

### **WAVEFRONT GLOBAL DIVERSIFIED INVESTMENT CLASS (formerly EXEMPLAR DIVERSIFIED PORTFOLIO) ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE**

For the year ended December 31, 2019

This annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements for WaveFront Global Diversified Investment Class (the "Fund"). If you have not received a copy of the annual financial statements with the Management Report of Fund Performance, you may obtain a copy of the 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 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 seek superior long-term absolute and risk-adjusted returns with the potential for low correlation to global equity and fixed-income market returns through the selection and management of long and short positions in a globally diversified portfolio of futures, options, forward contracts and other financial derivative instruments on agricultural and soft commodities, metals, energies, currencies, interest rates and equity indices.

The Fund will use leverage. The leverage will be created through the use of cash borrowings, short sales and derivative contracts. The fund's leverage shall not exceed the limits on the use of leverage described in the "Investment Strategies" section in the simplified prospectus or as otherwise permitted under applicable securities legislation.

The core investment strategy of WaveFront Global Asset Management Corp. ("WFGAM"), the sub-advisor, is based on a risk budgeting strategy of allocating capital to markets and utilizing that capital based on the amount of risk premium being priced into markets. WFGAM utilizes a fixed risk budget that targets long-term average annualized downside deviation of less than 13%. Downside deviation is a risk measure that focuses on returns that fall below a minimum acceptable return. This risk budget is then equally allocated across over 60 markets, adjusted by their volatilities and correlations. As a result of this allocation methodology, generally 50% of the portfolio risk budget is allocated to globally-traded industrial and agricultural commodity futures markets, and 50% is allocated to global currency, treasury debt and equity index futures markets.

The degree to which a market's allocated risk budget is utilized is then determined by the net position of multiple trading strategies or algorithms that sample market prices in order to capture persistent risk premiums and changes in risk premiums over time. Unutilized risk budgets that result from conflicting underlying signals are not re-allocated to other markets but go to cash. In addition to the core investment strategy, the investment advisor may utilize trading strategies based on other persistent anomalies or structural biases identified in market data.

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 is an alternative mutual fund whereby the specific strategies that differentiate this Fund from conventional mutual funds include: increased use of derivatives for hedging and non-hedging purposes, increased ability to sell securities short, and the ability to borrow cash to use for investment purposes.

### **Investment Risk**

The risks of investing in the Fund remain as stated in the Fund's prospectus dated June 18, 2019. There were no material changes to the Fund over the year that affected the overall level or risk.

The Fund is suitable for investors who seek medium to long-term growth through a diversified portfolio of futures, options, forward contracts and financial derivatives. To invest in this Fund, investors should be able to accept a medium degree of risk.

### **Results of Operations**

For the year ended December 31, 2019, Series F Shares of the Fund delivered a loss of (7.7%) (loss of (12.1%) in 2018). Its benchmark, the Societe Generale CTA Index, posted a gain of 6.3% over the same year (loss of (5.8%) in 2018). 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 due largely to varying level of expenses charged to each series, as explained in the Management Fees section.

The Fund continued to diverge from its peer group in 2019 as other commodity trade managers continued to exhibit an unusually high correlation to traditional portfolios.

The Fund maintains its focus on true diversification, as well as having a negative correlation to stocks during periods of significant market stress. The program achieved its diversification mandate in 2019 with a -0.31 correlation to the S&P 500. The fund has continued to perform comparably to managers that focus on true diversification, and results for 2019 were

consistent with our expectations for the market environment we experienced. Adding the Fund at a 20% allocation to the S&P 500 in 2019 would have resulted in a 5.3% decline in the Sharpe ratio, but also a 16.5% reduction in the worst drawdown and a 23% reduction in volatility. Much of the challenge for the program in 2019 related to the nascent bear market at the end of 2018 which quickly returned to bull territory in January while the program was trying to reduce the risk thereof.

### **Recent Developments**

*(BASED ON INFORMATION AS AT MARCH 5, 2020)*

The global economy continues to face uncertainty over the ultimate impact of Quantitative Easing programs. WFGAM believes that a paradigm shift in global markets is close at hand. They believe that the next crisis may lead to the monetization of government debts, and if that happens, it is expected that the Fund will be well positioned; by continuing to apply systematic strategies to commodities, currencies, and precious metals. The fact that Fund's strategies are also agnostic on the market direction of stocks and bonds is yet another powerful risk management tool that can provide meaningful diversification benefits to investors in our highly indebted global economy.

