

### EXEMPLAR PERFORMANCE FUND

### SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

**For the period ended June 30, 2021**

This semi-annual Management Report of Fund Performance contains financial highlights but does not contain the complete semi-annual financial statements for Exemplar Performance Fund (the "Fund"). You may obtain a copy of the semi-annual financial statements, at no cost, by calling 877.327.6048, by writing to us at Arrow Capital Management Inc. (the "Manager" or "Arrow"), 36 Toronto Street, Suite 750, Toronto, Ontario M5C 2C5 or by visiting our website at [www.arrow-capital.com](http://www.arrow-capital.com) or SEDAR at [www.sedar.com](http://www.sedar.com).

Securityholders may also contact us using one of these methods to request a copy of the Fund's semi-annual financial reports, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure relating to the Fund.

#### **Forward-Looking Information**

This Management Report of Fund Performance contains forward-looking information and statements relating, but not limited to, anticipated or prospective financial performance and results of operations of the Fund. Forward-looking information involves known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. For this purpose, any statements that are contained herein that are not statements of historical fact may be deemed to be forward-looking information. Without limiting the foregoing, the words "believes", "anticipates", "plans", "intends", "will", "should", "expects", "projects", and similar expressions are intended to identify forward-looking information.

Although the Fund believes it has a reasonable basis for making the forecasts or projections included in this Management Report of Fund Performance, readers are cautioned not to place undue reliance on such forward-looking information. By its nature, the forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predictions, forecasts and other forward-looking statements will not occur. These factors include, but are not limited to, those associated with the performance of the equity securities market, expectations about interest rates and factors incorporated by reference herein as risk factors.

The above list of important factors affecting forward-looking information is not exhaustive, and reference should be made to the other risks discussed in the Fund's filings with Canadian securities regulatory authorities. The forward looking information is given as of the date of this Management Report of Fund Performance, and the Fund undertakes no obligation to publicly update or revise any forward-looking information, whether as a result of new information, future events or otherwise.

## **Management Discussion on Fund Performance**

### **Investment Objective and Strategies**

The investment objective of the Fund is to achieve capital appreciation over both short and long-term horizons primarily through the selection and management of shares of Canadian equity securities.

To achieve the investment objective, the Fund invests predominantly in large and mid-capitalization Canadian companies. Generally, no more than 49% of the Fund is invested outside of this investment focus and no more than 49% of the Fund's portfolio is expected to be invested outside of Canada. The Fund may also invest in bonds and other debt instruments if warranted by financial conditions. The Fund will not specialize in any one industry other than to concentrate investments in those industries that offer the best opportunities for exceptional returns at each stage of the economic and market cycle.

The Fund may follow a more concentrated investment approach and, from time to time, over weight certain geographic regions and industry sectors when deemed appropriate by Arrow. This may result in the Fund's portfolio weightings being substantially different from the weightings of the S&P/TSX Composite Total Return Index (or its successor index).

The Fund may hold cash or invest in short term securities for the purpose of preserving capital and/or maintaining liquidity, based upon the investment advisor's ongoing evaluation of current and anticipated economic and market conditions. The Fund may also invest in foreign securities of the same type and characteristics as described above.

The Fund may use derivatives such as options, forwards and futures for hedging and non-hedging purposes and may also engage in short selling. The Fund may enter into repurchase transactions, reverse repurchase transactions, and securities lending transactions.

### **Investment Risk**

The risks of investing in the Fund remain as stated in the Fund's simplified prospectus. There were no material changes to the Fund over the period that affected the overall level or risk.

This Fund is suitable for investors who seek the long term appreciation potential of Canadian companies and are comfortable with short selling. To invest in this Fund, investors should be able to accept a medium degree of risk.

