

EXEMPLAR GROWTH AND INCOME FUND

commentary – WEEK ENDING NOVEMBER 29, 2024



November 29th, 2024 Asset Allocation: 14.5% cash; 15.8% bonds; 8.7% commodities (3.1% GLD ETF/ 0.9% SLV/ 3.0% IBIT/ 0.1% UNG/ 1.6% USO) and 61.0% equities*; 26.0% \$US

November 22nd, 2024 Asset Allocation: 14.8% cash; 16.1% bonds; 8.4% commodities (3.1% GLD ETF/ 1.0% SLV/ 3.0% IBIT/ 0.1% UNG/ 1.2% USO) and 60.7% equities*; 26.0% \$US

*Net exposure to equities

	Last Week	Year to Date
iShares U.S. 7-10 Yr Bond ETF	+1.70%	+1.66%
iShares Core Canada Bond Index ETF	+2.83%	+4.73%
Gold (GLD ETF)	-2.69%	+28.12%
USD/CAD	+0.20%	+5.80%
ACWI (ETF)	+1.10%	+20.66%
S&P 500 (SPX ETF)	+1.41%	+26.47%
Nasdaq (QQQ ETF)	+0.78%	+25.01%
S&P/TSX (XIU ETF)	+0.96%	+24.92%
EGIF – Series FD	+0.39%	+16.75%
EAGIF – Series FD	+0.70%	+12.75%

November 22, 2024 to November 29, 2024

All assets were up in a U.S. holiday shortened week except for Gold. It's been a good year for asset prices so far. Still a few dates to keep on the radar: Dec 6th - Non-Farm Payrolls; Dec 11th - CPI; Dec 16th - PMI; and Dec 18th - FOMC decision. Too soon to relax and call it a year. Bank of Canada decision is Dec 11th and expectations are for a 50 bps cut. Its a 100% probability of 25 bps and 54% chance of 50 bps. Has the Canadian dollar already anticipated a 50 or 25 bp cut? Markets are pricing somewhere in between.

The last Trump term as President was fraught with volatility and big moves. Trump is out to shake things up as he did this week by threatening 25% Tariffs on all Canadian and Mexican goods. Canadian Industrials took a pounding on that announcement and bounced somewhat over the past 3 days. Trump is sure to bring volatility to most asset classes.

SPX Index – November 8, 2016 to January 19, 2021



Source: Bloomberg

During the Trump years (2017-2020), the Exemplar Growth and Income Fund did very well in sidestepping the large drawdowns.

The end of the year is 4 weeks away. Last week the Fund increased duration in bonds and added to small caps. The Fund is very active increasing and decreasing equity exposure. The Fund will tactically trade equities, either through outright sales or 'shorting'. The Fed has refocused on unemployment and doesn't wish to see the slack in employment grow. The FED has lowered interest rates by 75 bps. The Bank of Canada has made four interest rate cuts so far this year, the latest a jumbo 50 bps. The direction of Fed Funds and BoC rate are both lower, but the pace is uncertain. The probability of a December Fed cut is 66%. Our biggest sectors: Financials (11.5%), Energy (10.4%), Industrials (9.2%), Info Tech (5.3%) and Healthcare (4.5%). I've added our Top 10 Equity Holdings below for this week.

Top 10 Equity Holdings as of November 29, 2024

1.	Canadian Imperial Bank - CM	Financials
2.	Royal Bank - RY	Financials
3.	Pembina Pipelines - PPL	Energy
4.	National Bank - NA	Financials
5.	Keyera Corp – KEY	Energy - Midstream
6.	Exxon Mobil – XOM	Energy
7.	MDA Space - MDA	Industrials
8.	Intel - INTC	Info Tech
9.	Bristol-Myers – BMY	Healthcare
10.	Amazon - AMZN	Consumer Discretionary

The Exemplar Growth & Income Series FD was +0.39% last week and is +16.75% year to date.

Exemplar Global Growth & Income

We launched a Global version of our Exemplar Growth & Income Fund in December of 2021. The Fund has the same investment team and investment process that you are familiar with from the Exemplar Growth & Income Fund but with a Global geographical focus. To help show the portfolio differences, we have included the asset allocation for Exemplar Global Growth & Income as well as the top 10 equity holdings and performance below.

November 29th, 2024 Asset Allocation: 13.1% cash; 15.0% bonds; 10.6% commodities and 59.3% equities*; 32.2% \$US, 4.5% JPY, 0.1% EUR and 0.4% Other

November 22nd, 2024 Asset Allocation: 14.1% cash; 11.6% bonds; 9.5% commodities and 51.6% equities*; 19.4% \$US, 0.1% GBP, 0.5% JPY, 0.1% EUR and 0.4% Other

*Net exposure to equities

Top 10 Equity Holdings as of November 29, 2024

1.	Amazon - AMZN	Consumer Discretionary
2.	Chevron - CVX	Energy
3.	Exxon Mobil - XOM	Energy
4.	Chubb - CB	Financials
5.	Flutter Entertainment - FLUT	Consumer Discretionary
6.	Netflix - NFLX	Communication Services
7.	Suncor Energy - SU	Energy
8.	Air Prods & Chem - APD	Materials
9.	Tesla - TSLA	Consumer Discretionary
10.	PG&E Corp - PCG	Utilities

The Exemplar Global Growth & Income Series FD was +0.70% last week and is +12.75% year to date.

Thanks,

Arrow Investment Team

Historical Performance – As of November 30, 2024

	1-Year	3-Year	5-Year	ITD
EGIF - Series F	17.02%	2.67%	5.95%	6.93%
EGGIF – Series F	13.00%			1.53%

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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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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.