

ARROW CANADIAN ADVANTAGE ALTERNATIVE CLASS

JUNE 2021

The Arrow Canadian Advantage Fund was up 2.08% in June.

The first half performance benefited from our positioning in cyclicals and re-opening themes. As we roll into the second half of the year, we continue to be bullish on the consumer, as historically high savings rates will drive significant pent up demand well into 2022.

Although the Delta variant is driving higher case counts as economies re-open, the vaccines continue to demonstrate high levels of protection. As such, we may see rolling measures, but we do not see a return to broader lockdowns.

Elevated savings rates are also driving significant market demand, as Q1 and Q2 marked the two highest quarterly inflows ever in global equities respectively. This positive trend is expected to continue for the balance of the year, and with elevated retail participation persisting, we believe further bouts of volatility will provide tactical opportunities.

Thank you for your continued interest in the Fund. For further information, please contact your regional Arrow Capital Management representative.

Sincerely,

Jim McGovern
Portfolio Manager
Arrow Capital Management Inc.

Chung Kim
Portfolio Manager
Arrow Capital Management Inc.

Effective May 21, 2019, the fund was renamed Arrow Canadian Advantage Alternative Class.

Unless otherwise stipulated Arrow Canadian Advantage Alternative Class returns are net of all fees, in Canadian dollars, reflect series "F" shares and assume reinvestment of all distributions. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Except as otherwise noted the indicated rates of return are the historical annual compounded total returns including changes in share value and the reinvestment of all dividends or distributions and do not take into account the sales, redemption, distribution, or optional charges or income tax payable by the shareholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Portfolio holdings, including the Top Holdings are subject to change without notice.