### **Results of Operations**

The net asset value ("NAV") of the Fund increased from \$41.2 million to \$47.8 million from December 31, 2020 to June 30, 2021. The Fund had net redemptions of \$2.4 million for the period. The Fund paid distributions of \$6k while the portfolio's performance increased assets by \$9.0 million. For the period ended June 30, 2021, Series F units of the Fund delivered a gain 21.7% (gain of 2.3% in the period ended June 30, 2020) while the Canadian benchmark, the S&P TSX Composite Total Return Index, posted a gain of 17.3% (loss of 7.5% in the period ended June 30, 2020) for the same period. Please refer to the Past Performance section for the performance of the other Series. The performance of the other Series offered by the Fund differs from Series F largely because of varying levels of expenses charged to each series, as explained in the Management Fee section.

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.

With sentiment in SPACs still quite muted, we continue to find fundamental opportunities that have been thrown out with the 'bath water'. In H2 we are cognizant of the market risks that may arise from Fed tapering, inflation, and cycling through peak growth. In that context, we have added some defensive positions, and will look to further pivot as we see more signs.

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.

### Related Party Transactions

Arrow Capital Management Inc. is the Manager, Portfolio Advisor and Trustee of the Fund. The Manager, in consideration for management fees and performance fees, provides management services required in the day-to-day operations of the Fund. The Fund also reimburses the Manager for any operating or administrative expenses the Manager pays on behalf of the Fund.

The Fund may invest in other funds also managed by the Manager. These investments will either be made into a series that does not pay management fees or the Manager may pay a rebate to the Fund or other fund to offset fees paid by the other fund to the Manager.

### Management Fees

The table below outlines the Fund's annual Management Fee rate. It also states the percentage of the total management fees that were used to pay trailer commissions. The remainder of the management fees were used to pay for investment management services.

ANNUAL RATE (%)	Series A	Series AD	Series L	Series LD	Series F	Series FD	Series I
Management Fees (Annual Rate)	2.0%	2.0%	2.3%	2.3%	1.0%	1.0%	Negotiable
Trailer Fees (as a % of Management Fees)	49.5%	50.1%	36.9%	36.2%	-	-	-

In addition, the Fund will pay the Manager a performance fee ("Performance Fees") equal to 20% of the amount by which the Fund outperforms the S&P TSX Composite Total Return Index (the "Index"), even in circumstances where the overall performance of the Fund has declined. If the performance of a Series of the Fund in any year is less than the performance of the Index (the "Deficiency"), then no performance fee will be payable in any subsequent year until the performance of the applicable Series of the Fund, on a cumulative basis calculated from the first of such subsequent years has exceeded the amount of the Deficiency. Please refer to the Fund's simplified prospectus for further details relating to Performance Fees.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help the reader understand the Fund's historical financial performance for the past five years. This information is derived from the Fund's financial statements and is represented net of expenses which have been charged to the Fund.

<b>SERIES A - NET ASSETS PER UNIT</b>					
<b>For the period ended June 30, 2021 and for the years ended December 31,</b>					
	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 16.20</b>	<b>\$ 14.28</b>	<b>\$ 12.13</b>	<b>\$ 13.05</b>	<b>\$ 11.95</b>
Increase (decrease) from operations:					
Total revenue	0.08	0.19	0.15	0.18	0.22
Total expenses	(0.49)	(0.47)	(0.41)	(0.39)	(0.38)
Realized gains (loss)	4.34	2.91	1.07	0.18	0.38
Unrealized gains (loss)	(0.51)	(0.59)	1.47	(0.86)	0.90
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 3.42</b>	<b>\$ 2.04</b>	<b>\$ 2.28</b>	<b>\$ (0.89)</b>	<b>\$ 1.12</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	-	-
From capital gains	-	(0.18)	-	-	-
From return of capital	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ (0.18)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 19.66</b>	<b>\$ 16.20</b>	<b>\$ 14.28</b>	<b>\$ 12.13</b>	<b>\$ 13.05</b>

<b>SERIES A - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup></b>					
<b>For the period ended June 30, 2021 and for the years ended December 31,</b>					
	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$13,149	\$10,716	\$10,541	\$11,637	\$13,103
Number of units outstanding	668,737	661,285	738,046	959,407	1,004,422
Management expense ratio before performance fees <sup>4</sup>	2.93%*	3.05%	2.88%	2.85%	2.89%
Management expense ratio <sup>4</sup>	4.52%*	3.12%	2.89%	2.85%	2.90%
Management expense ratio before waivers or absorptions <sup>5</sup>	4.52%*	3.22%	2.89%	2.85%	2.90%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$19.66	\$16.20	\$14.28	\$12.13	\$13.05

