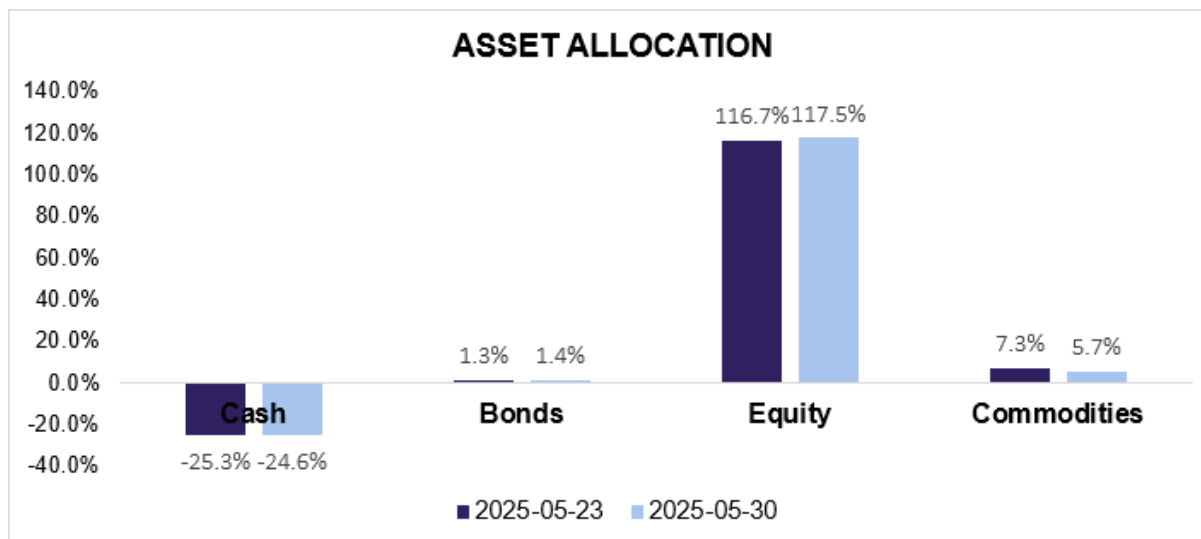


ARROW LONG/SHORT ALTERNATIVE FUND

commentary – Week ending May 30, 2025



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

Performance

May 30, 2025

Arrow Long/Short Alternative Fund (Series F):

WTD 0.14%

MTD 4.42%

YTD -1.77%

S&P TSX Composite

WTD 1.29%

MTD 5.59%

YTD 7.06%

S&P 500:

WTD 1.88%

MTD 6.20%

YTD 1.06%

Fund Commentary

US equities rebounded in a holiday-shortened week, with the S&P 500 gaining 1.9%, the Nasdaq rising 2.0%, and the Dow adding 1.6%. Bond yields declined across the curve, with the 30-year yield falling to 4.91% from its May peak above 5%. Tariff-related volatility dominated headlines as the planned 50% EU tariffs were delayed from June 1 to July 9 following negotiations with European officials. Adding to the uncertainty, a federal court initially ruled Trump's existing tariffs unconstitutional, though an appeals court quickly issued a stay, keeping the tariffs in place while litigation continues. Nvidia's strong quarterly results midweek provided a boost to tech sentiment and reinforced optimism around the AI trade more broadly, which in turn helped the market.

On Friday, Trump announced that effective June 4th, tariffs on steel and aluminum would double from 25% to 50% for all countries. As a large exporter of steel to the US, Canada's response to this increase will be notable. This tariff increase should benefit Russel Metals, our largest holding in Materials, which is directly exposed to higher steel prices.

Note: This page is not complete without disclaimers on the last page.