*(UPDATE - MARCH 24, 2020)*

The continued worldwide spread of novel coronavirus (or COVID-19) and its impact on international business operations, supply chains, travel, commodity prices, consumer confidence and business forecasts, and the associated impact on domestic and international equity markets and fixed income yields, is expected to have a material impact on all equity and fixed income portfolios during the first half of 2020, and potentially beyond. We continue to monitor developments in equity and fixed income markets generally, and in connection with the Fund's portfolio in particular. While it is too early to predict the impact of COVID-19 related factors, during a time of increased uncertainty and volatility, we expect that the performance of all portfolios, including the Fund, will be affected in the near term.

### **Other Developments**

Amendments to National Instrument 81-102 - *Investment Funds* ("NI-81-102") that became effective January 3, 2019 ("**Alternative Mutual Fund Amendments**") established alternative mutual funds and repealed large sections of National Instrument 81-104 *Commodity Pools* ("NI 81-104"). With the Alternative Mutual Fund Amendments, the Fund became an alternative mutual fund which permits the Fund to use strategies generally prohibited to conventional mutual funds, such as the ability to invest more than 10% of its net asset value in securities of a single issuer, the ability to invest in physical commodities or specified derivatives, to borrow cash, to short sell beyond the limits prescribed for conventional mutual funds and to generally employ leverage. Former NI 81-104 had permitted mutual funds that were commodity pools (such as the Fund) to be exempt from certain investment restrictions in NI 81-102. With the Alternative Mutual Fund Amendments, the Fund can no longer rely on these exemptions. The Fund has received exemptive relief whereby the Fund will be permitted to have aggregate exposure to specified derivative transactions as previously permitted under Former NI 81-104. Effective June 18, 2019, the fund was renamed to WaveFront Global Diversified Investment Class.

## Related Party Transactions

Arrow Capital Management Inc. is the Manager and Portfolio Advisor 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.

## 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 and sub-advisory fees to WFGAM.

	Series A Shares	Series F Shares	Series I Shares/ Series R Shares	Series L Shares
Management Fees (Annual Rate (%))	2.00%	1.00%	Negotiable	2.30%
Trailer Fees (rate as % of Management Fees)	48.5%	-	-	32.1%

In addition, the Fund pays Arrow performance fees ("Performance Fees") equal to 20% of the amount by which the Fund return in a year is in excess of the high water mark (the "High Water Mark"), and no Performance Fee is payable unless an annual hurdle rate of 6% is achieved in that year. 100% of the Performance Fees are used to pay for investment management and sub-advisory services. Please refer to the Fund's simplified prospectus dated June 18, 2019 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.

SERIES A - NET ASSETS PER SHARE					
For the years ended December 31,					
	2019	2018	2017	2016	2015
<b>Net Assets, beginning of year<sup>1</sup></b>	<b>\$ 8.06</b>	<b>\$ 9.27</b>	<b>\$ 10.68</b>	<b>\$ 13.63</b>	<b>\$ 12.69</b>
Increase (decrease) from operations:					
Total revenue	0.14	0.10	0.05	0.06	0.06
Total expenses	(0.35)	(0.35)	(0.40)	(0.50)	(0.71)
Realized gains (loss)	(0.61)	(1.01)	(1.38)	(2.52)	2.40
Unrealized gains (loss)	0.12	(0.02)	0.21	0.12	(0.61)
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ (0.70)</b>	<b>\$ (1.28)</b>	<b>\$ (1.52)</b>	<b>\$ (2.84)</b>	<b>\$ 1.14</b>
<b>Distributions<sup>2</sup>:</b>					
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of year<sup>1</sup></b>	<b>\$ 7.36</b>	<b>\$ 8.06</b>	<b>\$ 9.27</b>	<b>\$ 10.68</b>	<b>\$ 13.63</b>

