

FUND COMMENTARY

Purpose Tactical Asset Allocation Fund

FUND DETAILS

ETF TICKER MGMT FEES	RTA 0.75%
SERIES F MGMT FEES	PFC3901 0.75%
SERIES A MGMT FEES	PFC3900 1.75%
SERIES TF5 MGMT FEES	PFC3905 0.75%
SERIES TA5 MGMT FEES	PFC3906 1.75%

Inception date: **NOV. 16, 2015**

DISTRIBUTION FREQUENCY
Annual, if any (T series pays monthly)

FUND STRUCTURE
Corporate Class

Q2 is often a rougher period for equity markets, and given the rally of the past six months, a step back is likely warranted.

FUND MANAGER



Craig Basinger
CHIEF MARKET STRATEGIST
T: 647 822-1406
craigb@purposeinvest.com

MARKET OVERVIEW

Has this become the market that only goes up? The strong finish to 2023 has certainly carried into the first quarter of 2024. U.S. equity markets are up about 10%, Canada a little bit less, and international markets a little more. The resilience of the U.S. economy has remained, and some signs of improvement in Europe and China have fostered a rather 'glass half full' market mindset.

The market doesn't seem to mind the number, and the timing of Fed rate cuts keeps getting pushed out farther and fewer. The market doesn't seem to mind that earnings expectations have remained flat or revised down a little as the indices

march higher. It has made a rather expensive market, and not just in the U.S. The TSX was cheap in October at 12.5x, not its current 15x, which is more normal than cheap.

So, if the world is such a great place, why is gold making recurring new all-time highs? Normally, gold is a risk-off or crisis asset class. Does it know something, given that the last leg higher for gold preceded a sudden rise in inflation? Or maybe the yellow metal is simply trying to keep up with its digital cousin.

Q2 is often a rougher period for equity markets, and given the rally of the past six months, a step back is likely warranted. Monetary stimulus is likely to soften in Q2

FUND PERFORMANCE

ALL PERFORMANCE DATA AS AT MAR 31, 2024

PURPOSE TACTICAL ASSET ALLOCATION FUND	1 MONTH	3 MONTHS	6 MONTHS	YTD	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION
Series A	2.61%	4.85%	10.52%	4.85%	9.91%	3.09%	5.59%	4.86%
Series F	2.70%	5.14%	11.12%	5.14%	11.13%	4.23%	6.75%	6.01%

Source: Morningstar

with many moving parts. Seasonality is a bit of a headwind. And if earnings revisions don't pick up, this market is sitting on a bit of an air pocket. Then again, we're not sure many thought the market would advance 10% in just one quarter.

FUND PERFORMANCE AND POSITIONING

The Purpose Tactical Asset Allocation strategy doesn't care about valuations, and it doesn't care about economic data; it only cares about momentum. Given the positive momentum, it is not surprising the fund has been very heavily tilted toward equities. Only one trade this past month that took our equity weight from 75% to 89% in early March. The fund has averaged 86% equity for March and has been 75%

on average year-to-date (with 60% as our neutral or long-term average).

The Purpose Tactical Asset Allocation strategy rose +2.7% in March (F-class PFC3901), bringing the one-year trailing performance to +11.1%. The high tilt towards equities helped, mainly from the Canadian side in March, balancing stronger gains from U.S. equities in previous months. More good news came from the bond side. Our decision to move back to only using short-duration bond ETFs provided a positive performance lift, albeit small. This would have been a headwind if using the full universe, which is down 2% year-to-date.

Maybe this market will keep going higher despite all the arguments for weakness. If so, Tactical will likely remain leaned into it. More importantly, if (or perhaps when)

the euphoria ends, Tactical will move from offence to defence rather quickly. We can say this with confidence, having managed this strategy for over 12 years, which included many ups and downs.

The Purpose Tactical Asset Allocation strategy doesn't care about valuations, and it doesn't care about economic data; it only cares about momentum. Given the positive momentum, it is not surprising the fund has been very heavily tilted toward equities.

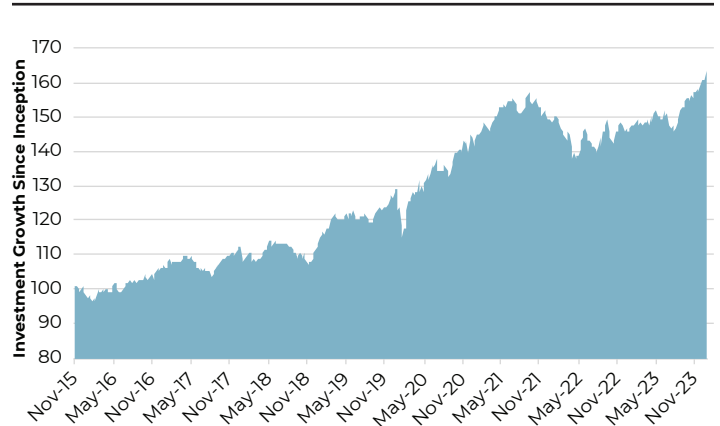
INVESTMENT PROCESS

The Purpose Tactical Asset Allocation portfolio uses a systematic, rules-based approach to increase equity exposure in up markets and increase bond exposure in down markets

