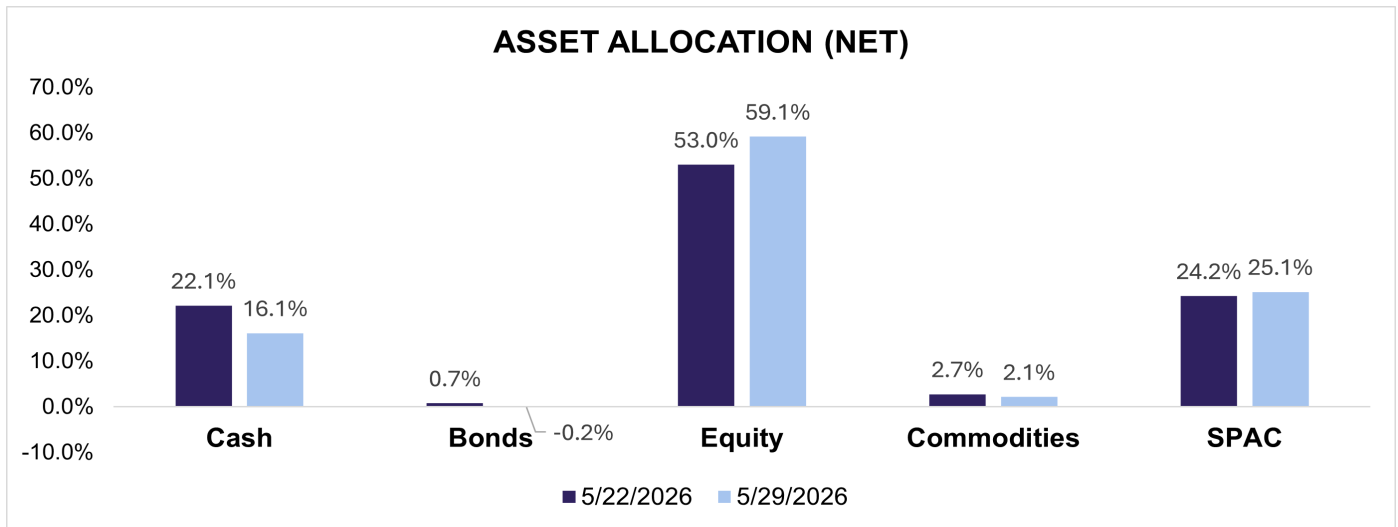


# ARROW LONG/SHORT ALTERNATIVE FUND

## commentary - Week ending May 29, 2026



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

### Performance

May 29, 2026

#### Arrow Long/Short Alternative Fund (F Class):

WTD -0.02%

MTD 0.84%

YTD 12.01%

#### S&P TSX Composite:

WTD 0.93%

MTD 2.52%

YTD 10.61%

#### S&P 500:

WTD 1.44%

MTD 5.26%

YTD 11.27%

### Fund Commentary

US equities closed the holiday shortened week and the month of May at fresh record highs, with SPY logging its ninth straight weekly gain, the longest streak since 2023. It rose roughly 1.4% on the week and QQQ led at +2.4%, while IWM participated but lagged the QQQs. Risk on appetite was underscored by weaker oil prices and lower bond yields. Leadership stayed with the AI complex but broadened well beyond chips, with significant moves across software and hardware as earnings continued to surprise to the upside. Of note, drone stocks were a standout, rallying on reports the Trump administration is weighing direct equity and debt stakes in domestic manufacturers, the same playbook that lifted quantum names the week prior. It seems a “Buy what Trump is buying trade” is working pretty good.

