

**Interim Management Report of Fund Performance**

# **AGF Enhanced U.S. Income Plus Fund**

March 31, 2025

## Management Discussion of Fund Performance

This management discussion of fund performance represents the portfolio management team's view of the significant factors and developments affecting the fund's performance and outlook.

### Results of Operations

AGF Enhanced U.S. Income Plus Fund (the "Fund") commenced operations in February 2025.

Certain series of the Fund, as applicable, make monthly distributions at a rate determined by AGF Investment Inc. ("AGFI") from time to time. If the aggregate amount of the monthly distributions made to a series in a year exceeds the portion of the net income and net realized capital gains allocated to such series, the excess will constitute a return of capital. The portfolio manager does not believe that the distributions made by the Fund had a meaningful impact on the Fund's ability to implement its investment strategy or to fulfill its investment objectives.

### Recent Developments

Global equity markets demonstrated varied performance during the reporting period, as numerous macroeconomic and geopolitical developments exerted pressure on market outcomes. Market sentiment was broadly constructive in the first half of the period driven by the resilience in U.S. economic growth and expectations of pro-business policies from the new Trump administration. However, proposed tariffs on some of the country's biggest trading partners early in 2025 led to fears of a global growth slowdown. In 2025, many central banks adopted a more cautious approach to monetary policy due to economic uncertainty, following a period in the latter half of 2024 when most had begun cutting rates. The continued conflict in Ukraine and the Middle East added volatility to numerous commodity markets, most notably in the Energy sector.

The U.S. economy remained resilient with a gross domestic product growth rate of 2.4% in the last calendar quarter of 2024. Annual inflation rose from 2.6% in October 2024 to 2.8% in February 2025. In response to rising unemployment and slowing inflation, the U.S. Federal Reserve (the "Fed") reduced key lending rates by 0.25% during its meetings in November and December 2024. However, at the beginning of 2025, the Fed halted its rate-cutting cycle, anticipating that inflation would rise due to the proposed trade policies of the Trump administration. The U.S. government imposed 20.0% tariffs on imports from China and 25.0% duties on goods from Canada and Mexico. Tariffs on steel and aluminum imports also affected the European Union ("EU"). In retaliation, China and Canada announced tariffs on a wide

range of U.S. goods, while the EU announced similar tariffs on U.S. alcohol, boats, agricultural products, etc., which were to take effect in April 2025. Fed Chair Jerome Powell has suggested that the inflationary effects of a tariff war would be transitory. However, the Fed has lowered its economic growth forecast and increased its inflation prediction for the U.S. economy based on the extensive import tariffs being imposed by the U.S. and other countries.

U.S. equity markets were volatile over the reporting period. The Financials, Energy and Communication Services sectors were the top contributors to performance, while Materials and Information Technology were the weakest sectors registering losses over the period. Expectations of lower taxes and pro-business regulations, following the November U.S. elections, drove up the financial markets. However, the Fed's hawkish stance and profit-taking by investors led to a sell-off in December 2024. Nevertheless, U.S. equities delivered strong returns in the last calendar quarter of 2024, driven by the performance of large capitalization stocks. In the first calendar quarter of 2025, mixed economic data and tariff uncertainty triggered a risk-off sentiment. The yield curve inversion raised alarm about a potential economic slowdown, signaling that the market was pricing in greater risks of a recession in the near term. Trading volumes registered consistent growth throughout the first calendar quarter of 2025, even amid fluctuating equity market performance.

Despite recent challenges, including the sell-off in U.S. election beneficiaries, the portfolio manager remains optimistic about the long-term outlook. The portfolio manager expects the second calendar quarter of 2025 to bring greater clarity to U.S. policies, potentially sparking a global market rally as certainty tends to drive positive momentum. Despite concerns over tariffs, the U.S. economy is expected to continue expanding, supported by consumer resilience, strong corporate cash flow and well-capitalized balance sheets. A reset in U.S. earnings expectations is anticipated in the quarter, which could set the stage for broader global growth.

### Related Party Transactions

AGFI is the manager ("Manager") and trustee of the Fund. Pursuant to the management agreement between the Fund and AGFI, AGFI is responsible for the day-to-day business of the Fund. AGFI also acts as the investment (portfolio) manager, managing the investment portfolio of the Fund. Under the management agreement, the Fund (except for Series I, Series O, Series Q and Series W Units, if applicable) pays management fees, calculated based on the Net Asset Value of the respective series of the Fund.

