

The Arrow Global Opportunities Alternative Class returned 4.26% for 2022, compared to the TSX -5.84%, S&P500 -18.11%, and Nasdaq -32.54%.

We started 2022 with the belief that inflation would remain stubbornly high for longer and re-positioned the portfolio to be long assets that would be helped by inflation, and avoiding those that would be hurt by it. This aligned with our long held view that asset prices were being propped up by Fed liquidity and market narratives, that would eventually come to a head with popping of these bubbles ala 2000/01 and 1973/74.

As we enter 2023, we continue to believe that a recession is coming, although it may take longer to play out, as China re-opens and record savings provide a longer cushion. This, along with the Fed getting close to the end of this hiking cycle, is further fueling the 'soft landing' narrative.

This has kicked off animal spirits once again, as the worst performing stocks of 2022 have quickly become the best performing ones in the new year. We are weary that the market is building a false sense of security, especially on the back of a volatile 2022 that may be adding to a more aggressive desire to catch up. We saw a similar dynamic in 2001, when the Nasdaq started the year up 15%+ in the first few weeks, only to end down 20%+. The setup is clearly not identical, but it may rhyme.

We continue to play defense, as the impacts of Fed tightening have yet to play through. We continue to see risk to earnings and the multiple, and we are being patient in taking on new risk, until we see signs that economic indicators and/or earnings are bottoming.

Thank you for your continued interest in the Fund.

Sincerely,

Chung Kim

Portfolio Manager

Arrow Capital Management Inc.

Historical Performance	1 yr	2 yr	ITD
Arrow Global Opportunities Alt Class Series F	5.98	12.57	32.17

Returns as of January 31, 2023

Arrow Global Opportunities Alternative Class (the “Fund”) inception date is June 30, 2020.

Prior to September 30, 2021, the Fund was named Arrow Global Opportunities Class (“AGOC”). The Fund distributed to investors on a prospectus-exempt basis in accordance with National Instrument 45-106 and was not a reporting issuer between June 30, 2020 and January 10, 2022. The expenses of AGOC would have been higher during such period had the Fund been subject to the additional regulatory requirements applicable to a reporting issuer. Financial statements of AGOC are posted on Arrow’s website and are available to investors upon request

Exemptive relief was granted by the Ontario Securities Commission on November 21, 2021 to permit the Fund to use performance prior to the Fund becoming a reporting issuer.

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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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. Published February 2023.