Staples

*EGGIF Top 10 Equity Holdings exposure: 6.3%

The Exemplar Global Growth & Income Series FD was +1.13% last week and is +12.31% year to date.

Thanks,
Arrow Investment Team

Historical Performance – As of September 30, 2025

	1-Year	3-Year	5-Year	10-Year	ITD
EGIF - Series FD	16.48%	8.88%	7.37%	7.65%	7.43%
EGGIF – Series FD	12.17%	7.01%			3.38%

Published October 20, 2025

Commissions, trailing commissions, management and performance fees and expenses all may be associated with mutual fund and exchange-traded fund (ETF) investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compound total returns net of fees and expenses payable by the fund (except for figures of one year or less, which are simple total returns) including changes in security value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds and ETFs are not guaranteed, their values change frequently and past performance may not be repeated. You will usually pay brokerage fees to your dealer if you purchase or sell securities of an ETF on recognized Canadian exchanges. If the securities are purchased or sold on these Canadian exchanges, investors may pay more than the current net asset value when buying securities of the ETF and may receive less than the current net asset value when selling them.

The rates of return are used only to illustrate the effects of the compound growth rate and are not intended to reflect future values or returns on investment in an investment fund.

This document is provided as a general source of information and should not be considered personal, legal, accounting, tax or investment advice, or construed as an endorsement or recommendation of any entity or security discussed. Every effort has been made to ensure that the material contained in this document is accurate at the time of publication. Market conditions may change which may impact the information contained in this document. All charts and illustrations in this document are for illustrative purposes only. They are not intended to predict or project investment results. Individuals should seek the advice of professionals, as appropriate, regarding any particular investment. Investors should consult their professional advisors prior to implementing any changes to their investment strategies.

Certain statements in this document are forward-looking. Forward-looking statements ("FLS") are statements that are predictive in nature, depend upon or refer to future events or conditions, or that include words such as "may," "will," "should," "could," "expect," "anticipate," "intend," "plan," "believe," or "estimate," or other similar expressions. Statements that look forward in time or include anything other than historical information are subject to risks and uncertainties, and actual results, actions or events could differ materially from those set forth in the FLS. FLS are not guarantees of future performance and are by their nature based on numerous assumptions. Although the FLS contained herein are based upon what Arrow Capital Management and the portfolio manager believe to be reasonable assumptions, neither Arrow Capital Management nor the portfolio manager can assure that actual results will be consistent with these FLS. The reader is cautioned to consider the FLS carefully and not to place undue reliance on FLS. Unless required by applicable law, it is not undertaken, and specifically disclaimed that there is any intention or obligation to update or revise FLS, whether as a result of new information, future events or otherwise.

The comparison presented is intended to illustrate the historical performance of Exemplar Growth and Income Fund (the "Fund") as compared with the historical performance of a widely quoted market index or a weighted blend of widely quoted market indices or other investments. There are various important differences that may exist between the Fund and the stated indices or other investments that may affect the performance of each. The objectives and strategies of the Fund result in holdings that do not necessarily reflect the constituents of and their weights within the comparable indices. Indexes are unmanaged and their returns do not include any sales charges or fees. It is not possible to invest directly in market indices. Certain statements contained in this communication are based in whole or in part on information provided by third parties and Arrow Capital Management has taken reasonable steps to ensure their accuracy. Market conditions may change which may impact the information contained in this document.

More information about the Fund can be found on our website www.arrow-capital.com.