

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

Perhaps the rising consensus view is that a reasonable path for the tariff uncertainty appears within reach.

FUND MANAGER

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MARKET OVERVIEW

Markets certainly have pivoted from arguably overreacting to negative news to the downside to potentially overreacting to positive news upwards. Continuing tariff uncertainty, a brief spike in Middle East conflicts, declining economic sentiment data, and hard data softening all didn't appear to slow markets, as many touched all-time highs or made fresh ones.

Naturally, there is good news floating about as well. The escalating hostilities in the Middle East appear to be cooling. Earnings estimates for 2025, which had been declining aggressively over the past few months, appear to have stabilized and even turned up a bit. Perhaps the rising consensus view is that a reasonable path for the tariff uncertainty appears within reach.

While the markets have certainly moved to a 'glass half full' mentality, perhaps even more than half full, the market advances

over the past couple of months likely require a follow-through from fundamentals. Valuations in the U.S. remain high, and even international markets are no longer cheap. So either the macro uncertainty continues to fade, which is possible, and/or we get a reversal in the fundamentals to the upside. Earnings growth has decelerated to a rather tepid pace, and the economic data is softening. This does put the recent market advance on a rather precarious foundation.

We can't say for certain there is an economic/earnings growth scare on the near-term horizon, but the probability has been rising. This could trigger a more plain vanilla correction. The good news is that more investors have a better understanding of this type of correction. The bad news, they last longer. And with the S&P back to almost 6,000, and the TSX at new highs, markets don't appear to be concerned at all.

FUND PERFORMANCE AND POSITIONING

The Purpose Tactical Asset Allocation Fund (Tactical) advanced 2.3% in June, bringing our trailing one-year return to 7.3% (PFC3901 F-class). The fund has been tilted more on the equity side for the past month and a half.

Valuations in the U.S. and Canada are now sitting at their highest levels over the past year. The market being

up with earnings estimates cooling will do that. This cooling, along with Q2 earnings season kicking off – which will see share buybacks turned off – and the U.S. Treasury about to start heavy issuance, may prove for a challenging summer. Of course, more policy wins on the trade front or softening hostilities would certainly help markets move higher. From these levels, the upside

potential to downside risk may be more skewed to the downside. The fireworks of 2025 are likely not over.

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FUND PERFORMANCE

ALL PERFORMANCE DATA AS AT JUN 30, 2025

| PURPOSE TACTICAL ASSET ALLOCATION FUND | 1 MONTH | 3 MONTHS | 6 MONTHS | YTD | 1 YEAR | 3 YEARS | 5 YEARS | SINCE INCEPTION |
|--|---------|----------|----------|-------|--------|---------|---------|-----------------|
| Series A | 2.24% | 2.83% | 1.64% | 1.64% | 6.13% | 7.50% | 5.17% | 4.91% |
| Series F | 2.33% | 3.12% | 2.20% | 2.20% | 7.31% | 8.70% | 6.33% | 6.07% |

Source: Morningstar

RISK STATISTICS

AS AT JUN 30, 2025

| | SHARPE | MAX DRAWDOWN | STANDARD DEVIATION | DOWNSIDE DEVIATION | BETA (TACTICAL) | SORTINO |
|-------------------------------------|--------|--------------|--------------------|--------------------|-----------------|---------|
| Purpose Tactical Asset Allocation F | 0.62 | -11.00% | 6.73% | 3.80% | — | 1.11 |
| Balanced Index | 0.73 | -12.35% | 8.46% | 6.29% | 0.71 | 0.98 |
| Equity Index | 0.80 | -20.12% | 12.31% | 9.73% | 0.47 | 1.02 |

* Balanced Index represented by 40% S&P/TSX Composite TR, 20% S&P 500 TR(CAD), 40% Bloomberg Canadian Aggregate Bond Index

* Equity Index represented by 75% S&P/TSX Composite TR, 25% S&P 500 TR (CAD)

* The inception date of the Purpose Tactical Asset Allocation Fund was November 16th, 2015

