

MARRET ENHANCED TACTICAL FIXED INCOME FUND

Weekly Commentary | April 27, 2021 | Series F, CAD

WEIGHTS	
Cash	50%
Commercial Paper	4%
Govt. Bonds	0%
IG Bonds	8%
HY Bonds	36%
Bank Loans	2%
Equities	0%

YIELD INFORMATION	
Yield to Maturity	2.26%
Current Yield	2.49%
Yield to Worst	1.82%
Average Duration	1.11 Years

PERFORMANCE	
Since Inception	3.55%
MTD	0.27%
YTD	0.11%
1 YR	3.24%
3 YR	2.81%
5 YR	3.22%
NAV	11.0695
Distribution YTD*	0.0486

*Current Period Distribution: 0.0162
 Date of Inception: November 28, 2014
 Source: Marret Asset Management Inc.,
 April 23, 2021

Equity markets took a step back last week as President Biden proposed higher capital gains tax rates on the highest earners, and a surge in COVID cases, most notably in India, threatened to slow the economic recovery. Investment grade credit spreads were steady while high yield spreads widened modestly, resulting in small gains for investment grade corporates and small losses for high yield. U.S. interest rates moved a touch lower along with the belly of the Canadian curve. Oil prices pulled back from their strong rally in the prior week and gold was unchanged.

Market Performance	16-Apr	23-Apr
S&P 500		
Index Level	4,185	4,180
Pct. Chg. (%)		-0.13%
BofA Merrill Lynch U.S. High-Yield Index		
Yield	4.01%	4.08%
Yield Δ		+7bps.
Bloomberg Barclays U.S. Aggregate Corporate Index		
Spread	89	90
Spread Δ		+1bps.
UST 10Yr. Yield	1.58%	1.56%
3-Month CAD Bankers' Acceptance	0.18%	0.17%

The Fund generated a small gain driven by its corporate bonds, offset slightly by its government positions. The Fund's positioning was mostly unchanged. The Fund maintains a core exposure to corporate debt to benefit from an expected economic recovery. The recent stabilization of interest rates has also been supportive of risk assets. We are prepared to take advantage of attractive risk return opportunities as they arise. We are actively managing risk exposures in an increasingly fully valued market. The Fund continues to have a more neutral exposure to government bonds given more balanced risks and rewards after the recent stabilization.

Sources: Marret Asset Management Inc., Bloomberg Finance L.P., April 23, 2021.



IMPORTANT DISCLAIMERS

The offering of units of the Fund is made pursuant to its Offering Memorandum only to those investors who meet certain eligibility and minimum purchase requirements. Management fees and expenses all may be associated with investment funds. Eligible investors should read the Fund's Offering Memorandum before investing. Investment funds are not guaranteed, their values change frequently, and past performance may not be repeated. Commissions, trailing commissions, management fees and expenses all may be associated with investment funds.

The indicated rates of return are the historical annual compound total returns net of fees (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.

This commentary has been prepared for Marret Asset Management Inc. is confidential and may not be redistributed.

Certain statements contained in this communication are based in whole or in part on information provided by third parties and Marret Asset Management Inc. has taken reasonable steps to ensure their accuracy.

This document is provided as a general source of information and should not be considered personal, legal, accounting, tax or investment advice, or an offer or a solicitation to buy or sell securities. 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.

Marret Asset Management Inc. is a majority owned subsidiary of CI Financial Corp. and an affiliate of CI Global Asset Management.

Source: Marret Asset Management Inc, April 23, 2021 Publication date: April 28, 2021