EXEMPLAR GROWTH AND INCOME FUND commentary - Week ending January 31, 2025



January 31st, 2025 Asset Allocation: 11.9% cash; 18.3% bonds; 7.0% commodities (3.8% GLD ETF/ 1.1 SLV/ 2.1% IBIT) and 62.8% equities*; 23.4% \$US

January 24th, 2025 Asset Allocation: 12.6% cash; 17.8% bonds; 6.1% commodities (3.0% GLD ETF/ 1.0 SLV/ 2.1% IBIT) and 63.5% equities*; 23.4% \$US

*Net exposure to equities

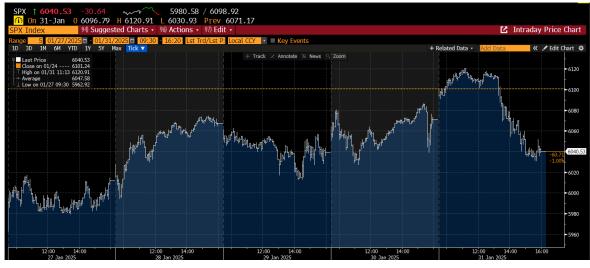
	Last Week	Year to Date
iShares U.S. 7-10 Yr Bond ETF	+0.59%	+0.62%
iShares Core Canada Bond Index ETF	+1.34%	+1.18%
Gold (GLD ETF)	+1.00%	+6.63%
USD/CAD	+1.37%	+1.04%
ACWI (ETF)	-0.71%	+3.14%
S&P 500 (SPX ETF)	-1.00%	+2.78%
Nasdaq (QQQ ETF)	-1.39%	+2.16%
S&P/TSX (XIU ETF)	+0.89%	+4.18%
EGIF – Series FD	-0.75%	+1.38%
EGGIF – Series FD	-0.33%	+2.56%

January 27, 2025 to January 31, 2025

Before we get into the market commentary for this week, we wanted to share a recent video recorded last week which gives a summary and update on Exemplar Growth & Income. The video is about 10 minutes in length and covers topics including; Exemplar Growth & Income's Asset Allocation Model, our thoughts on the market cycle, GDP and Inflation forecasts, current equity strategy, portfolio hedging strategies and the expected volatility we could see during Trump's 2nd term. Click here to watch the video.

Last week, asset prices were up except for U.S. and Global equities. The weekly returns do not tell the whole story. Donald Trump and his government agenda drove market returns in the back half of the week, while out of nowhere 'DeepSeek' submarined the market on Monday on fears U.S. dominance in the Semiconductor/AI space had been challenged by an upstart Chinese company that developed AI on a shoestring budget. The 'DeepSeek' news took down semi's like Nvidia but also ancillary Industries such as Data Centres and power providers. By weeks end, the question remained - were tariffs coming or not. The signals were mixed from Lutnick's confirmation hearing to rumours of delay on tariffs. Friday afternoon Trump announced the tariffs were coming and they were announced Saturday and Canada retaliated Saturday night. Tariffs are inherently inflationary short term and most likely negative for growth. Is this a short-term situation? Does it escalate? Time will tell.

The charts below illustrate the volatility of the past week. Ultimately gold outperformed and bond yields fell. The Canadian dollar fell too.



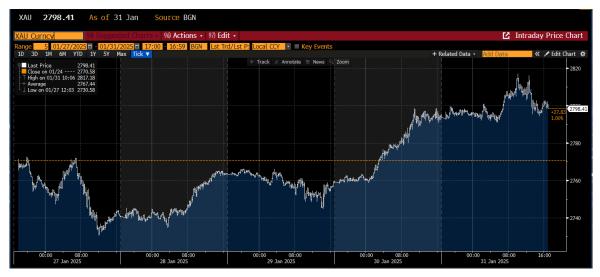
Source: Bloomberg

Canada fared better due to precious metals and Shopify up 10%.