The holdings oscillate between 100% bonds/cash and 100% equity using a handful of exchange traded funds (ETFs), dependent upon the indicators short-term outlook for the market

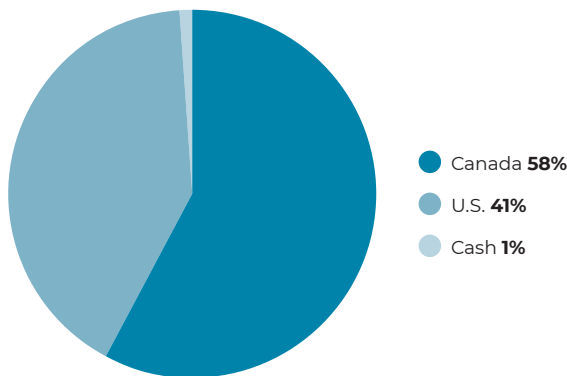
INVESTMENT GROWTH

AS AT MAR 31, 2024



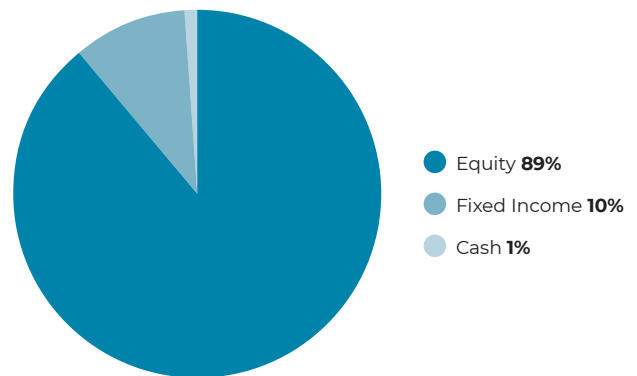
COUNTRY ALLOCATION

AS AT MAR 31, 2024



ASSET ALLOCATION

AS AT MAR 31, 2024



TOP HOLDINGS

AS AT MAR 31, 2024

NAME	WEIGHT
ISHARES CORE S&P/TSX CAPPED	55.1%
VANGUARD TOTAL STOCK MKT ETF	23.8%
INVESCO QQQ TRUST SERIES 1	10.3%
VANGUARD SHORT-TERM BOND ETF	6.6%
VANGUARD CANADIAN ST BD ETF	3.1%
PURPOSE USD CASH MGMT FUND	0.5%

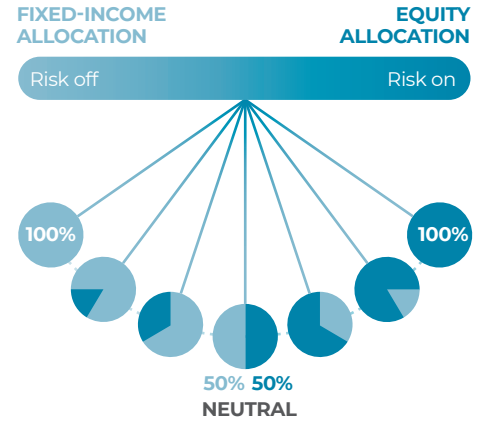
FUND OBJECTIVES

- Long-term capital appreciation potential
- Enhanced portfolio diversification
- Reduced risk

KEY ADVANTAGES

- Sidecar strategy to traditionally managed assets
- Systematic approach provides a tactical tilt to reduce total volatility without sacrificing expected returns

RISK RATING



¹Contribution to fund return for the period is calculated as the 1 month total return for the ETF Series of the Fund multiplied by the sector/ security's average weight of the Fund's net asset value.

Commissions, trailing commissions, management fees and expenses all may be associated with investment fund investments. The prospectus contains important detailed information about the investment fund. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in share/unit 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. As with any investment, there are risks to investing in investment funds. There is no assurance that any fund will achieve its investment objective, and its net asset value, yield, and investment return will fluctuate from time to time with market conditions. Investment funds are not guaranteed, their values change frequently and past performance may not be repeated. The opinions expressed are provided by the portfolio manager responsible for the management of the Fund's investment portfolio, as specified in the Fund's prospectus. Unless otherwise stated, the source for data cited in any commentary is the portfolio manager. Nothing in any commentary should be considered a recommendation to buy or sell a particular security. The Fund may sell these securities at any time, or purchase securities that have previously been sold. The securities may increase or decrease in value after the date hereof, and the Fund may accordingly gain or lose money on the investment in the securities. The statements by the portfolio managers in their commentaries are intended to illustrate their approach in managing the funds, and do not necessarily reflect the views of Purpose Investments Inc. All data sourced from Bloomberg and Purpose Investments, unless otherwise noted.