**SERIES AD - NET ASSETS PER UNIT**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 12.46</b>	<b>\$ 11.09</b>	<b>\$ 9.60</b>	<b>\$ 10.52</b>	<b>\$ 9.82</b>
Increase (decrease) from operations:					
Total revenue	0.06	0.13	0.12	0.14	0.17
Total expenses	(0.34)	(0.38)	(0.31)	(0.31)	(0.30)
Realized gains (loss)	3.36	2.85	0.93	0.15	0.29
Unrealized gains (loss)	(0.38)	(1.14)	0.96	(0.63)	0.74
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 2.70</b>	<b>\$ 1.46</b>	<b>\$ 1.70</b>	<b>\$ (0.65)</b>	<b>\$ 0.90</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	(0.12)	-	-	-	-
From capital gains	-	(0.17)	-	-	-
From return of capital	-	(0.06)	(0.21)	(0.21)	(0.20)
<b>Total distributions</b>	<b>\$ (0.12)</b>	<b>\$ (0.22)</b>	<b>\$ (0.21)</b>	<b>\$ (0.21)</b>	<b>\$ (0.20)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 15.05</b>	<b>\$ 12.46</b>	<b>\$ 11.09</b>	<b>\$ 9.60</b>	<b>\$ 10.52</b>

**SERIES AD - RATIOS AND SUPPLEMENTAL DATA<sup>3</sup>**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$430	\$353	\$228	\$198	\$261
Number of units outstanding	28,591	28,328	20,599	20,674	24,830
Management expense ratio before performance fees <sup>4</sup>	2.88%*	2.98%	2.82%	2.79%	2.82%
Management expense ratio <sup>4</sup>	4.02%*	3.22%	2.82%	2.79%	2.82%
Management expense ratio before waivers or absorptions <sup>5</sup>	4.02%*	3.33%	2.82%	2.79%	2.82%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$15.05	\$12.46	\$11.09	\$9.60	\$10.52

**SERIES F - NET ASSETS PER UNIT**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 16.97</b>	<b>\$ 15.08</b>	<b>\$ 12.66</b>	<b>\$ 13.47</b>	<b>\$ 12.21</b>
Increase (decrease) from operations:					
Total revenue	0.08	0.20	0.15	0.19	0.22
Total expenses	(0.45)	(0.53)	(0.27)	(0.26)	(0.25)
Realized gains (loss)	4.56	3.02	1.24	0.18	0.38
Unrealized gains (loss)	(0.49)	(0.68)	1.33	(0.98)	0.90
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 3.70</b>	<b>\$ 2.01</b>	<b>\$ 2.45</b>	<b>\$ (0.87)</b>	<b>\$ 1.25</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	-	-
From capital gains	-	(0.30)	-	-	-
From return of capital	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ (0.30)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 20.65</b>	<b>\$ 16.97</b>	<b>\$ 15.08</b>	<b>\$ 12.66</b>	<b>\$ 13.47</b>

**SERIES F - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$31,799	\$28,018	\$26,709	\$25,474	\$22,713
Number of units outstanding	1,539,739	1,651,265	1,771,440	2,011,556	1,686,003
Management expense ratio before performance fees <sup>4</sup>	1.82%*	1.94%	1.78%	1.75%	1.80%
Management expense ratio <sup>4</sup>	3.89%*	3.33%	1.81%	1.75%	1.82%
Management expense ratio before waivers or absorptions <sup>5</sup>	3.89%*	3.43%	1.81%	1.75%	1.82%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$20.65	\$16.97	\$15.08	\$12.66	\$13.47