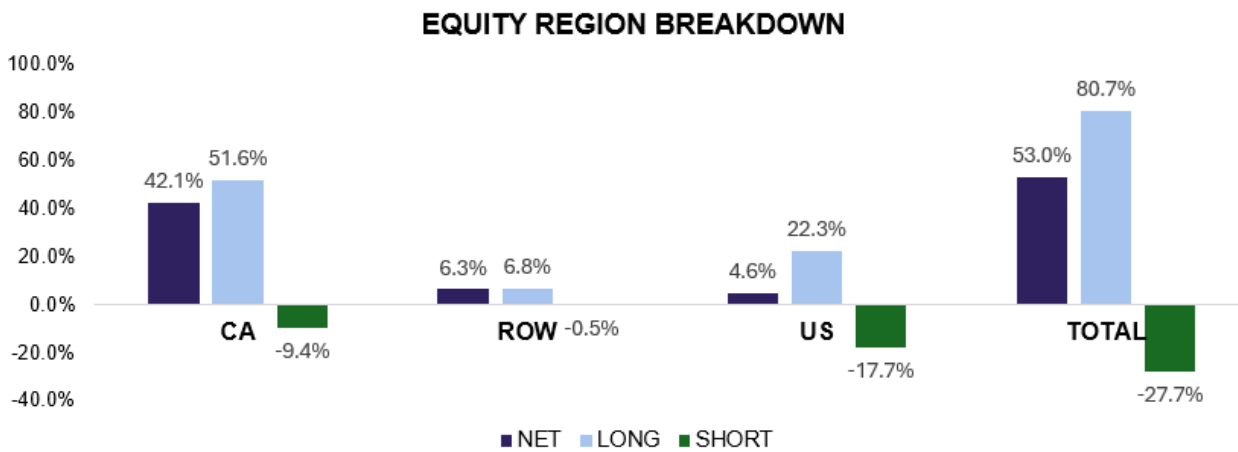
For the bears, a key concern has been the narrowness of this rally and its dependence on a handful of names. This is a very “eye of the beholder” market signal and we’d be open minded to the idea that the next move is breadth EXPANSION which would force more capital into the market. Last week, we saw some signs with notable strength in some beaten

down software names, partly driven by a quarterly beat by SNOW which touted an AI benefit. As we noted previously, the emergence of agentic AI is proving to be a powerful new force, and markets are actively working through the implications. We have been selectively adding exposure here, partly influenced by a growing implementation of AI tools in our investment process and workflow... this deepens our conviction.

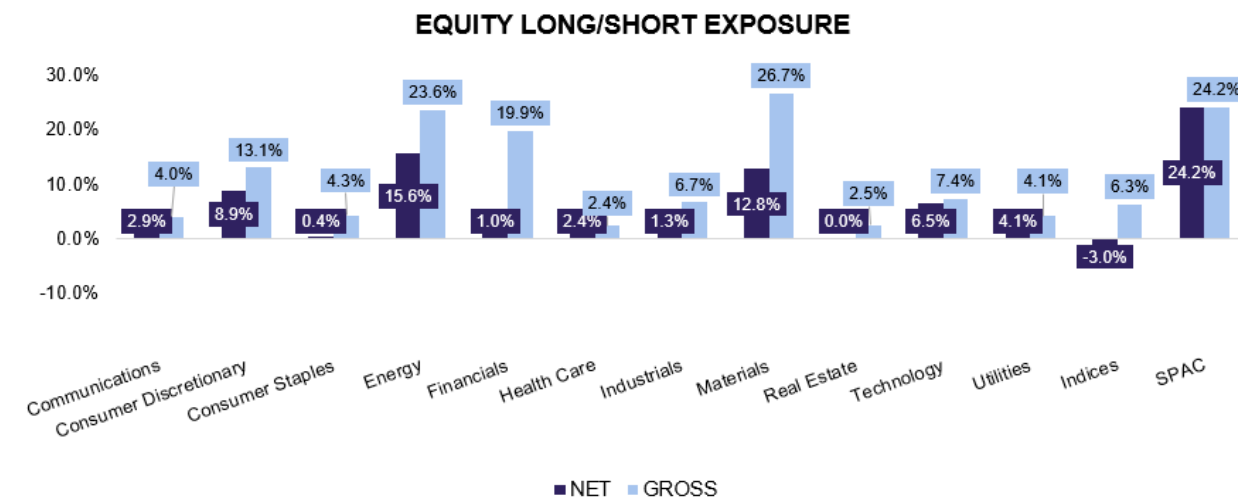
With the Iran conflict moving closer to resolution, a seemingly unabating AI capex cycle, robust earnings, and a stable labour market, the conditions are increasingly consistent with a re-emerging goldilocks narrative. This would support risk and market broadening. Key risks remain inflation and rates, which we are monitoring closely as the primary variables that could disrupt the current setup.

The week ahead is data heavy, with Friday's May NFP the focal point. ISM manufacturing and services bracket it, alongside a steady run of Fed speakers. AI will continue to be topical as the annual COMPUTEX conference takes place this week in Taipei, with NVIDIA holding its own parallel event. Broadcom (AVGO) earnings will also be watched closely.

**Equity Allocation (% Total Portfolio including Futures)**



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



We look forward to reporting back next week.

Thanks,  
Arrow Investment Team

**Historical Performance** – As of May 31, 2026

	1-Year	3-Year	5-Year	10-Year	ITD
ALSAF - Series F	25.32%	11.30%	7.39%	9.42%	9.95%

Published June 1, 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).

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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.

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