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

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$696	\$1,199	\$1,905	\$3,856	\$5,655
Number of shares outstanding	94,528	148,707	205,558	360,986	415,011
Management expense ratio before performance fees <sup>4,9</sup>	3.14%	2.90%	2.95%	2.83%	2.80%
Management expense ratio <sup>4,9</sup>	3.14%	2.90%	2.95%	2.88%	5.17%
Management expense ratio before waivers or absorptions <sup>5,9</sup>	3.23%	3.04%	2.95%	2.88%	5.17%
Portfolio turnover rate <sup>6</sup>	n/a	n/a	n/a	n/a	n/a
Trading expense ratio <sup>7,9</sup>	1.26%	1.26%	1.18%	1.02%	0.88%
Net asset value per share	\$7.36	\$8.06	\$9.27	\$10.68	\$13.63

**SERIES F - NET ASSETS PER SHARE**

For the years ended December 31,

	2019	2018	2017	2016	2015
<b>Net Assets, beginning of year<sup>1</sup></b>	<b>\$ 8.81</b>	<b>\$ 10.02</b>	<b>\$ 11.43</b>	<b>\$ 14.44</b>	<b>\$ 13.35</b>
Increase (decrease) from operations:					
Total revenue	0.15	0.11	0.05	0.04	0.05
Total expenses	(0.28)	(0.28)	(0.32)	(0.39)	(0.67)
Realized gains (loss)	(0.75)	(1.09)	(1.54)	(2.79)	2.27
Unrealized gains (loss)	0.20	0.01	0.25	0.12	(0.57)
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ (0.68)</b>	<b>\$ (1.25)</b>	<b>\$ (1.56)</b>	<b>\$ (3.02)</b>	<b>\$ 1.08</b>
<b>Distributions<sup>2</sup>:</b>					
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of year<sup>1</sup></b>	<b>\$ 8.13</b>	<b>\$ 8.81</b>	<b>\$ 10.02</b>	<b>\$ 11.43</b>	<b>\$ 14.44</b>

**SERIES F - RATIOS AND SUPPLEMENTAL DATA<sup>9</sup>**

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$6,681	\$7,890	\$10,094	\$16,726	\$22,456
Number of shares outstanding	821,823	895,368	1,007,359	1,463,507	1,554,720
Management expense ratio before performance fees <sup>4,9</sup>	2.01%	1.82%	1.92%	1.81%	1.75%
Management expense ratio <sup>4,9</sup>	2.05%	1.82%	1.92%	1.82%	3.77%
Management expense ratio before waivers or absorptions <sup>5,9</sup>	2.74%	1.96%	1.92%	1.82%	3.77%
Portfolio turnover rate <sup>6</sup>	n/a	n/a	n/a	n/a	n/a
Trading expense ratio <sup>7,9</sup>	1.26%	1.26%	1.18%	1.02%	0.88%
Net asset value per share	\$8.13	\$8.81	\$10.02	\$11.43	\$14.44

**SERIES I - NET ASSETS PER SHARE**

For the years ended December 31,

	2019	2018	2017	2016	2015
<b>Net Assets, beginning of year<sup>1</sup></b>	<b>\$ 8.33</b>	<b>\$ 9.33</b>	<b>\$ 10.48</b>	<b>\$ 13.03</b>	<b>\$ 11.92</b>
Increase (decrease) from operations:					
Total revenue	0.13	0.10	0.05	0.04	0.05
Total expenses	(0.19)	(0.13)	(0.15)	(0.16)	(0.66)
Realized gains (loss)	0.04	(1.01)	(1.44)	(2.54)	2.24
Unrealized gains (loss)	0.16	0.09	0.09	0.10	(0.57)
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.14</b>	<b>\$ (0.95)</b>	<b>\$ (1.45)</b>	<b>\$ (2.56)</b>	<b>\$ 1.06</b>
<b>Distributions<sup>2</sup>:</b>					
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of year<sup>1</sup></b>	<b>\$ 7.93</b>	<b>\$ 8.33</b>	<b>\$ 9.33</b>	<b>\$ 10.48</b>	<b>\$ 13.03</b>