**SERIES FD - NET ASSETS PER UNIT**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 13.53</b>	<b>\$ 11.90</b>	<b>\$ 10.18</b>	<b>\$ 11.03</b>	<b>\$ 10.18</b>
Increase (decrease) from operations:					
Total revenue	0.06	0.15	0.12	0.15	0.18
Total expenses	(0.30)	(0.25)	(0.21)	(0.20)	(0.20)
Realized gains (loss)	3.68	2.53	0.74	0.15	0.32
Unrealized gains (loss)	(0.40)	(0.54)	1.66	(0.73)	0.72
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 3.04</b>	<b>\$ 1.89</b>	<b>\$ 2.31</b>	<b>\$ (0.63)</b>	<b>\$ 1.02</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	(0.13)	-	-	-	-
From capital gains	-	(0.24)	-	-	-
From return of capital	-	-	(0.22)	(0.22)	(0.20)
<b>Total distributions</b>	<b>\$ (0.13)</b>	<b>\$ (0.24)</b>	<b>\$ (0.22)</b>	<b>\$ (0.22)</b>	<b>\$ (0.20)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 16.40</b>	<b>\$ 13.53</b>	<b>\$ 11.90</b>	<b>\$ 10.18</b>	<b>\$ 11.03</b>

**SERIES FD - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$263	\$251	\$243	\$443	\$487
Number of units outstanding	16,048	18,586	20,418	43,517	44,102
Management expense ratio before performance fees <sup>4</sup>	1.78%*	1.91%	1.71%	1.69%	1.70%
Management expense ratio <sup>4</sup>	3.19%*	1.99%	1.71%	1.69%	1.70%
Management expense ratio before waivers or absorptions <sup>5</sup>	3.19%*	2.10%	1.71%	1.69%	1.70%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$16.40	\$13.53	\$11.90	\$10.18	\$11.03

**SERIES I - NET ASSETS PER UNIT**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 15.44</b>	<b>\$ 13.72</b>	<b>\$ 11.38</b>	<b>\$ 11.94</b>	<b>\$ 10.79</b>
Increase (decrease) from operations:					
Total revenue	0.08	0.18	0.14	0.17	0.16
Total expenses	(0.34)	(0.41)	(0.09)	(0.08)	(0.07)
Realized gains (loss)	4.16	2.95	1.16	0.16	0.13
Unrealized gains (loss)	(0.47)	(0.64)	1.13	(0.82)	0.58
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 3.43</b>	<b>\$ 2.08</b>	<b>\$ 2.34</b>	<b>\$ (0.57)</b>	<b>\$ 0.80</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	-	-
From capital gains	-	(0.34)	-	-	-
From return of capital	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ (0.34)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 18.87</b>	<b>\$ 15.44</b>	<b>\$ 13.72</b>	<b>\$ 11.38</b>	<b>\$ 11.94</b>

**SERIES I - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$9	\$7	\$6	\$5	\$6
Number of units outstanding	471	471	461	461	461
Management expense ratio before performance fees <sup>4</sup>	0.62%*	0.71%	0.55%	0.49%	0.54%
Management expense ratio <sup>4</sup>	3.13%*	2.83%	0.55%	0.49%	0.56%
Management expense ratio before waivers or absorptions <sup>5</sup>	3.13%*	2.94%	0.55%	0.49%	0.56%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$18.87	\$15.44	\$13.72	\$11.38	\$11.94

**SERIES L - NET ASSETS PER UNIT**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 14.73</b>	<b>\$ 13.00</b>	<b>\$ 11.08</b>	<b>\$ 11.96</b>	<b>\$ 10.99</b>
Increase (decrease) from operations:					
Total revenue	0.07	0.19	0.14	0.16	0.20
Total expenses	(0.34)	(0.49)	(0.41)	(0.41)	(0.39)
Realized gains (loss)	4.04	2.78	0.81	0.16	0.27
Unrealized gains (loss)	(0.42)	(0.58)	1.69	(0.66)	0.79
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 3.35</b>	<b>\$ 1.90</b>	<b>\$ 2.23</b>	<b>\$ (0.75)</b>	<b>\$ 0.87</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	-	-
From capital gains	-	(0.12)	-	-	-
From return of capital	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ (0.12)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 18.01</b>	<b>\$ 14.73</b>	<b>\$ 13.00</b>	<b>\$ 11.08</b>	<b>\$ 11.96</b>