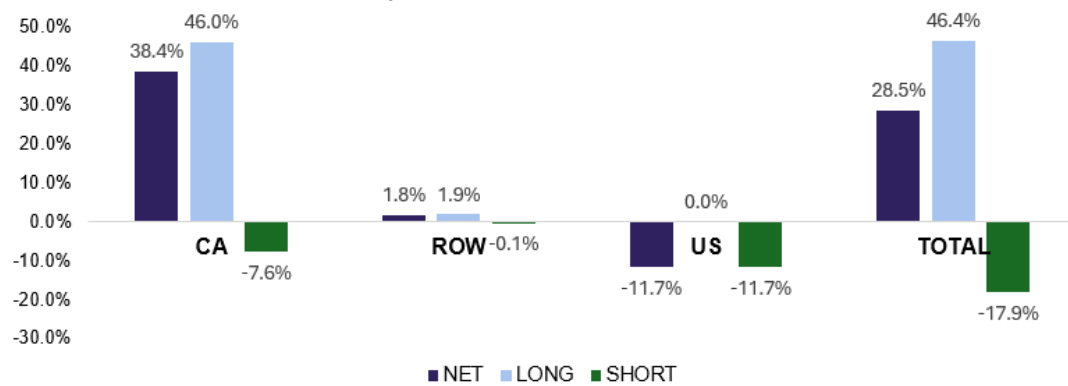
With markets regaining most of this year’s losses, a new Trump related meme surfaced last week...TACO, or “Trump Always Chickens Out”. Trump did not take too kindly to the suggestion when asked openly about it at a press conference. We can’t help to think this is a sign of market complacency that has quickly been built over the past few weeks. With tariff impacts yet to fully flow through the economy, and growing worries about the deficit and borrowing costs, we continue to see significant risks out there, much of which has been priced out the market with this recent rally. Although markets could certainly grind higher from here, the risk/reward is less favorable and we’ve layered on hedges to protect the book from a drawdown.

Looking ahead, focus shifts to ISM data and May nonfarm payrolls on Friday. The employment report will be closely watched for signals about the Federal Reserve’s policy trajectory, particularly given recent cooling in inflation data.

This week is shortened in the US, with markets closed Monday for Memorial Day. Attention will center on Fed speak, NVDA earnings Wednesday, and a handful of macro datapoints including FOMC Minutes, GDP second reading, and PCE & U Mich Sentiment. Given the heightened deficit focus, investors will also watch for headlines on ongoing tax bill negotiations as the legislation heads to the Senate following this week’s approval in the House.

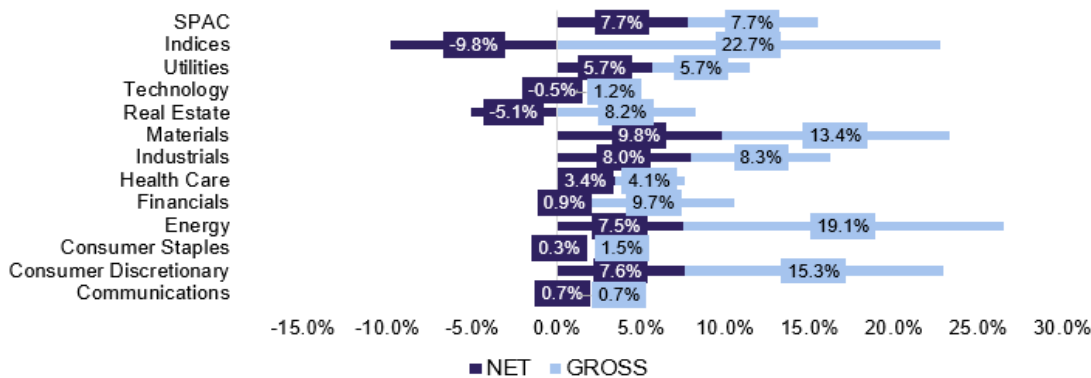
Equity Allocation (% Total Portfolio including Futures)

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 May 31, 2025

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	5.17%	2.42%	10.32%	6.75%

Published June 2, 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.

This document is provided as a general source of information and should not be considered personal, legal, accounting, tax or investment advice, or construed as an endorsement or recommendation of any entity or security discussed. Every effort has been made to ensure that the material contained in this document is accurate at the time of publication. Market conditions may change which may impact the information contained in this document. All charts and illustrations in this document are for illustrative purposes only. They are not intended to predict or project investment results. Individuals should seek the advice of professionals, as appropriate, regarding any particular investment. Investors should consult their professional advisors prior to implementing any changes to their investment strategies.

Certain statements in this document are forward-looking. Forward-looking statements (“FLS”) are statements that are predictive in nature, depend upon or refer to future events or conditions, or that include words such as “may,” “will,” “should,” “could,” “expect,” “anticipate,” “intend,” “plan,” “believe,” or “estimate,” or other similar expressions. Statements that look forward in time or include anything other than historical information are subject to risks and uncertainties, and actual results, actions or events could differ materially from those set forth in the FLS. FLS are not guarantees of future performance and are by their nature based on numerous assumptions. Although the FLS contained herein are based upon what Arrow Capital Management and the portfolio manager believe to be reasonable assumptions, neither Arrow Capital Management nor the portfolio manager can assure that actual results will be consistent with these FLS. The reader is cautioned to consider the FLS carefully and not to place undue reliance on FLS. Unless required by applicable law, it is not undertaken, and specifically disclaimed that there is any intention or obligation to update or revise FLS, whether as a result of new information, future events or otherwise.

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.