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

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$13	\$1,847	\$1,749	\$7,535	\$9,190
Number of shares outstanding	1,593	221,635	187,435	718,833	705,240
Management expense ratio before performance fees <sup>4 9</sup>	0.52%	0.29%	0.36%	0.29%	0.28%
Management expense ratio <sup>4 9</sup>	0.66%	0.31%	0.37%	0.30%	2.62%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	0.72%	0.45%	0.37%	0.30%	2.62%
Portfolio turnover rate <sup>6</sup>	n/a	n/a	n/a	n/a	n/a
Trading expense ratio <sup>7 9</sup>	1.26%	1.26%	1.18%	1.02%	0.88%
Net asset value per share	\$7.93	\$8.33	\$9.33	\$10.48	\$13.03

**SERIES L - NET ASSETS PER SHARE**

For the years ended December 31,

	2019	2018	2017	2016	2015
<b>Net Assets, beginning of year<sup>1</sup></b>	<b>\$ 6.94</b>	<b>\$ 7.99</b>	<b>\$ 9.23</b>	<b>\$ 11.81</b>	<b>\$ 11.04</b>
Increase (decrease) from operations:					
Total revenue	0.12	0.09	0.04	0.04	0.04
Total expenses	(0.33)	(0.32)	(0.37)	(0.45)	(0.51)
Realized gains (loss)	(0.29)	(0.89)	(1.19)	(2.20)	1.74
Unrealized gains (loss)	0.02	(0.03)	0.21	0.09	(0.44)
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ (0.48)</b>	<b>\$ (1.15)</b>	<b>\$ (1.31)</b>	<b>\$ (2.52)</b>	<b>\$ 0.83</b>
<b>Distributions<sup>2</sup>:</b>					
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of year<sup>1</sup></b>	<b>\$ 6.32</b>	<b>\$ 6.94</b>	<b>\$ 7.99</b>	<b>\$ 9.23</b>	<b>\$ 11.81</b>

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

For the years ended December 31,

	2019	2018	2017	2016	2015
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$115	\$567	\$877	\$1,117	\$1,575
Number of shares outstanding	18,230	81,720	109,794	121,072	133,351
Management expense ratio before performance fees <sup>4 9</sup>	3.36%	3.12%	3.20%	3.08%	3.11%
Management expense ratio <sup>4 9</sup>	3.36%	3.12%	3.20%	3.11%	5.04%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	3.38%	3.29%	3.20%	3.11%	5.04%
Portfolio turnover rate <sup>6</sup>	n/a	n/a	n/a	n/a	n/a
Trading expense ratio <sup>7 9</sup>	1.26%	1.26%	1.18%	1.02%	0.88%
Net asset value per share	\$6.32	\$6.94	\$7.99	\$9.23	\$11.81

**SERIES R - NET ASSETS PER SHARE**

For the years ended December 31,

	2019	2018	2017	2016
<b>Net Assets, beginning of year<sup>1</sup></b>	<b>\$ 6.13</b>	<b>\$ 6.95</b>	<b>\$ 7.90</b>	<b>\$ 9.96</b>
Increase (decrease) from operations:				
Total revenue	0.06	0.08	0.03	0.02
Total expenses	(0.42)	(0.18)	(0.20)	(0.25)
Realized gains (loss)	(0.81)	(0.84)	(0.90)	(1.95)
Unrealized gains (loss)	(1.45)	(0.08)	0.25	0.07
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ (2.62)</b>	<b>\$ (1.02)</b>	<b>\$ (0.82)</b>	<b>\$ (2.11)</b>
<b>Distributions<sup>2</sup>:</b>				
From dividends	-	-	-	-
From capital gains	-	-	-	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Assets, end of year<sup>1</sup></b>	<b>\$ 5.76</b>	<b>\$ 6.13</b>	<b>\$ 6.95</b>	<b>\$ 7.90</b>

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

For the years ended December 31,

	2019	2018	2017	2016
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$2,918	\$12,159	\$18,911	\$12,664
Number of shares outstanding	506,563	1,983,916	2,721,578	1,602,562
Management expense ratio before performance fees <sup>4 9</sup>	1.61%	1.44%	1.60%	1.52%
Management expense ratio <sup>4 9</sup>	2.42%	1.49%	1.63%	1.65%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	2.55%	1.68%	1.63%	1.65%
Portfolio turnover rate <sup>6</sup>	n/a	n/a	n/a	n/a
Trading expense ratio <sup>7 9</sup>	1.26%	1.26%	1.18%	1.02%
Net asset value per share	\$5.76	\$6.13	\$6.95	\$7.90

† Series R Shares commenced operations on November 10, 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 net asset value 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.
7. The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.
8. Ratios and supplemental data, where applicable, are computed using the net asset value of the Fund.
9. The management expense ratio before performance fees, management expense ratio, management expense ratio before waivers or absorptions and trading expense ratio for the years ended 2016 and 2015 have been restated to reflect the reclassification of certain custodial transaction costs related to the purchase and sale of securities.