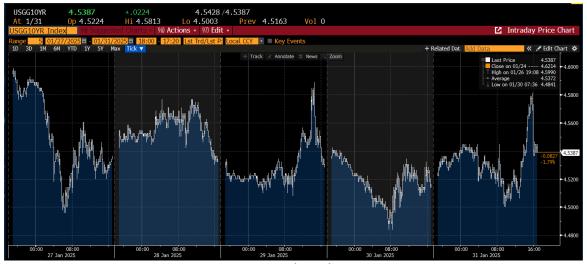
Source: Bloomberg

Gold continues to build on last year's gains.



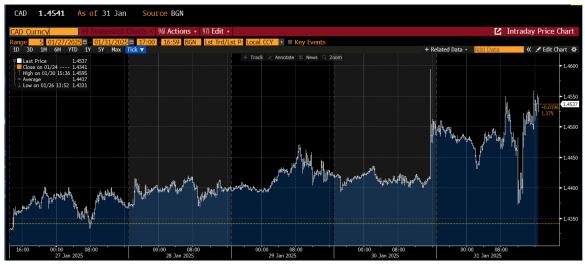
Source: Bloomberg

10YR yields lower Friday on the 'safety trade'.



Source: Bloomberg

CAD weakened on tariff announcement Friday.



Source: Bloomberg

The Fed left rates unchanged on Wednesday as expected. Canada lowered rates 25 bps.

The Fund was following our view of inflationary growth with caution. Policies have changed. Last week the Fund added gold. The Fund reduced equities small.

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 inflation and getting it back to the 2% target. The FED has lowered interest rates by 100 bps. The Bank of Canada has made six interest rate cuts so far this cycle, the latest being 25 bps. The direction of Fed Funds and BoC rate are both lower, but the pace is slower and more uncertain. The probability of a March 19th Fed cut is 19%. Our biggest sectors: Financials (12.2%), Energy (10.3%), Industrials (9.3%), Info Tech (7.2%) and Materials (3.8%). I've added our Top 10 Equity Holdings below for this week.

Top 10 Equity Holdings as of January 31, 2025

1.	Canadian Imperial Bank - CM	Financials
2.	Pembina Pipelines - PPL	Energy
3.	Royal Bank - RY	Financials

4. Amazon - AMZN Consumer Discretionary

5. National Bank - NA Financials

6. Keyera Corp – KEY Energy - Midstream

7. Meta Platforms - META Communication Services

Chartwell Retirement – CSH.UN REITS
Canadian Pacific – CP Industrials
MDA Space - MDA Industrials

The Exemplar Growth & Income Series FD was -0.75% last week and is +1.38% 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.

January 31, 2025 Asset Allocation: 13.0% cash; 20.0% bonds; 10.7% commodities and 57.2% equities*; 19.9% \$US, 2.1% JPY, EUR 0.7%, Other 0.8%

January 24, 2025 Asset Allocation: 10.4% cash; 25.6% bonds; 12.1% commodities and 61.6% equities*; 15.0% \$US, 2.0% JPY, EUR 0.7%, Other 0.8%

Top 10 Equity Holdings as of January 31, 2024

1.	Alphabet - GOOG	Communication Services
2.	Amazon - AMZN	Consumer Discretionary
3.	META Platforms - META	Communication Services
4.	Taiwan Semiconductor - TSM	Technology
5.	JP Morgan Chase – JPM	Financials
6.	Apple – AAPL	Technology
7.	Cloudflare – NET	Technology
8.	Microsoft - MSFT	Technology
9.	Essilorluxottica – EL.PA	Healthcare
10.	Agnico Eagle Mines – AEM	Materials

The Exemplar Global Growth & Income Series FD was -0.33% last week and is +2.56% year to date.

Thanks,

Arrow Investment Team

^{*}Net exposure to equities

Historical Performance – As of January 31, 2025

	1-Year	3-Year	5-Year	ITD
EGIF - Series F	15.08%	2.50%	5.60%	6.75%
EGGIF – Series F	12.22%	2.50%		1.50%

Published February 3, 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.