This interim management report of fund performance contains financial highlights, but does not contain either the interim or annual financial statements of the investment fund. You can get a copy of the interim or annual financial statements at your request, and at no cost, by calling 1 800 268-8583, by writing to us at AGF Investments Inc., CIBC SQUARE, Tower One, 81 Bay Street, Suite 4000, Toronto, Ontario, Canada M5J 0G1 attention: Client Services, or by visiting our website at [www.agf.com](http://www.agf.com) or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca).

Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Management fees of approximately \$12,000 were incurred by the Fund during the period from commencement of operations to March 31, 2025.

All of the operating expenses relating to the operation of the Fund (except for certain costs as disclosed in the current prospectus) are paid directly by AGFI and in exchange, a fixed rate administration fee is payable by the Mutual Fund Series, Series F, Series FV, Series I, Series T and Series V Units, as applicable, calculated based on the Net Asset Value of the respective series. Administration fees of approximately \$1,000 were incurred by the Fund during the period from commencement of operations to March 31, 2025.

AGFI is an indirect wholly-owned subsidiary of AGF Management Limited.

## Caution Regarding Forward-looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

The forward-looking statements are by their nature based on numerous assumptions, which include, amongst other things, that (i) the Fund can attract and maintain investors and has sufficient capital under management to effect its investment strategies, (ii) the investment strategies will produce the results intended by the portfolio manager, and (iii) the markets will react and perform in a manner consistent with the investment strategies. Although the forward-looking statements contained herein are based upon what the portfolio manager believes to be reasonable assumptions, the portfolio manager cannot assure that actual results will be consistent with these forward-looking statements.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, taxation, changes in government regulations, unexpected judicial or regulatory proceedings, technological changes, cybersecurity, the

possible effects of war or terrorist activities, outbreaks of disease or illness that affect local, national or international economies (such as COVID-19), natural disasters and disruptions to public infrastructure, such as transportation, communications, power or water supply or other catastrophic events.

It should be stressed that the above-mentioned list of factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six months ended March 31, 2025 and the past five years as applicable.

### Mutual Fund Units - Net Assets per Unit<sup>(1)</sup>

For the periods ended	Mar 31, 2025 (\$)	Sept 30, 2024 (\$)	Sept 30, 2023 (\$)	Sept 30, 2022 (\$)	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)
<b>Net Assets, beginning of period<sup>(1)</sup></b>	<b>10.00*</b>	-	-	-	-	-
<b>Increase (decrease) from operations:</b>						
Total revenue	0.03	-	-	-	-	-
Total expenses	(0.02)	-	-	-	-	-
Realized gains (losses)	0.02	-	-	-	-	-
Unrealized gains (losses)	(0.10)	-	-	-	-	-
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>(0.07)</b>	-	-	-	-	-
<b>Distributions:</b>						
From income (excluding dividends)	(0.08)	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.08)</b>	-	-	-	-	-
<b>Net Assets, end of period<sup>(4)</sup></b>	<b>9.83</b>	-	-	-	-	-

### Mutual Fund Units - Ratios/Supplemental Data<sup>(1)</sup>

For the periods ended	Mar 31, 2025	Sept 30, 2024	Sept 30, 2023	Sept 30, 2022	Sept 30, 2021	Sept 30, 2020
Total Net Asset Value (\$'000's)	11,604	-	-	-	-	-
Number of units outstanding ('000's)	1,181	-	-	-	-	-
Management expense ratio <sup>(5)</sup>	2.17%	-	-	-	-	-
Management expense ratio before waivers or absorptions <sup>(6)</sup>	2.17%	-	-	-	-	-
Trading expense ratio <sup>(7)</sup>	0.50%	-	-	-	-	-
Portfolio turnover rate <sup>(8)</sup>	39.01%	-	-	-	-	-
Net Asset Value per unit	9.83	-	-	-	-	-

\* represents initial Net Assets

(1), (2), (3), (4), (5), (6), (7) and (8) see Explanatory Notes

## Series F Units - Net Assets per Unit<sup>(1)</sup>

For the periods ended	Mar 31, 2025 (\$)	Sept 30, 2024 (\$)	Sept 30, 2023 (\$)	Sept 30, 2022 (\$)	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)
<b>Net Assets, beginning of period<sup>(1)</sup></b>	<b>10.00*</b>	-	-	-	-	-
<b>Increase (decrease) from operations:</b>						
Total revenue	0.03	-	-	-	-	-
Total expenses	(0.01)	-	-	-	-	-
Realized gains (losses)	0.05	-	-	-	-	-
Unrealized gains (losses)	(0.11)	-	-	-	-	-
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>(0.04)</b>	-	-	-	-	-
<b>Distributions:</b>						
From income (excluding dividends)	(0.08)	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.08)</b>	-	-	-	-	-
<b>Net Assets, end of period<sup>(4)</sup></b>	<b>9.83</b>	-	-	-	-	-