## **Past Performance**

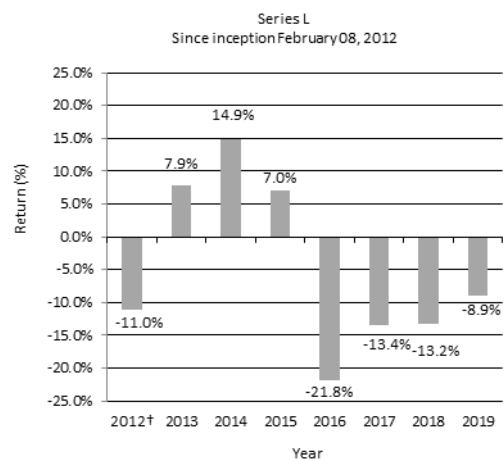
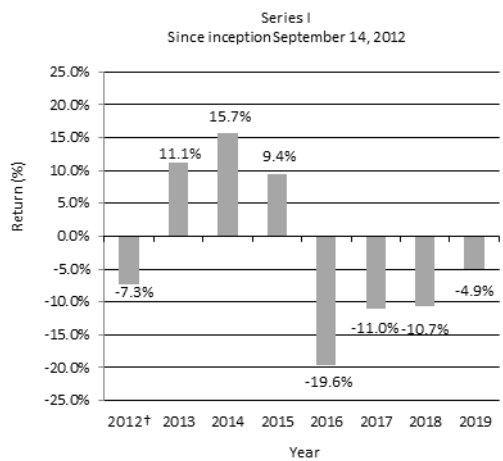
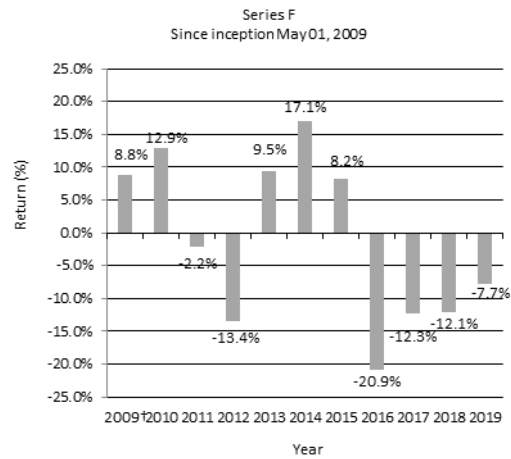
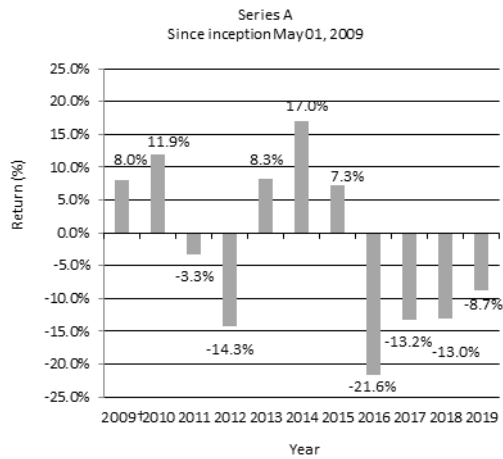
The performance information shown below assumes that all distributions, if any, made by the Fund in the years shown were reinvested in additional shares of the Fund. If you hold the Fund outside a registered plan, you will be taxed on distributions. Distributions of income the Fund earns and capital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

