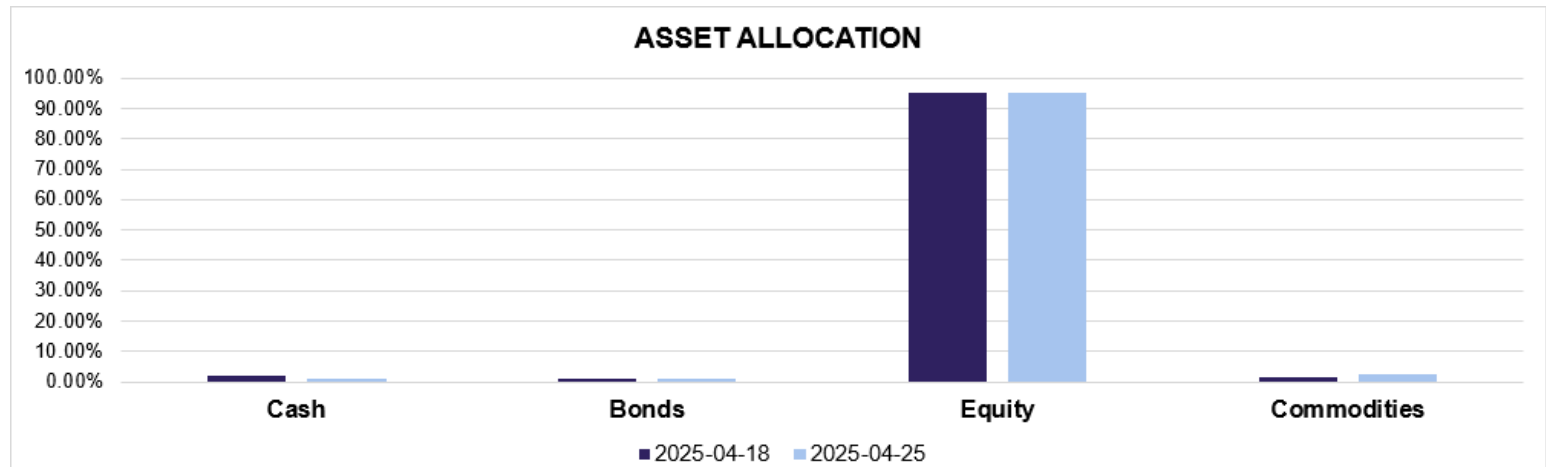


ARROW LONG/SHORT ALTERNATIVE FUND

commentary - Week ending April 18, 2025



** Beginning this week, in an effort to be more representative of fund exposures, we are using gross equity exposure versus net equity exposure to calculate asset allocation. This change in methodology explains the much lower cash balance week over week.

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

Performance

April 25, 2025

Arrow Long/Short Alternative Fund (Series F):

WTD 0.98%

MTD -2.21%

YTD -6.23%

S&P TSX Composite

WTD 2.20%

MTD -0.67%

YTD 0.83%

S&P 500:

WTD 4.60%

MTD -1.47%

YTD -5.68%

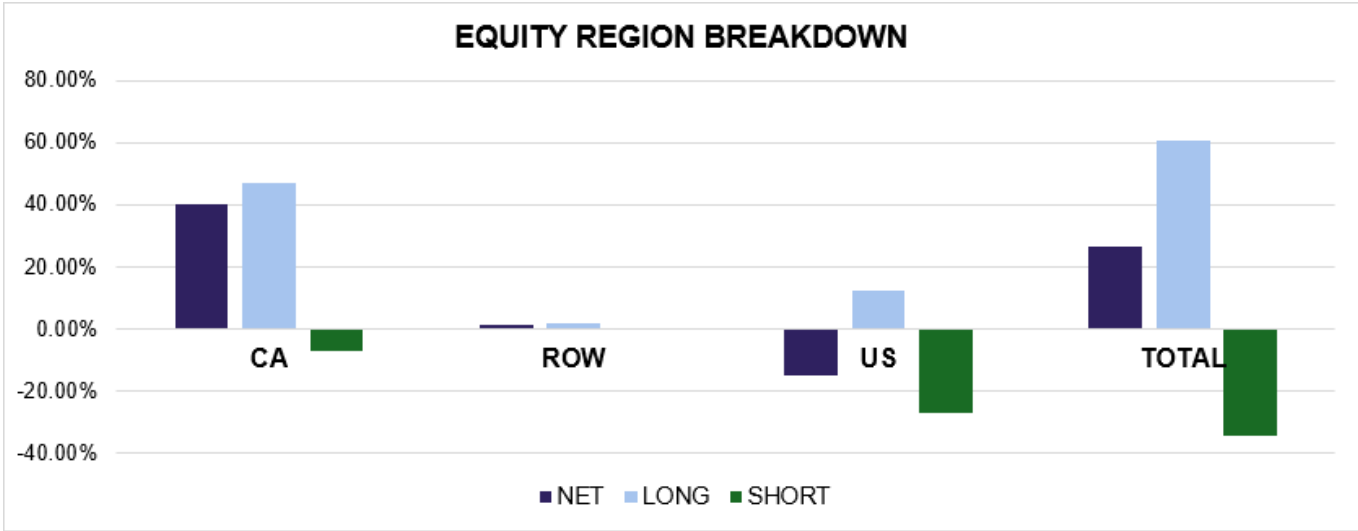
Fund Commentary

The week opened with volatility but shifted as U.S. officials signaled trade de-escalation with China. Treasury Secretary Scott Bessent declared the tariff standoff “unsustainable,” followed by President Trump confirming plans to reduce the contentious 145% tariffs on Chinese goods. This softening rhetoric fueled a broad equity surge, reversing Monday’s 300bps decline. Key indices rallied sharply, with SPX +4.6%, NDX +6.4%, and RTY +4.1% on the week, while Gold sold off.

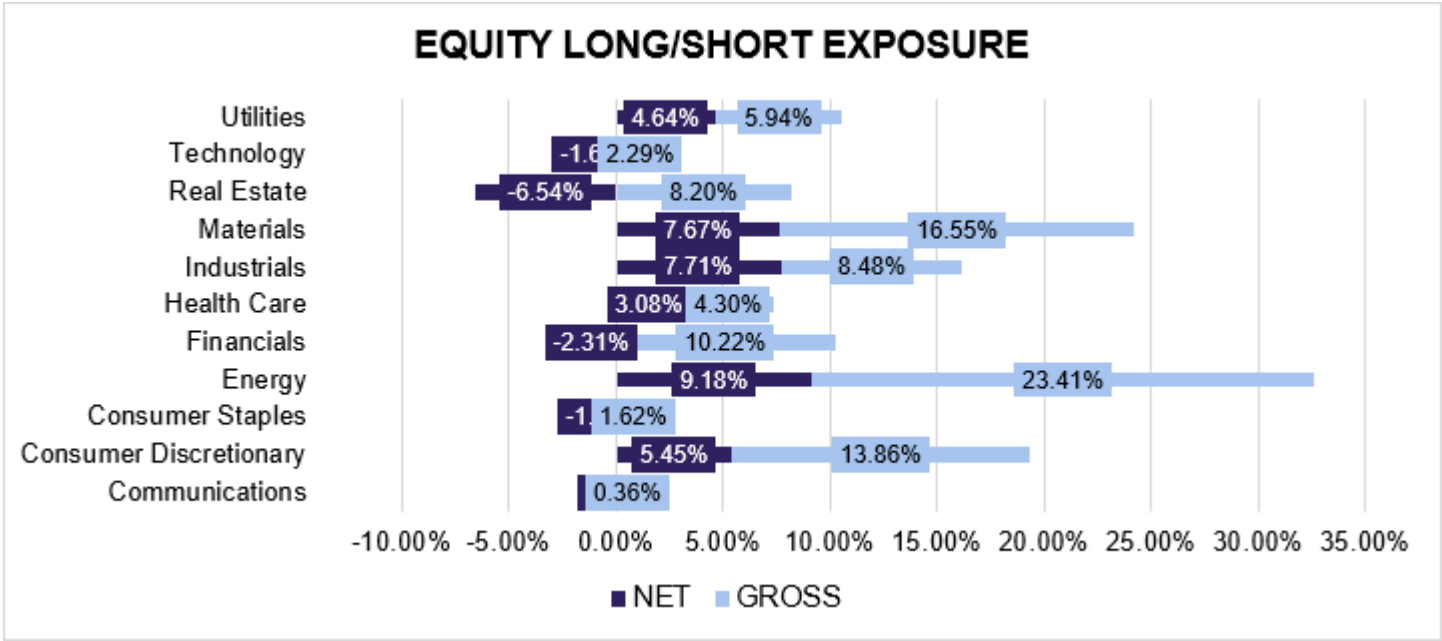
With 30% of S&P 500 market cap having reported (and 40% due this week), earnings improved near term sentiment despite mixed results. Big Tech outperformed, led by Google’s rally after a clean quarter. Tesla gained 24% on the week despite a pretty bad Q1 miss and withholding guidance. Despite these moves, political headlines surrounding tariffs remain the main arbiter of price action. Looking out further, we continue to be cautious about the negative economic effects of Trump’s tariff policy, and consequences of the gradual erosion of American credibility.

The upcoming week will feature another week of heavy earnings and a variety of economic data including the first look at US Q1 GDP, US March PCE, and April NFP. In Canada, today the final votes will be cast for Canada’s federal election. Currently, betting markets still show that Mark Carney is the clear favourite.

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 March 31, 2025

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	3.37%	1.68%	11.52%	6.60%

Published April 28, 2025

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.