

MARRET ENHANCED TACTICAL FIXED INCOME FUND

Weekly Commentary | April 26, 2022 | Series F, CAD

WEIGHTS	
Cash	33%
Commercial Paper	0%
Govt. Bonds	7%
IG Bonds	24%
HY Bonds	31%
Bank Loans	5%
Equities	0%

YIELD INFORMATION	
Yield to Maturity	2.93%
Current Yield	2.54%
Yield to Worst	2.88%
Average Duration	1.92 Years

PERFORMANCE	
Since Inception	2.86%
MTD	-0.98%
YTD	-2.16%
1 YR	-1.40%
3 YR	1.51%
5 YR	1.91%
NAV	10.7145
Distribution YTD*	0.0488

Government bond yields continued their march upward as Fed Chair Powell reiterated his bias for aggressive further monetary policy tightening. Equities were mostly unchanged over the week. Higher government bond yields weighed on fixed income assets, causing losses in government and corporate bonds for a third consecutive week. Investment grade spreads widened while high yield spreads were marginally tighter. Oil prices pulled back, and gold was also lower.

Market Performance	14-Apr	22-Apr
S&P 500		
Index Level	4,393	4,272
Pct. Chg. (%)		-2.75%
BofA Merrill Lynch U.S. High-Yield Index		
Yield	6.50%	6.72%
Yield Δ		+22bps.
Bloomberg Barclays U.S. Aggregate Corporate Index		
Spread	121	131
Spread Δ		+10bps.
UST 10Yr. Yield	2.83%	2.90%
3-Month CAD Bankers' Acceptance	1.28%	1.40%

Current Period Distribution: 0.0160
 Date of Inception: November 28, 2014
 Source: Marret Asset Management Inc.,
 April 22, 2022

The Fund moved lower over the past week as fixed income assets suffered losses. It started to rotate credit exposure from high yield to investment grade after investment grade spreads widened last week. The Fund continues to add government bond duration as interest rates move higher. The Fund remains defensively positioned given the headwinds of aggressive monetary policy normalization, persistent inflation, and geopolitical uncertainty. It is likely to reduce credit exposure, rotate into higher quality credit positions, and increase rate exposure as investors price in more aggressive central bank tightening without sufficiently repricing credit risk. The Fund will continue to use tactical positioning to enhance returns when opportunities arise in these volatile markets.

Sources: Marret Asset Management Inc., Bloomberg Finance L.P., April 22, 2022.

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The Yield Information reported is representative of the strategy and not any individual client yield. These figures are compiled from third-party sources believed to be reliable, however, care should be taken when relying on these figures as the information is obtained from third party sources that may or may not be verified. All data presented is unaudited.

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.

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