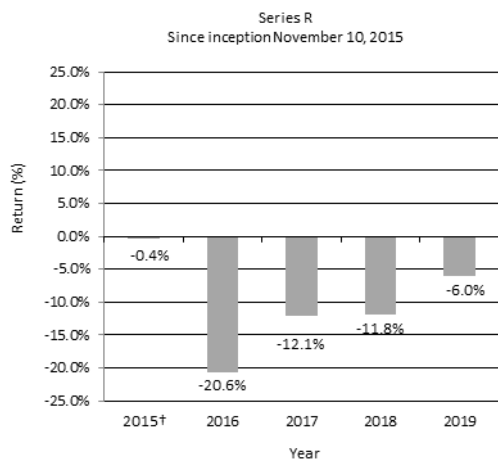
The indicated rates of return are historical annual compounded total returns including changes in share value and do not take into account sale, redemption, distribution or other optional charges, that, if applicable, would have reduced returns or performance. An investment in the Fund is not guaranteed.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



## Year-By-Year Returns

The bar chart below illustrates the Fund's annual performance for each year shown and indicates how the Fund's performance has changed from year to year. It shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of the year.





†Returns shown represent a partial year.

### Annual Compound Returns (Compound Performance)

The following table shows the annual compound total returns of the Fund, and for its benchmark, the Societe Generale CTA Index (the Societe Generale CTA Index is an equal weighted, daily calculated annually re-balanced, return index for a pool of CTAs selected from the larger managers that are open to new investment) for the year ended December 31, 2019. The Relative Performance returns show the performance of the Fund as compared to the benchmark.

	1 Year	3 Years	5 Years	10 Years	Annualized Since Inception
Series A	(8.7%)	(11.7%)	(10.3%)	(3.8%)	(2.8%)
Series F	(7.7%)	(10.7%)	(9.4%)	(2.9%)	(1.9%)
Series I	(4.9%)	(8.9%)	(7.8%)	N/A	(2.9%)
Series L	(8.9%)	(11.9%)	(10.6%)	N/A	(5.6%)
Series R	(6.0%)	N/A	N/A	N/A	(12.5%)
Societe Generale CTA Index	6.3%	0.8%	(0.1%)	1.6%	1.4%

## Summary of Investment Fund as at December 31, 2019

The summary of investment Fund 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).

Sector	Exposure (%) (*)		Top 25 Holdings (*)	%
	Long	Short		
Bond Futures	52.1	(190.1)	<b>Long Positions</b>	
Commodity Futures	6.3	(21.3)	Cash & Cash Equivalents	71.4
Currency Futures	45.2	(46.2)	Mexican Peso Futures	21.9
Index Futures	70.6	0.0	US 5 Year Treasury Notes Futures	19.2
Interest Rate Futures	0.0	0.0	US 10 Year Treasury Notes Futures	14.4
Options	0.3	0.0	S&P 500 E-mini Index Futures	14.1
Cash & Cash Equivalents	71.4	0.0	S&P/TSX 60 Index Futures	13.6
Other Net Assets	26.6	-	NASDAQ 100 E-mini Index Futures	13.1
<b>Totals</b>	<b>272.5</b>	<b>(257.6)</b>	DAX Index Futures	9.3
			Long Gilt Futures	8.7
			Canadian Currency Futures	8.6
			Brent Crude Futures	8.2
			Nikkei 225 Index Futures	8.0
			Low Sugar Gasoline Futures	7.6
			Crude Palm Oil Futures	7.2
			WTI Crude Futures	6.8
			<b>Top long positions as a %</b>	
			<b>of total net asset value</b>	<b>232.1</b>
			<b>Short Positions</b>	
			90 Day Bank Bills Futures	(261.7)
			90 Day Eurodollar Futures	(171.4)
			90 Day Bank Acceptance Futures	(157.5)
			90 Day Sterling Futures	(104.4)
			EURO-BOBL Futures	(78.4)
			10 Year mini JGB Futures	(62.7)
			EURO-BUND Futures	(47.7)
			EURO/CHF Futures	(20.9)
			Japanese Yen Currency Futures	(13.0)
			EURO/GBP Futures	(7.0)
			<b>Top short positions as a %</b>	
			<b>of total net asset value</b>	<b>(924.7)</b>
			<b>Total (%)</b>	<b>(692.6)</b>
			<b>Total Net Asset Value (in \$ millions)</b>	<b>10.4</b>

(\*) Futures positions are calculated using notional values.