

Powering Down



ON FEBRUARY 12TH, we sold our remaining position in Generac within the Verecan Global Equity Fund and added the proceeds to the broad-based Vanguard Total World Stock ETF.

Generac has been a good investment for us over the past couple of years. The original thesis was simple: our reliance on electricity keeps rising, power outages aren't getting any less common, and backup power is moving from nice-to-have to please-don't-let-my-fridge-die-again. We didn't expect it when we purchased the stock, but more recently the stock price has been juiced by expectations that Generac will have a large market to provide backup power to AI data facilities.

That said, our job isn't to fall in love with a stock or a story. While we still believe Generac is a solid business, the stock is now trading above our estimate of fair value. When that happens, our job is to recycle capital into opportunities with broader diversification and more attractive upside relative to risk. That may not be exciting, but discipline beats excitement over the long run.

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Fund reporting & holdings found on this website are presented as of the date indicated in the relevant document or section of the website.

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Verecan Capital Management Inc. is the portfolio manager of both the Verecan Global Equity Fund and the Verecan Global Income Fund (the "Verecan Funds"). Majestic Asset Management is the investment fund manager of the Verecan Funds and is responsible for the day-to-day operations, compliance and supervision of the Verecan Funds.

The Verecan Global Equity Fund portfolio as of February 12th is listed below. Wherever you see "Verecan Global Equity Fund" in your investment account, know that you have investments in all the positions in the table here. You can also see this list any time through Verecan's online portal. **As always, we are happy to chat more about these changes any time.**

Holdings	Weight
Vanguard Total World Stock ETF	19.0% (+0.8%)
Capital Group Global Equity	16.4%
Mawer Global Equity	13.5%
NBI Active Global Equity	6.6%
iShares Canada Minimum Volatility ETF	5.7%
TD Canadian Small Cap	5.3%
iShares International Value ETF	4.8%
Hamilton Lane Global Private Assets	4.7%
Vanguard US Momentum ETF	4.5%
Vanguard US Value ETF	4.5%
iShares International Momentum ETF	4.4%
Starwood REIT	2.4%
Lululemon	1.0%
Pfizer	1.0%
Chipotle Mexican Grill	1.0%
American Tower	1.0%
Algonquin Power & Utilities	1.0%
Paylocity	0.8%
Aptiv	0.7%
Agilent Technologies	0.6%
Baxter International	0.6%
Shopify	0.5%
Cash	0.3%
Generac	0.0% (-0.8%)

