EXEMPLAR GROWTH AND INCOME FUND
commentary - Week ending September 11, 2026

Arrow Capital Management Inc.

September 11th 2026 Asset Allocation: 10.4% cash; 21.9% bonds; 0.2% commodities, and 67.5% equities*; 11.2% $US
September 4th 2026 Asset Allocation: 9.1% cash; 21.8% bonds; 0.2% commodities, and 69.0% equities*; 11.7% $US
*Net exposure to equities

	Last Week	Year to Date
iShares U.S. 7-10 Yr Bond ETF	-1.34%	-2.82%
iShares Core Canada Bond Index ETF	-0.94%	-0.88%
Gold (GLD ETF)	-1.97%	+0.62%
USD/CAD	+0.23%	+1.06%
ACWI (ETF)	-1.01%	+13.99%
S&P 500 (SPY ETF)	-0.77%	+12.67%
Nasdaq (QQQ ETF)	-0.57%	+16.65%
S&P/TSX (XIU ETF)	-2.20%	+14.47%
EGIF – Series FD	-1.26%	+10.69%
EGGIF – Series FD	-0.84%	+7.65%

September 4, 2026 to September 11, 2026

Quad Forecast	3Q26E	4Q26E	1Q27E
Canada	Quad 3 (GDP ↓, Inflation ↑)	Quad 1 (GDP ↑, Inflation ↓)	Quad 1 (GDP ↑, Inflation ↓)
United States	Quad 4 (GDP ↓, Inflation ↓)	Quad 2 (GDP ↑, Inflation ↑)	Quad 4 (GDP ↓, Inflation ↓)

Source: Hedgeye Risk Management, August 2026

Canadian equities lost ground over a holiday-shortened week as rising oil prices, renewed inflation concerns, and higher bond yields weighed on investor sentiment. Base metals and rate-sensitive groups took the brunt.U.S. indices also finished lower, with small caps underperforming badly while megacap technology held up.

Energy was once again at the centre of the market narrative. WTI climbed above US$100 per barrel, gaining more than US$9 on the week as renewed escalation in the Middle East raised concerns around global supply. Higher crude supported Canadian energy producers, but the broader implications were less constructive. Energy costs are increasingly feeding into inflation expectations, complicating the outlook for both the Bank of Canada and the Federal Reserve. Fixed income markets reflected that, with yields across both curves finishing the week higher.

Inflation data south of the border added to the debate. US CPI rose 0.4% in August and 3.4% year over year, while core CPI gained 0.3% on the month. Energy was a major contributor, with gasoline up 3.9%. The data strengthened expectations that the Fed resumes raising rates at its upcoming meeting. Markets priced a 72% probability of a hike at the next meeting ahead of the print. That sits at 91% at the time of writing.

The key event this week is the Fed's September 15-16 meeting. Following stronger inflation data and the move in oil, markets expect a hike, which makes Chair Kevin Warsh's comments on the policy path the more important variable for equities and bonds. Canadian CPI lands today, and a Canadian Investment Summit is slated for this week that could act as a catalyst across a number of domestic industries.

Sector Breakdown and Top Holdings

The Fund is prepared for multiple outcomes and using market swings to add or remove exposures. Our biggest sectors: Materials (10.5%), Industrials (8.2%), Financials (7.7%), Energy (6.8%), and Real Estate (5.1%). I've added our Top 10 Equity Holdings below for this week.

Top 10 Equity Holdings as of September 11, 2026

1.	Manulife - MFC	Financials
2.	Medexus Pharmaceuticals - MDP	Healthcare
3.	Chartwell Retirement – CSH.UN	Real Estate
4.	Base Carbon - BCBN	Financials
5.	Sun Life Financial - SLF	Financials
6.	Taiwan Semiconductor - TSM	Technology
7.	Royal Bank of Canada – RY	Financials
8.	DRI Healthcare Trust – DHT-U	Healthcare
9.	Canadian Imperial Bank of Commerce - CM	Financials
10.	Canadian Pacific Rail – CP	Industrials

*EGIF Top 10 Equity Holdings exposure: 8.2%

The Exemplar Growth & Income Series FD was **-1.26%** last week and is **+10.69%** year to date.

