


November 28th 2023

Last week, we made a change within the Global Income Fund. We sold 2.2% from the BMO Aggregate Bond ETF, trimmed 0.2% from the BMO Long-term US Treasury ETF, and purchased 2.5% of the BMO Long Federal Bond ETF with the proceeds. In simple terms, this change was made to shift the portfolio to longer-term bonds.

This is the third time in the past 14 months that we've added longer-term bonds to the portfolio. Longer-term bonds act as a lever – the longer the term, the longer the lever. When interest rates go down, long-term bonds typically provide extra leverage to better returns (interest rates down = bond prices go up). But this lever works both ways, so we've gradually added to this lever as we get more confident that the future path for interest rates is down. We don't want to be on the see-saw with a much heavier person on the other side because that gets dangerous!

We now have long-term bonds in the US (BMO Long-term US Treasury ETF) and Canada (BMO Long Federal Bond ETF). Money tends to flood US bonds during periods of economic weakness, so we think long-term US bonds are attractive. That said, the Canadian economy appears to be the weaker of the two, which means long-term Canadian bonds look attractive. Since we don't have to be monogamous investors, we've chosen a bit of both.

The current Majestic Select Partners Global Income Fund portfolio is to the right.

 Current Majestic Select Partners Global Income Fund Portfolio	
Holdings *	Weight
Pimco Monthly Income Fund	20.0%
BMO World Bond Fund	20.0%
PH&N Total Return Bond Fund	18.2%
BMO Aggregate Bond ETF	14.0% (-2.2%)
Canso Corporate Value Bond Fund	10.3%
Cortland Credit Strategies	3.8%
BMO Long-term US Treasury ETF	3.5% (-0.2%)
NinePoint Alternative Income Fund	3.1%
BMO Long Federal Bond ETF	2.5% (+2.5%)
Dynamic Credit Absolute Return Fund	2.1%
PH&N High Yield Bond Fund	2.1%
Cash	0.3%

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The current holdings represent a snapshot of the Verecan Global Equity Fund's investments as of the date of this document. The Fund's investments may change over time.

*This chart represents the fund's holdings at date of trade, indicated at the top of this document.

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