

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

Markets are fascinating, reacting often violently to surprise news; they also become numb to recurring news, even a continued bottleneck in the global oil market.

FUND MANAGERS

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MARKET OVERVIEW

After a couple of soft months, markets enjoyed a bit of a higher bounce in August, primarily driven by a strong earnings season and AI concerns giving way back to optimism. The earnings season was strong not just in America but globally. Very encouraging. Just the right amount of inflation helped topline growth, with only moderately rising costs keeping margins high and healthy. This led to a broadening of leadership in the market, not just an AI story.

All this good news has been enough to suppress fears over the Hormuz blockage (now 6+ months) and reignited tariff drama. Markets are fascinating, reacting often violently to surprise news; they also become numb to recurring news, even a continued bottleneck in the global oil market. The economy is the opposite, not reacting in the short term at all, but over time factors build, and then something happens. Oil, based on West Texas

Intermediate, has averaged \$83/barrel so far in 2026, +28% higher than the \$65/bbl average of 2025. Enough to upset the economy or consumers? Not yet, but the pressure is building. Add yields, the cost of capital, rising steadily of late. The ingredients for slowing economic growth are planted; time will tell if they sprout.

FUND PERFORMANCE AND POSITIONING

Tactical started the month at 55% equity, which was increased up to 79% in the early days of August. But it has recently reduced equity down to 50% in the early days of September. Markets appear to be a bit more topy, and momentum has faded. While our feelings don't influence the allocation, which is rules-based, we certainly feel more comfortable a bit below neutral as we head into the often volatile September/October gambit.

Tactical (PFC3901 F-class) rose +0.9% in August, bringing the year-to-date performance to 10.4% and the one-year return to 16.4%.

Something else occurred on September 1st. While the fund version of this strategy is a little over 10 years old, the strategy was initially launched on a Separately Managed Accounts platform 15 years ago. That is 15 years of protecting for downside corrections in the market while capturing a reasonable amount of upside. Time flies.

A current challenge for investors is what to do after enjoying strong market returns over the past years, lifting portfolios. Keep riding this bull or tilt more defensive? This is the age-old trade-off between greed and fear. Tactical fits nicely in this environment, with a long history of getting defensive quickly should the bloom come off the rose of this market. But also capture a reasonable amount of upside should the market continue its bullish ways.

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FUND PERFORMANCE

ALL PERFORMANCE DATA AS AT AUG 31, 2026

PURPOSE TACTICAL ASSET ALLOCATION FUND	1 MONTH	3 MONTHS	6 MONTHS	YTD	1 YEAR	3 YEARS	5 YEARS	10 YEARS	SINCE INCEPTION
Series A	0.77%	1.66%	7.08%	9.63%	15.12%	11.08%	5.48%	6.41%	6.08%
Series F	0.86%	1.95%	7.68%	10.44%	16.41%	12.31%	6.66%	7.58%	7.25%

Source: Morningstar

RISK STATISTICS

AS AT AUG 31, 2026

	SHARPE	MAX DRAWDOWN	STANDARD DEVIATION	DOWNSIDE DEVIATION	BETA (TACTICAL)	SORTINO
Purpose Tactical Asset Allocation F	0.80	-11.00%	6.68%	3.77%		1.42
Balanced Index	0.86	-12.35%	8.29%	6.19%	0.72	1.15
Equity Index	0.98	-20.12%	12.02%	9.63%	0.48	1.22

* 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

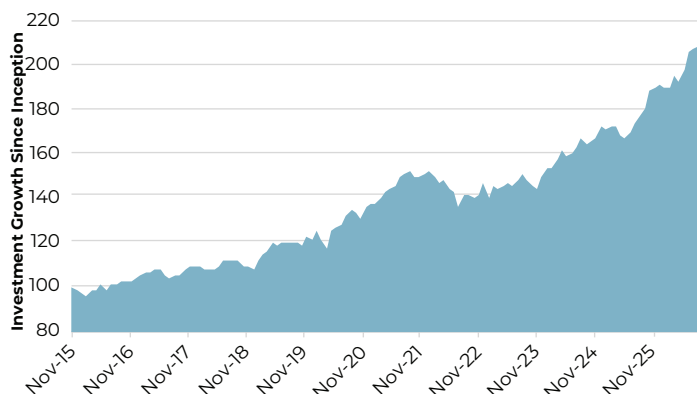
INVESTMENT PROCESS

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

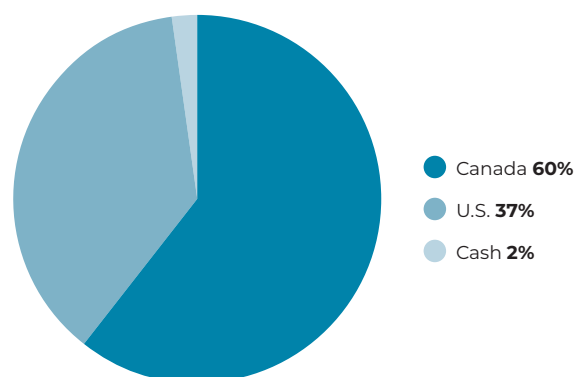
INVESTMENT GROWTH

AS AT AUG 31, 2026



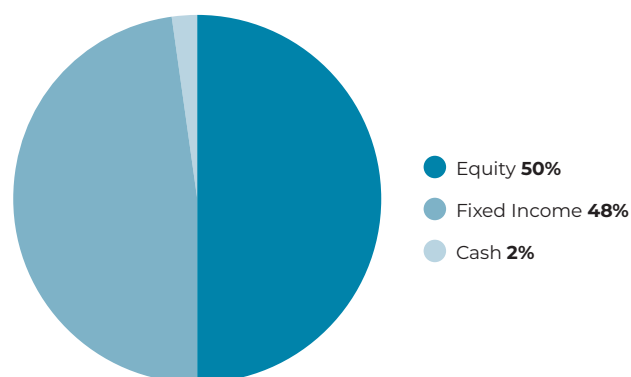
COUNTRY ALLOCATION

AS AT AUG 31, 2026



ASSET ALLOCATION

AS AT AUG 31, 2026



TOP HOLDINGS

AS AT AUG 31, 2026

NAME	WEIGHT
Vanguard Canadian Short-Term Bond Index ETF	32.8%
Mackenzie Canadian Equity Index ETF	21.3%
Vanguard Short-Term Bond ETF	15.1%
State Street SPDR S&P 500 ETF Trust	12.6%
Invesco QQQ Trust Series 1	9.8%
Global X S&P/TSX 60 Index ETF	6.2%

FUND OBJECTIVES

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

KEY ADVANTAGES

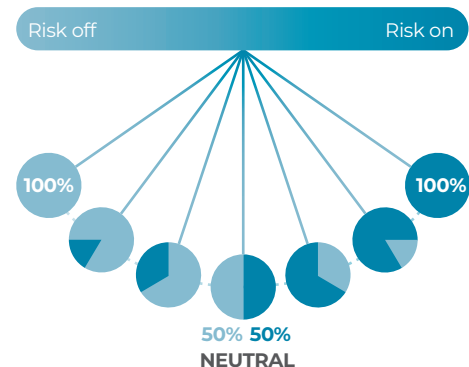
- Sidecar strategy to traditionally managed assets
- Systematic approach provides a tactical tilt to reduce total volatility without sacrificing expected returns

RISK RATING



FIXED-INCOME ALLOCATION

EQUITY ALLOCATION



All data sourced to Bloomberg unless otherwise noted.

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