**SERIES L - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$2,093	\$1,806	\$1,607	\$2,728	\$3,697
Number of units outstanding	116,205	122,638	123,627	246,284	309,149
Management expense ratio before performance fees <sup>4</sup>	3.23%*	3.35%	3.24%	3.21%	3.27%
Management expense ratio <sup>4</sup>	3.32%*	3.55%	3.24%	3.21%	3.27%
Management expense ratio before waivers or absorptions <sup>5</sup>	3.32%*	3.66%	3.24%	3.21%	3.27%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$18.01	\$14.73	\$13.00	\$11.08	\$11.96

**SERIES LD - NET ASSETS PER UNIT**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 12.56</b>	<b>\$ 11.19</b>	<b>\$ 9.72</b>	<b>\$ 10.68</b>	<b>\$ 10.00</b>
Increase (decrease) from operations:					
Total revenue	(0.04)	0.14	0.12	0.15	0.18
Total expenses	(0.38)	(0.39)	(0.35)	(0.35)	(0.35)
Realized gains (loss)	5.48	1.53	0.49	0.16	0.36
Unrealized gains (loss)	(0.36)	0.12	1.58	(0.58)	0.71
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 4.70</b>	<b>\$ 1.40</b>	<b>\$ 1.84</b>	<b>\$ (0.62)</b>	<b>\$ 0.90</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	(0.12)	-	-	-	-
From capital gains	-	(0.11)	-	-	-
From return of capital	-	(0.11)	(0.21)	(0.21)	(0.20)
<b>Total distributions</b>	<b>\$ (0.12)</b>	<b>\$ (0.22)</b>	<b>\$ (0.21)</b>	<b>\$ (0.21)</b>	<b>\$ (0.20)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 15.24</b>	<b>\$ 12.56</b>	<b>\$ 11.19</b>	<b>\$ 9.72</b>	<b>\$ 10.68</b>

**SERIES LD - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2021 and for the years ended December 31,

	2021	2020	2019	2018	2017
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$4	\$63	\$93	\$206	\$472
Number of units outstanding	258	5,000	8,284	21,210	44,217
Management expense ratio before performance fees <sup>4</sup>	3.16%*	3.25%	3.18%	3.10%	3.17%
Management expense ratio <sup>4</sup>	5.04%*	3.38%	3.19%	3.12%	3.23%
Management expense ratio before waivers or absorptions <sup>5</sup>	5.04%*	3.49%	3.19%	3.12%	3.23%
Portfolio turnover rate <sup>6</sup>	141.36%	128.69%	40.83%	60.74%	85.31%
Trading expense ratio <sup>7</sup>	0.77%*	0.22%	0.10%	0.13%	0.12%
Net asset value per unit	\$15.24	\$12.56	\$11.19	\$9.72	\$10.68

†The Fund was launched on March 6, 2014. Series A and F units began operations on March 24, 2014. Series L units began operations on July 8, 2014. Series AD units began operations on May 28, 2015. Series FD units began operations on April 29, 2015. Series LD units began operations on May 14, 2015. Series I units began operations on March 25, 2015.

\*Ratios have been annualized.



1. The net assets per share shown are referenced to net assets attributable to holders of redeemable shares determined in accordance with International Financial Reporting Standards (“IFRS”) and are derived from the Fund’s financial statements. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per share.
2. Distributions, if applicable, were reinvested in additional shares of the Fund at the discretion of the underlying shareholders.
3. The Manager may absorb certain expenses or waive certain fees otherwise payable by the Fund. The amount of expenses absorbed or waived (if applicable) is determined annually at the discretion of the Manager and the Manager can terminate the absorption or waiver at any time.
4. Management expense ratio (“MER”) is calculated as total expenses net of waived fees, if applicable, and excludes certain taxes, commissions and other fund transaction costs for the stated year expressed as an annualized percentage of daily average NAV during the stated year. The management expense ratio is calculated in accordance with Part 15 of NI 81-106. Management expense ratio before performance fee is the MER before any performance fees, if applicable, for the stated year.
5. Management expense ratio before waivers or absorptions is the MER inclusive of performance fees before any waivers or absorptions are deducted.
6. The Fund’s portfolio turnover rate can indicate how actively the investment advisor manages the portfolio of investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of its securities in its portfolio once in the course of the year. The higher the fund’s portfolio turnover rate 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 the Fund. The portfolio turnover ratio for the years ended 2019, 2018 and 2017 were calculated based on the average net portfolio of the Fund. The ratios for these years have been restated to be based on average gross portfolio of the Fund.
7. The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average NAV during the period.
8. Ratios and supplemental data, where applicable, are computed using the NAV of the Fund.