Exemplar Global Growth & Income

Quad Forecast	3Q26E	4Q26E	1Q27E
Europe	Quad 4 (GDP ↓, Inflation ↓)	Quad 4 (GDP ↓, Inflation ↓)	Quad 1 (GDP ↑, Inflation ↓)
China	Quad 1 (GDP ↑, Inflation ↓)	Quad 1 (GDP ↑, Inflation ↓)	Quad 3 (GDP ↓, Inflation ↑)
Japan	Quad 3 (GDP ↓, Inflation ↑)	Quad 2 (GDP ↑, Inflation ↑)	Quad 3 (GDP ↓, Inflation ↑)

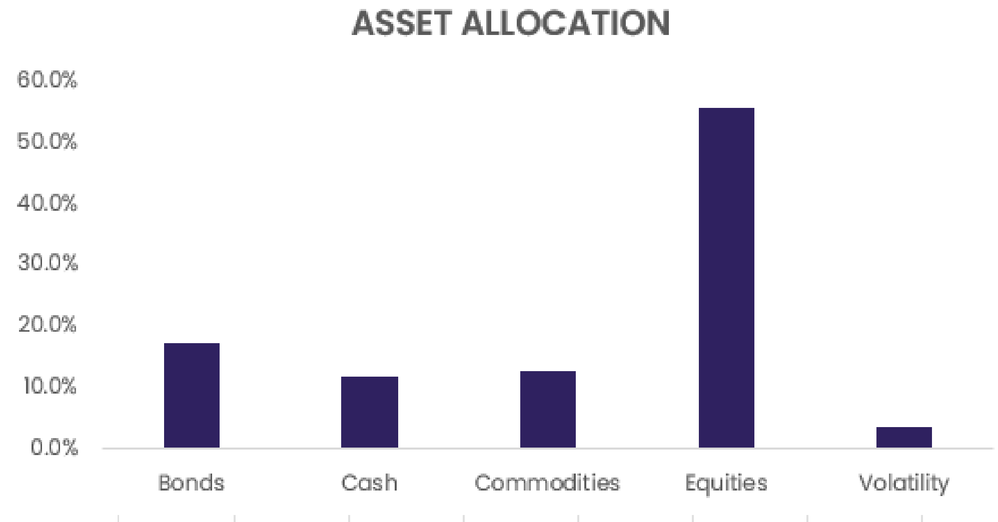
Source: Hedgeye Risk Management, August 2026

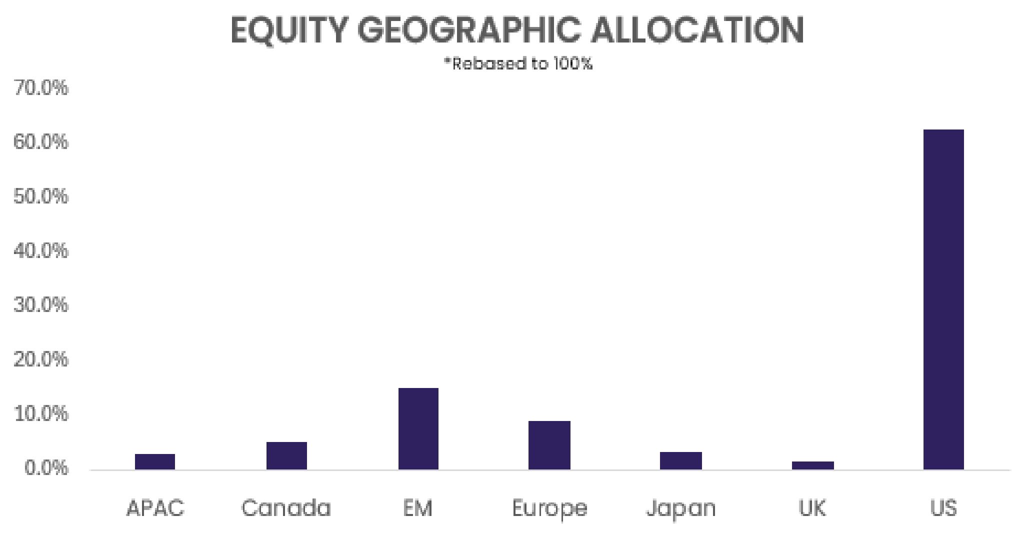
Markets were choppy last week as renewed U.S.-Iran tensions pushed WTI above US$100 and left crude up better than 8% on the week. Higher energy is feeding straight into inflation expectations, and the U.S. 10-yr pressed 5% for the first time since 2023. The S&P fell roughly 0.8% and the Russell 2.4% as small caps underperformed given the rate move. August CPI did nothing to help, with headline at 0.4%, core a tenth hot, and gasoline alone a third of the gain.

