



January 25, 2019

Notification of a change to Exemplar Tactical Corporate Bond Fund

Dear Investor,

We are writing to notify you of a change that will affect your investment in Exemplar Tactical Corporate Bond Fund. Effective at the close of business on or about March 27, 2019, the fund will be merged into Exemplar Investment Grade Fund. Your units of the fund will be exchanged for the equivalent dollar value of units in Exemplar Investment Grade Fund, and Exemplar Tactical Corporate Bond Fund will be terminated.

No action is required on your part as a result of this change. The management fee for your investment will decrease, and no taxable disposition will occur because of the merger. The adjusted cost base of your investment will not change as a result of the merger. Any optional plans that you established for your fund, such as an automatic purchase plan or automatic withdrawal plan, will continue with Exemplar Investment Grade Fund.

We are taking this action to reduce duplication and to simplify our lineup of mutual funds. The continuing fund will benefit from a larger asset base, which allows for increased portfolio diversification opportunities.

The two funds have substantially similar investment objectives. The investment objective for the Exemplar Tactical Corporate Bond Fund is to generate income and capital appreciation by primarily investing in a diversified portfolio of corporate bonds, whereas the investment objective of the Exemplar Investment Grade Fund is to generate income and capital preservation by investing in a diversified portfolio of primarily North American investment grade corporate bonds. Both funds are advised by the same investment team, East Coast Fund Management Inc.

The Investment Review Committee for both funds has reviewed the merger with respect to potential conflict of interest issues and has determined that it achieves a fair and reasonable result for the funds. The costs and expenses associated with the merger are being borne by the manager, not the funds.

Further information about Exemplar Investment Grade Fund is available on our website at www.arrow-capital.com. If you have any questions about this change, please contact your financial advisor.

Sincerely,

Arrow Capital Management Inc