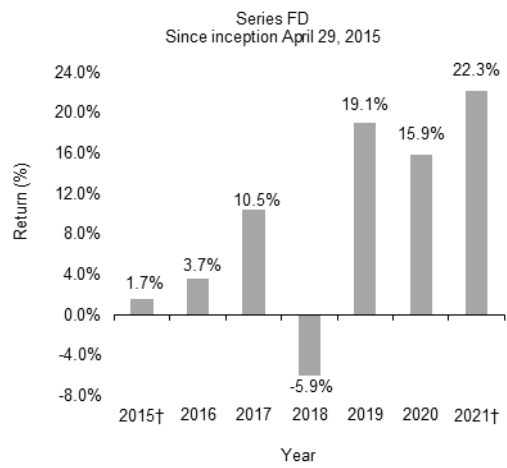
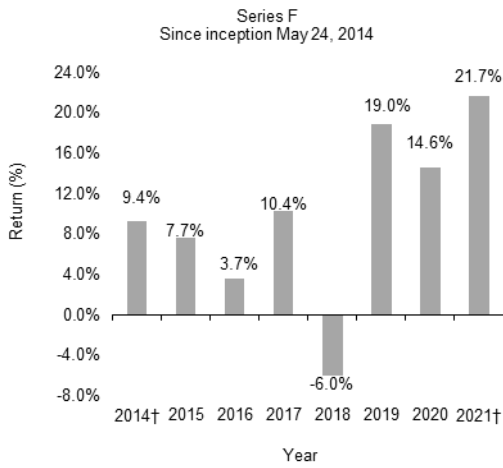
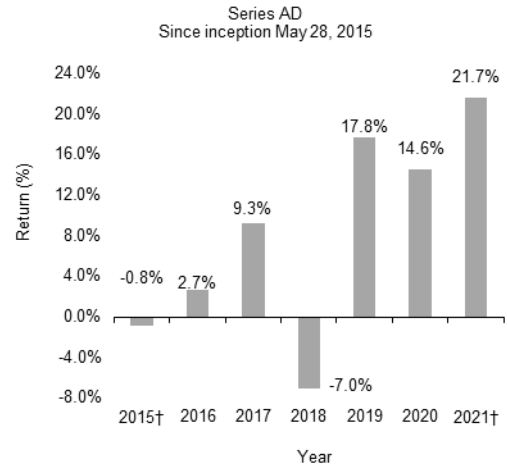
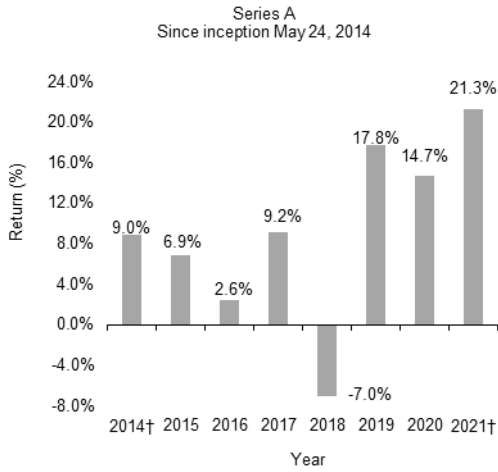
## **Past Performance**