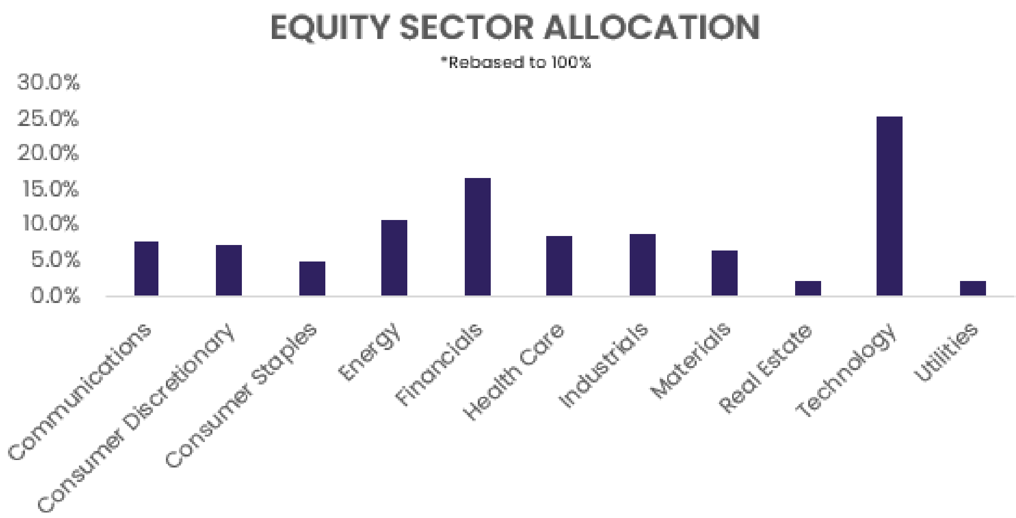
Warm inflation has effectively boxed Warsh into a corner. The base case is a 25 bp hike with odds now near 90%, up from the low 70s before the print. If Warsh surprises with a hold, watch gold and equities gap higher and bonds take the pain. We are open to a clean hike serving as a clearing event, though oil is the canary and a de-escalation deal before the midterms looks thinner by the day. The other assumption to crack was that AI spending only moves one way, with Amodei's weekend essay urging the industry to slow frontier development causing semis and memory to trade heavy today.

The through-line is that earnings have been excellent, but the move in the long end means equities are not especially cheap even with multiple compression. Our models still point to Quad 2 (rising inflation and growth), which argues for respecting the energy and rate impulse.

Exemplar Global Growth & Income Asset Allocation – September 11, 2026







Top 10 Equity Holdings as of September 11, 2026

1.	Nvidia – NVDA	Technology
2.	Apple – AAPL	Technology
3.	Microsoft – MSFT	Technology
4.	Meta Platforms – META	Communication Services
5.	Amazon – AMZN	Consumer Discretionary
6.	Taiwan Semiconductor - TSM	Technology
7.	Alphabet – GOOG	Communication Services
8.	Johnson & Johnson - JNJ	Healthcare
9.	Broadcom – AVGO	Technology
10.	Chevron – CVX	Energy

*EGGIF Top 10 Equity Holdings exposure: 6.5%

The Exemplar Global Growth & Income Series FD was **-0.84%** last week and is **+7.65%** year to date.

Thanks,
Arrow Investment Team

Historical Performance – As of August 31, 2026

	1-Year	3-Year	5-Year	10-Year	ITD
EGIF - Series FD	21.40%	15.95%	6.88%	8.28%	8.21%
EGGIF – Series FD	14.13%	10.22%			4.71%

Published September 14, 2026

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