

EXEMPLAR GROWTH AND INCOME FUND

commentary - Week ending September 26, 2025



September 26th 2025 Asset Allocation: 6.4% cash; 26.4% bonds; 3.7% commodities, and 61.8% equities*; 25.8% \$US

September 19th 2025 Asset Allocation: 5.5% cash; 26.3% bonds; 4.2% commodities, and 61.7% equities*; 25.8% \$US

*Net exposure to equities

	Last Week	Year to Date
iShares U.S. 7-10 Yr Bond ETF	-0.41%	+6.47%
iShares Core Canada Bond Index ETF	-0.17%	+2.37%
Gold (GLD ETF)	+2.23%	+41.98%
USD/CAD	+1.08%	-3.02%
ACWI (ETF)	-0.30%	+17.19%
S&P 500 (SPX ETF)	-0.28%	+13.19%
Nasdaq (QQQ ETF)	-0.11%	+16.66%
S&P/TSX (XIU ETF)	-0.29%	+19.80%
EGIF – Series FD	+1.25%	+12.70%
EGGIF – Series FD	+0.57%	+10.60%

September 19, 2025 to September 26, 2025

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

Source: Hedgeye Rish Management

Recent economic reports suggest the U.S. economy is performing better than expected. Growth in the second quarter was revised up to 3.8% annually—well above the usual 1.5% to 2.0% pace. A big part of this came from consumer spending, which rose by 2.5%, beating forecasts of 1.7%. Since consumer spending makes up about 70% of the economy, this is an important sign of economic health.



Source: Bloomberg

August data showed the trend continued. Personal income rose 0.4%, and inflation-adjusted consumer spending also climbed 0.4%—both better than expected. Forecasts for third-quarter growth now suggest the economy could expand by over 3%, driven again by strong consumer activity. Tools like the Atlanta Fed’s GDPNow and Bloomberg’s Economic Surprise Index both show the economy outperforming expectations in recent weeks.

Still, there are some areas to watch. The job market has shown some signs of slowing, but recent data on jobless claims suggest things may be stabilizing. Inflation remains slightly high, with the Fed’s preferred measure (PCE inflation) at 2.7% overall and 2.9% for core prices, but this was in line with expectations.

The Fund is prepared for multiple outcomes and using market swings to add or remove exposures. Our biggest sectors: Industrials (9.3%), Materials (9.1%), Energy (7.6%), Financials (7.5%) and Real Estate (5.2%). I’ve added our Top 10 Equity Holdings below for this week.

Top 10 Equity Holdings as of September 26, 2025

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

*EGIF Top 10 Equity Holdings exposure: 9.3%

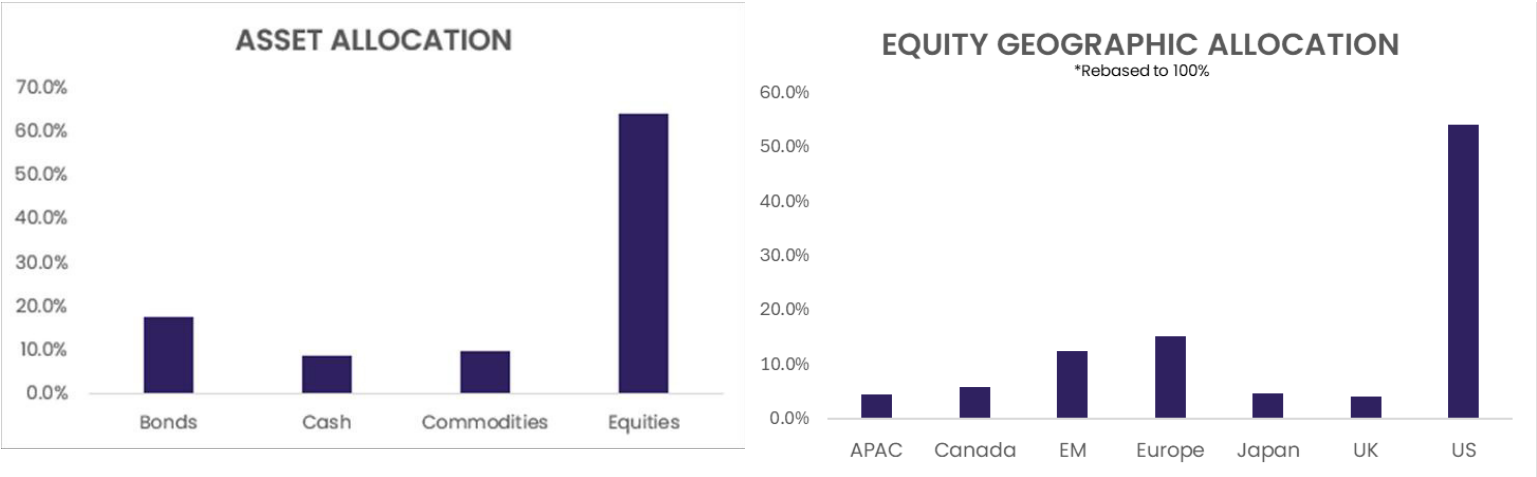
The Exemplar Growth & Income Series FD was +1.25% last week and is +12.70% year to date.