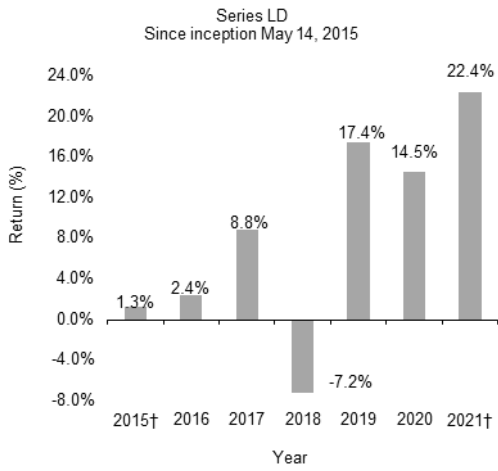
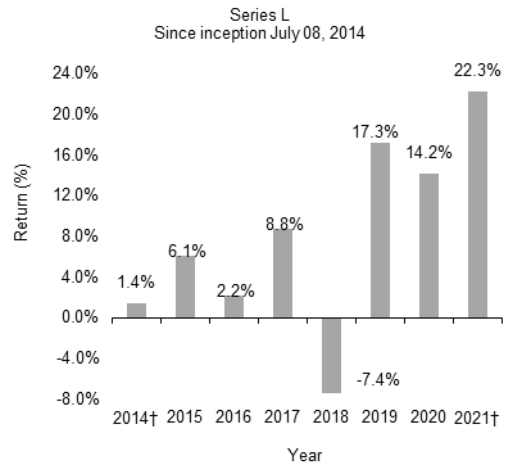
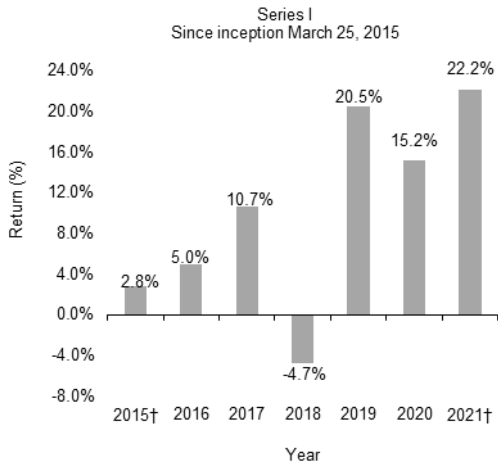
The performance information shown below assumes that all distributions, if any, made by the Fund in the period shown were reinvested in additional units of the Fund. If you hold the Fund outside a registered plan, you will be taxed on distributions. Distributions of income the Fund earns and capital gains it realizes are taxable in the year received whether received in cash or reinvested in additional units. No adjustment for potential tax consequences to an investor has been made to the performance information.

The indicated rates of return are historical annual compounded total returns including changes in unit value and do not take into account sale, redemption, distribution or other optional charges, that, if applicable, would have reduced returns or performance. An investment in the Fund is not guaranteed. Its value changes frequently and how the Fund has performed in the past does not necessarily indicates how it will perform in the future.

## Year-By-Year Returns

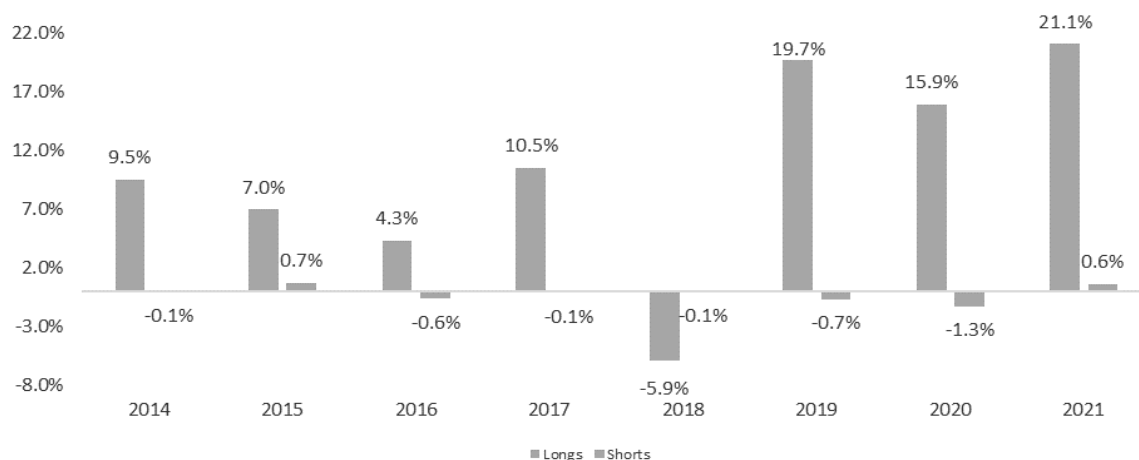
The bar chart below illustrates the Fund's performance for the years shown and indicates, in percentage terms, how much an investment made on the first day of each financial year (or since inception) would have grown or decreased.