## Series F Units - Ratios/Supplemental Data<sup>(1)</sup>

For the periods ended	Mar 31, 2025	Sept 30, 2024	Sept 30, 2023	Sept 30, 2022	Sept 30, 2021	Sept 30, 2020
Total Net Asset Value (\$000's)	3,117	-	-	-	-	-
Number of units outstanding (000's)	317	-	-	-	-	-
Management expense ratio <sup>(5)</sup>	0.99%	-	-	-	-	-
Management expense ratio before waivers or absorptions <sup>(6)</sup>	0.99%	-	-	-	-	-
Trading expense ratio <sup>(7)</sup>	0.50%	-	-	-	-	-
Portfolio turnover rate <sup>(8)</sup>	39.01%	-	-	-	-	-
Net Asset Value per unit	9.83	-	-	-	-	-

## Explanatory Notes

(1) a) This information is derived from the Fund's audited annual financial statements and unaudited interim financial statements. Under International Financial Reporting Standards ("IFRS"), investments that are traded in an active market are generally valued at closing price, which is determined to be within the bid-ask spread and most representative of fair value. As a result, there is no difference between the net assets per unit presented in the financial statements ("Net Assets") and the net asset value per unit calculated for fund pricing purposes ("Net Asset Value").

b) The following series of the Fund commenced operations on the following dates, which represents the date upon which securities of a series were first made available for purchase by investors.

Mutual Fund Units	February 2025
Series F Units	February 2025

(2) Net Assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

(3) Distributions were paid in cash/reinvested in additional units of the Fund, or both. The computation of the distributions per unit does not take into account the management fee

distributions, if applicable (see note 5 below). The characterization of the distributions is based on management's estimate of the actual income for the year.

(4) This is not a reconciliation of the beginning and ending Net Assets per unit.

(5) The management expense ratio ("MER") of a particular series is calculated in accordance with National Instrument 81-106, based on all the expenses of the Fund (including Harmonized Sales Tax, Goods and Services Tax and interest, but excluding foreign withholding taxes, commissions and other portfolio transaction costs) and the Fund's proportionate share of the MER, if applicable, of the underlying funds and exchange traded funds ("ETFs") in which the Fund has invested, allocated to that series, expressed as an annualized percentage of average daily Net Asset Value of that series during the period. For new series launched during the period, the MER is annualized from the date of the first external purchase.

AGFI may reduce the effective management fee payable by some unitholders by reducing the management fee it charges to the Fund and directing the Fund to make management fee distributions to these unitholders in amounts equal to the amounts of the management fee reduction. The MER does not take into account the reduction in management fees due to management fee distributions to unitholders.

(6) AGFI waived certain fees or absorbed certain expenses otherwise payable by the Fund. The amount of expenses waived or absorbed is determined annually on a series by series basis at the discretion of AGFI and AGFI can terminate the waiver or absorption at any time.

(7) The trading expense ratio represents total commissions and other portfolio transaction costs, short borrowing costs, interest on leverage and the Fund's proportionate share of the commissions, if applicable, of the underlying funds and ETFs in which the Fund has invested, expressed as an annualized percentage of average daily Net Asset Value during the period.

(8) The Fund's portfolio turnover rate ("PTR") indicates how actively the Fund's portfolio advisor manages its portfolio investments. A PTR of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's PTR in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

PTR is calculated based on the lesser of the cumulative cost of purchases or cumulative proceeds of sales divided by the average market value of the portfolio, excluding short-term investments.

\* represents initial Net Assets

(1), (2), (3), (4), (5), (6), (7) and (8) see Explanatory Notes

## Management Fees

The Fund is managed by AGFI. As a result of providing investment and management services, AGFI receives a monthly management fee, based on the Net Asset Value of the respective series, calculated daily and payable monthly. Management fees in respect of Series I, Series O, Series Q and Series W Units, if applicable, are arranged directly between the Manager and investors and are not expenses of the Fund. AGFI uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Fund's units, investment advice, as well as for general administrative expenses such as overhead, salaries, rent, legal and accounting fees relating to AGFI's role as manager.

