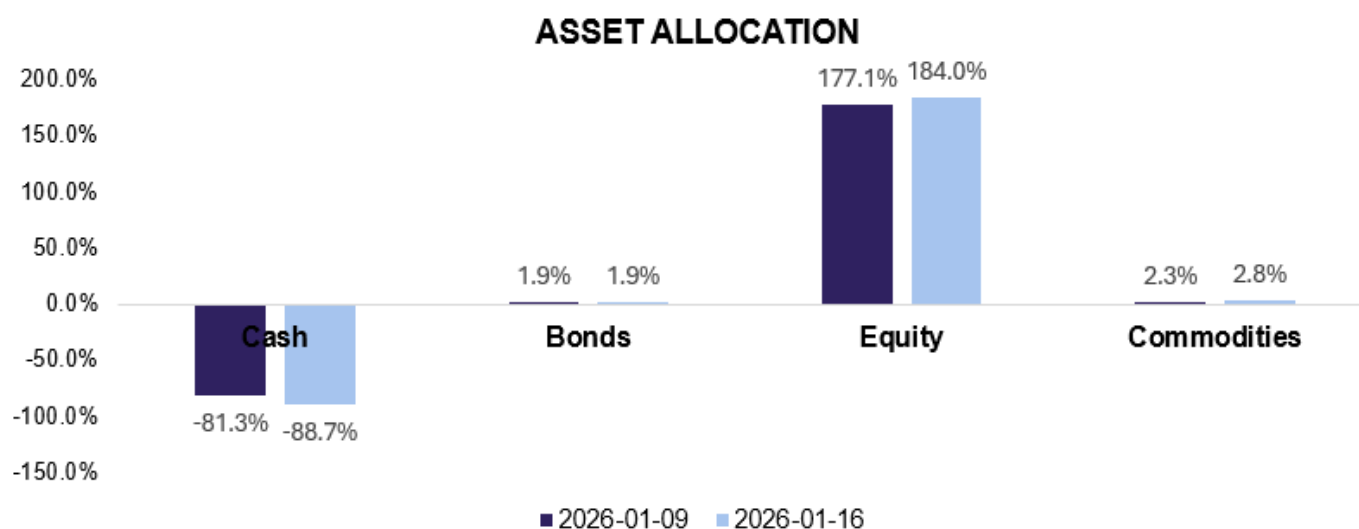


ARROW LONG/SHORT ALTERNATIVE FUND

commentary – Week ending January 16, 2026



Weekly performance, macro context, current positioning, and future expectations.

Performance

January 16, 2026

Arrow Long/Short Alternative Fund (Series F):

WTD 2.31%

MTD 5.24%

YTD 5.24%

S&P TSX Composite

WTD 1.32%

MTD 4.27%

YTD 4.27%

S&P 500:

WTD -0.36%

MTD 1.44%

YTD 1.44%

Fund Commentary

U.S. equity markets continued to exhibit clear rotation last week, with small caps extending their relative strength even as broader indices softened. The Russell 2000 rose approximately 2% on the week, materially outperforming as QQQ lagged and the SPY finished modestly lower. IWM's outperformance versus the SPY extended to 11 consecutive sessions, marking the longest streak since 2008. Canadian equities outperformed U.S. peers, supported by the TSX's heavier weighting to cyclical sectors such as materials and energy, which benefited from firm commodity prices. U.S. Treasury yields moved higher across the curve, while precious metals delivered another strong week, with silver reaching an all time high mid week near \$90/oz, reflecting continued demand for hard assets.

The policy backdrop remained active, with several developments emerging from the White House over the course of the week. Headlines included discussion of a 10% cap on credit card interest rates, increased focus on rare earth import considerations, and the announcement on Friday of a new power initiative aimed at expanding generation capacity,

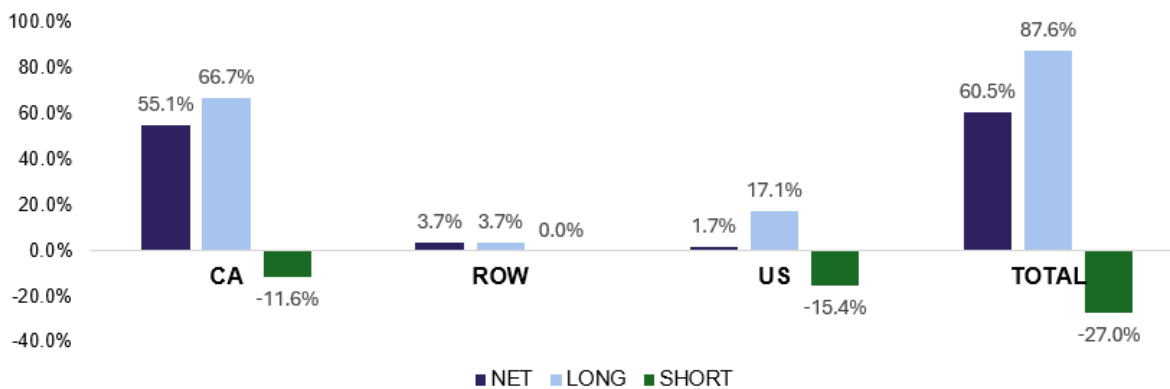
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potentially funded by large technology companies. Also worth mentioning that prediction market odds for Kevin Hassett to lead the Federal Reserve declined sharply to 12% (as of Monday morning) following comments from Trump last week. By contrast, Kevin Warsh emerged as the clear favourite in prediction markets. Over the weekend, rhetoric around Greenland intensified, with Trump threatening tariffs on 8 European countries if there is no agreement.