†Returns shown represent a partial year.

The chart below illustrates the Fund's returns for Series F for the period ended June 30, 2021 and for the years ended December 31 for the Fund units by long and short holdings:



†Returns shown represent a partial year.

### Annual Compound Returns (Compound Performance)

The following table shows the total returns of the Fund and for the S&P/TSX Composite Total Return Index (a price weighted index of 300 of the largest, most widely-held stocks traded on the Toronto Stock Exchange) for the periods shown ended June 30, 2021. The Relative Performance returns show the performance of the Fund as compared to the benchmark.

	1 Year	3 Years	5 Years	Annualized Since Inception
Series A	35.2%	13.9%	11.6%	9.9%
Series AD	35.1%	14.0%	11.7%	9.1%
Series F	36.3%	14.6%	12.5%	10.8%
Series FD	36.5%	15.3%	12.9%	10.6%
Series I	37.6%	15.9%	N/A	11.1%
Series L	35.4%	13.8%	11.4%	9.0%
Series LD	36.5%	14.0%	11.6%	9.0%
S&P/TSX Composite Total Return Index	33.9%	10.8%	10.8%	8.0%

## Summary of Investment Portfolio as at June 30, 2021

The summary of investment portfolio below includes information regarding the Fund as a whole. This summary may change due to ongoing portfolio transactions of the Fund and a quarterly update is available by contacting Arrow at 877.327.6048 or by visiting Arrow's website at [www.arrow-capital.com](http://www.arrow-capital.com).

Industry Sector	% of Net Assets		Top 25 Holdings	%
	<b>Long</b>	<b>Short</b>		
Communication Services	7.0	(0.5)	Arrow Global Advantage Alternative Class, Series ETF	8.9
Consumer Discretionary	13.6	(0.8)	Cash and Cash Equivalents	3.6
Consumer Staples	3.2	-	Loral Space & Communications Inc.	3.2
Corporate Bonds	0.2	-	BGP Acquisition Corp., Class 'A'	3.0
Energy	8.6	-	Altius Minerals Corp.	2.8
Financials	18.1	-	IBI Group Inc.	2.5
Funds	10.7	-	Vintage Wine Estates Inc.	2.4
Health Care	3.9	-	Information Services Corp., Class 'A'	2.1
Industrials	7.6	-	ShawCor Ltd.	2.0
Information Technology	3.9	-	BRP Inc., Subordinate Voting Shares	2.0
Materials	7.2	(0.9)	Polaris Infrastructure Inc.	1.9
Real Estate	8.9	-	Brookfield Business Partners L.P.	1.8
Utilities	4.0	-	Tervita Corp.	1.7
Derivatives	-	(0.1)	Tricon Residential Inc.	1.7
Cash and Cash Equivalents	3.6	-	K-Bro Linen Inc.	1.7
Other Net Assets	1.8	-	Square Inc., Class 'A'	1.7
	<b>102.3</b>	<b>(2.3)</b>	American Hotel Income Properties REIT L.P.	1.5
			Mudrick Capital Acquisition Corp. II, Class 'A'	1.4
			Academy Sports and Outdoors Inc.	1.4
			Morguard REIT	1.3
			Choice Consolidation Corp., Class 'A'	1.3
			Spin Master Corp.	1.2
			Ruth's Hospitality Group Inc.	1.2
			Expedia Group Inc.	1.2
			Roth CH Acquisition II Co.	1.2
			<b>Total (%)</b>	<b>54.7</b>
			<b>Total Net Asset Value (in \$ millions)</b>	<b>47.7</b>