	As a percentage of management fees		
	Annual rates	Dealer compensation	General administration and investment advice
Mutual Fund Units	1.85%	29.51%	70.49%
Series F Units	0.85%	–	100.00%

## Administration Fees

AGFI bears all operating expenses relating to the operation of the Fund, except for certain costs as disclosed in the Fund's prospectus. In exchange, a monthly administration fee is payable by the Mutual Fund Series, Series F, Series FV, Series I, Series T and Series V Units, as applicable, based on the Net Asset Value of the respective series at the annual rates as follows:

	Annual rates
Mutual Fund Units	0.20%
Series F Units	0.10%

## Past Performance

It is AGFI's policy to report rates of return for a fund in existence greater than one year. The Fund commenced operations in February 2025.

## Summary of Investment Portfolio

As at March 31, 2025

The major portfolio categories and top holdings (up to 25) of the Fund at the end of the period are indicated in the following tables. The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and the next quarterly update will be in the Quarterly Portfolio Disclosure as at June 30, 2025.

Portfolio by Country	Percentage of Net Asset Value (%)
United States	80.9
Cash & Cash Equivalents	22.6
Other Net Assets (Liabilities)	(3.5)

Portfolio by Sector	Percentage of Net Asset Value (%)
Short-Term Investments	73.1
Cash & Cash Equivalents	22.6
Information Technology	2.7
Consumer Discretionary	2.3
Industrials	1.1
Communication Services	1.0
Consumer Staples	0.7
Real Estate	0.6
Health Care	0.6
Equity Options Purchased	0.4
Financials	0.4
Materials	0.1
Equity Options Written	(2.1)
Other Net Assets (Liabilities)	(3.5)

Portfolio by Asset Mix	Percentage of Net Asset Value (%)
Short-Term Investments	73.1
Cash & Cash Equivalents	22.6
United States Equity	9.5
United States Equity Options Purchased	0.4
United States Equity Options Written	(2.1)
Other Net Assets (Liabilities)	(3.5)

Portfolio by Credit Rating**	Percentage of Net Asset Value (%)
AA	73.1
A	22.6

\*\* References made to credit ratings are obtained from Standard & Poor's and/or Dominion Bond Rating Service. Where one or more rating is obtained for a security, the lowest rating has been used.

# AGF Enhanced U.S. Income Plus Fund

MARCH 31, 2025

Top Holdings	Percentage of Net Asset Value (%)
<b>Long Positions:</b>	
U.S. Treasury**	73.1
Cash & Cash Equivalents	22.6
Accenture PLC	1.8
The Home Depot Inc.	1.4
Tapestry Inc.	0.8
Eaton Corporation PLC	0.8
The Walt Disney Company	0.7
DexCom Inc.	0.6
Prologis Inc.	0.6
Walmart Inc.	0.5
GE Vernova Inc.	0.3
Alphabet Inc.	0.3
Applied Materials Inc.	0.3
U.S. Bancorp	0.3
NVIDIA Corporation	0.3
Arista Networks Inc.	0.2
Broadcom Inc.	0.2
Target Corporation	0.2
Robinhood Markets Inc.	0.2
International Paper Company	0.1
Iron Mountain Inc.	0.1
SPDR S&P 500 ETF Trust	0.1
Vistra Corporation	0.0
Meta Platforms Inc.	0.0
Quanta Services Inc.	0.0
Amazon.com Inc.	0.0
<b>Subtotal</b>	<b>105.5</b>
<b>Short Positions:</b>	
<b>Equity Options Written</b>	
NVIDIA Corporation	(0.3)
Broadcom Inc.	(0.3)
Meta Platforms Inc.	(0.2)
Amazon.com Inc.	(0.2)
GE Vernova Inc.	(0.1)
Alphabet Inc.	(0.1)
Vistra Corporation	(0.1)
Microsoft Corporation	(0.1)
Applied Materials Inc.	(0.1)
Quanta Services Inc.	(0.1)
UnitedHealth Group Inc.	(0.1)
Robinhood Markets Inc.	(0.1)
Arista Networks Inc.	(0.1)
Apple Inc.	(0.1)
JPMorgan Chase & Company	(0.0)
Accenture PLC	(0.0)
Freeport-McMoRan Inc.	(0.0)
T Rowe Price Group Inc.	(0.0)
Salesforce Inc.	(0.0)
Eaton Corporation PLC	(0.0)
U.S. Bancorp	(0.0)
Cheniere Energy Inc.	(0.0)
Bank of America Corporation	(0.0)
Valero Energy Corporation	(0.0)
Iron Mountain Inc.	(0.0)
<b>Subtotal</b>	<b>(2.0)</b>
<b>Total Net Asset Value (thousands of dollars)</b>	<b>\$ 14,721</b>

\*\* Debt Instruments



For more information contact your investment advisor or:

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