Exemplar Global Growth & Income

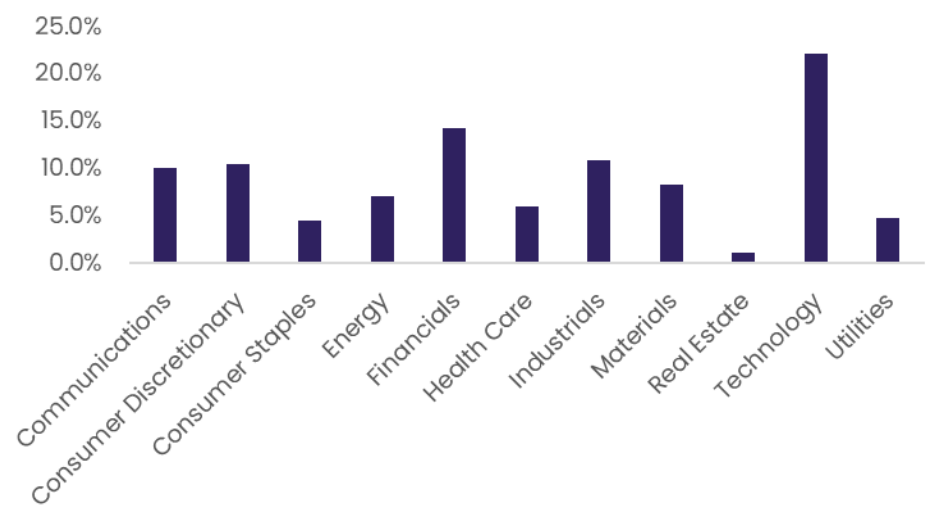
Quad Forecast	3Q25E	4Q25E	1Q26E
Europe	Quad 4 (GDP ↓, Inflation ↓)	Quad 3 (GDP ↓, Inflation ↑)	Quad 4 (GDP ↓, Inflation ↓)
China	Quad 3 (GDP ↓, Inflation ↑)	Quad 3 (GDP ↓, Inflation ↑)	Quad 4 (GDP ↓, Inflation ↓)
Japan	Quad 4 (GDP ↓, Inflation ↓)	Quad 3 (GDP ↓, Inflation ↑)	Quad 1 (GDP ↑, Inflation ↓)

Source: Hedgeye Risk Management

Heading into the quarter-end, we have not had any material changes in our economic models with an inflationary growth environment expected in Q4 in the US. While broad market averages were down across the board last week, commodities (DBC ETF) and gold (GLD ETF) were both strong and up over 2% each. We continue to advocate allocations to commodities as a portfolio diversifier and, in an inflationary environment, a potential return enhancer. The US Energy Sector (XLE ETF) stood out, up over 4% and now a core allocation in this environment. Contrast this with Bitcoin (IBIT ETF) which was down over 5% and much more correlated with equity risk. Finally, the Canadian dollar lost 80bps as the market is largely front running a challenging fiscal outlook for Canada.



EQUITY SECTOR ALLOCATION



Top 10 Equity Holdings as of September 26, 2024

1.	Microsoft – MFST	Technology
2.	Apple - AAPL	Technology
3.	Alphabet – GOOG	Communication Services
4.	Amazon – AMZN	Consumer Discretionary
5.	Meta Platforms - META	Communication Services
6.	Nvidia - NVDA	Technology
7.	Intel – INTC	Technology
8.	JPMorgan Chase – JPM	Financials
9.	Baker Hughes – BKR	Energy
10.	Sempra – SRE	Utilities

*EGGIF Top 10 Equity Holdings exposure: 7.0%

The Exemplar Global Growth & Income Series FD was +0.57% last week and is +10.60% year to date.

Thanks,
Arrow Investment Team

Historical Performance – As of August 31, 2025

	1-Year	3-Year	5-Year	10-Year	ITD
EGIF - Series FD	14.45%	6.48%	6.34%	7.06%	7.02%
EGGIF – Series FD	9.20%	5.12%			2.28%

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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.

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