

September was a down month for the fund, with fund falling 7.21%, directly in the middle of the -4.3% drop from Canadian equities (TSX) and a -9.2% drop from US Equities (S&P 500). This brings the 1-year return to +7.99%, handily outperforming the -5.4% drop in the TSX and -15.5% drop from the S&P500. September saw a very bearish stock market dominated by worries about the war in Ukraine, continuing interest rate rises, and dampening economic expectations. The only sector of the market that saw positive returns was the precious minerals sector as the golds, a traditional safe haven in down equity markets, performed strongly. This was reflected in our portfolio, where our gold holdings, Osisko Royalties and Wheaton Precious were 2 of the very few stocks that rose during the month, with both stocks rising 10%.

Historical Performance	1 yr	3 yr	5 yr	10 yr	ITD
NR Conservative Growth Fund LP	7.99	15.86	8.61	8.36	8.83

Returns as of September 30, 2022

## TOURMALINE OIL ADDED TO THE TSX 60 INDEX

Top 10 holding, Tourmaline Oil, was added to the important TSX 60 index of Canada's top 60 public traded companies. This is a truly impressive performance for a company that is just 15 years old and is a testament to the fact that Canada continues to produce some world leading corporate success stories that generate truly impressive returns for investors. Tourmaline has emerged from startup in 2009 to Canada's largest Natural Gas producer, producing over a Billion cubic feet per day of natural gas, heating millions of homes, power plants, and industry across North America.

Tourmaline is one of the lowest cost producers in the industry, a key success factor, that has allowed the company to achieve the rapid growth in gas production and profits that it has achieved. Today the company is a \$26 Billion giant in the gas industry, that produces over \$5 Billion of cash flow and over \$3 Billion of Free Cash Flow (Cash Flow less Capital Expenditures) per year for shareholders. The company currently operates with close to no debt, meaning the massive free cash flows are now being directed back to shareholders via a combination of regular dividends, special dividends, and share buybacks. Over the last year, Tourmaline has paid dividends to shareholder of \$6.33 per share, which equates to a dividend yield of almost 9%.

With the global gas market becoming increasingly tight thanks to growing demand combined with the likelihood of decreased Russian supply, the demand for natural gas from North America is looking to be increasingly strong. This is likely to drive increasingly strong prices in Tourmaline's markets, which will likely translate to even stronger cash flows and dividends in coming years. With a combination of an extremely strong fundamental outlook for Tourmaline and the gas markets, combined with a compelling valuation we see more upside to come for our shareholding in Tourmaline.

Despite this great fundamental backdrop and being added to the TSX 60 index, Tourmaline stock dropped 7% during September, dragged down in September's flight from equities in general. We think this is a clear case of the baby being thrown out with the bathwater and believe it is a great buying opportunity.

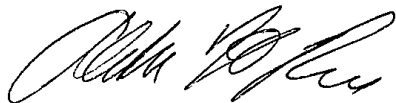
## ADDITIONAL INSIDER BUYING IN SEPTEMBER

Once again, September saw insider buying at a number of our portfolio holdings. During the month, we saw corporate insiders at Freehold Royalties, Canadian Tire, ECN Capital, Dexterra Group, and Doman Building Products buying stock in their own companies as they see the same substantial upside opportunity that we do. Buying of stock by insiders at our companies is just one more point of support for the value opportunity of our holdings, as these are the very people that know their businesses best.

## OCTOBER 31ST.... NEXT LP CLOSING

The next closing for the NR Conservative Growth Fund LP is October 31st, 2022. Please feel free to contact Daria Krikun at 416-364-8591 or Aaron Sniderman at 416-847-3979 for more information or to set up an appointment, or call 416-323-0477 to speak with any one of us directly concerning the Conservative Growth LP. Our toll free number is 1-877-327-6048.

Warmest Regards,



**Alex Ruus, CFA, MBA, P.Eng**

Portfolio Manager

Arrow Capital Management Inc

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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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Arrow Capital Management Inc. | [arrow-capital.com](http://arrow-capital.com) | [info@arrow-capital.com](mailto:info@arrow-capital.com)