This week, we continue to await commentary from the U.S. Supreme Court regarding IEEPA related tariffs. Focus will also be on the World Economic Forum in Davos, running Monday through Friday, with particular attention on remarks scheduled from President Trump mid week. In addition, investors will monitor a pickup in earnings activity, with roughly 6% of S&P 500 market capitalization reporting this week, skewed toward healthcare, consumer staples, and industrials. It is a shortened trading week for U.S. equities, with markets closed Monday for MLK Jr. Day.

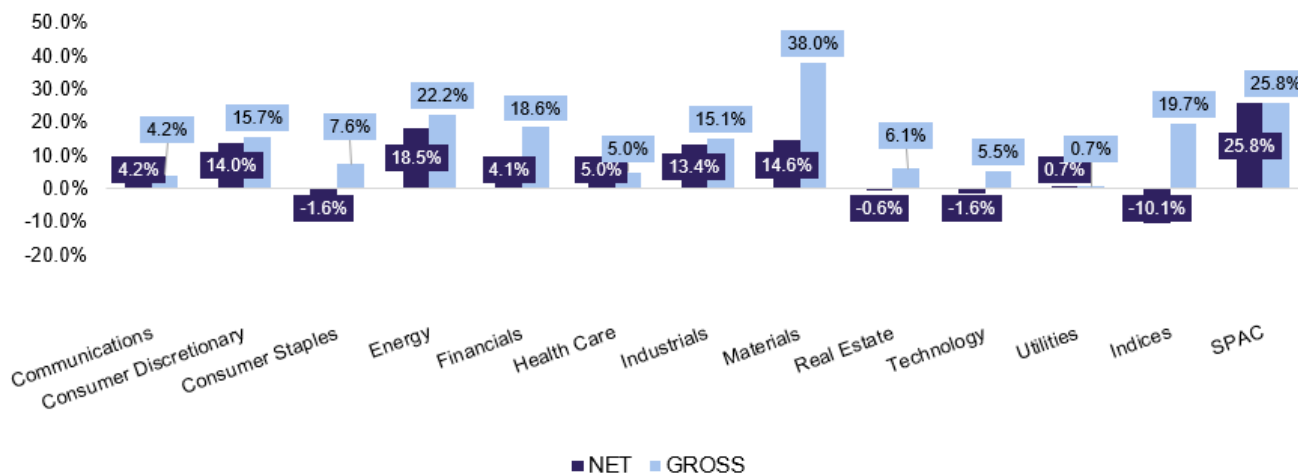
Equity Allocation (% Total Portfolio including Futures)

EQUITY REGION BREAKDOWN



Sector Exposures (% Long / Short Portfolio of individual companies)

EQUITY LONG/SHORT EXPOSURE



We look forward to reporting back next week.

Thanks,
Arrow Investment Team

Historical Performance – As of December 31, 2025

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	9.90%	6.35%	7.86%	7.93%

Published January 19, 2026

Effective June 25, 2024 Arrow Long/Short Alternative Class was merged into Arrow Long/Short Alternative Fund as part of the corporate class fund merger. Effective June 15, 2023, the Fund was renamed Arrow Long/Short Alternative Class (formerly Arrow Canadian Advantage Alternative Class).

Commissions, trailing commissions, management and performance fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compound total returns net of fees and expenses payable by the fund (except for figures of one year or less, which are simple total returns) including changes in security value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

The rates of return are used only to illustrate the effects of the compound growth rate and are not intended to reflect future values or returns on investment in an investment fund.

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The comparison presented is intended to illustrate the historical performance of the Fund as compared with the historical performance of a widely quoted market index or a weighted blend of widely quoted market indices or other investments. There are various important differences that may exist between the Fund and the stated indices or other investments that may affect the performance of each. The objectives and strategies of the Fund result in holdings that do not necessarily reflect the constituents of and their weights within the comparable indices. Indexes are unmanaged and their returns do not include any sales charges or fees. It is not possible to invest directly in market indices. Certain statements contained in this communication are based in whole or in part on information provided by third parties and Arrow Capital Management has taken reasonable steps to ensure their accuracy. Market conditions may change which may impact the information contained in this document.

More information about the Fund can be found on our website www.arrow-capital.com.