Source: Purpose Investments & Bloomberg

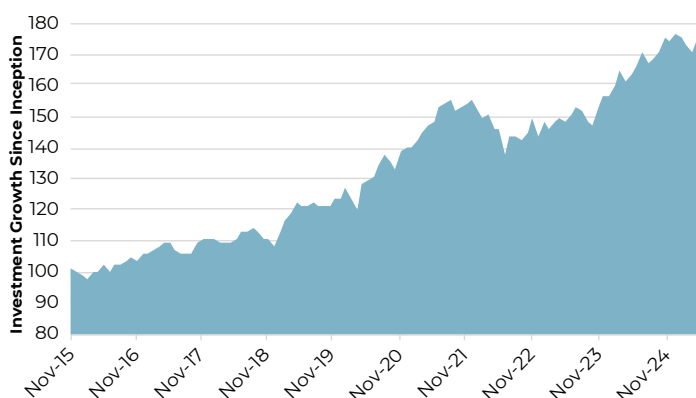
INVESTMENT PROCESS

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

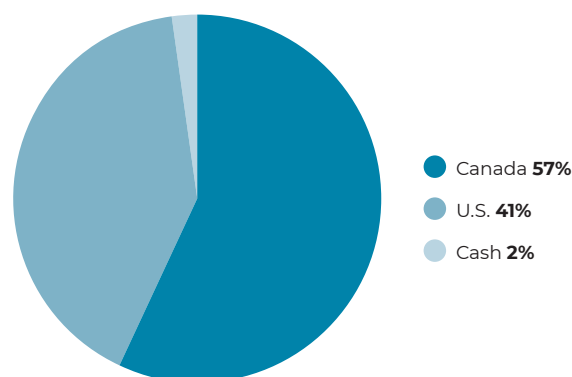
INVESTMENT GROWTH

AS AT JUN 30, 2025



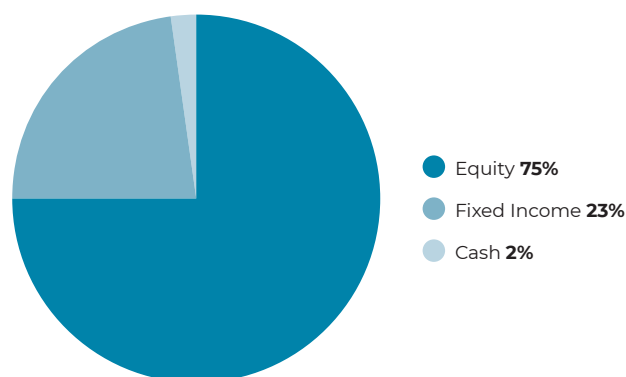
COUNTRY ALLOCATION

AS AT JUN 30, 2025



ASSET ALLOCATION

AS AT JUN 30, 2025



TOP HOLDINGS

AS AT JUN 30, 2025

| NAME | WEIGHT |
|------------------------------|--------|
| ISHARES S&P/TSX 60 INDEX ETF | 37.1% |
| SPDR S&P 500 ETF TRUST | 18.7% |
| ISHARES CORE CAN UNIV BOND | 10.9% |
| INVESCO QQQ TRUST SERIES 1 | 10.4% |
| GLOBAL X S&P/TSX 60 IDX ETF | 9.1% |
| VANGUARD SHORT-TERM BOND ETF | 6.5% |

FUND OBJECTIVES

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

KEY ADVANTAGES

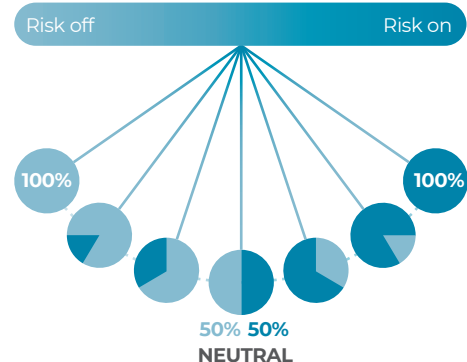
- Sidecar strategy to traditionally managed assets
- Systematic approach provides a tactical tilt to reduce total volatility without sacrificing expected returns

RISK RATING



FIXED-INCOME ALLOCATION

EQUITY ALLOCATION



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.

