

January saw a positive start to the year for both the fund and the broader stock markets. The Conservative Growth fund rose +3.95% during January, slightly underperforming the TSX which rose 7.4% and the S&P 500 which was up 6.2%. The strong start to the year brought our 1 year return to +14.18%, which has outperformed both the TSX which was up 1.6% and the S&P 500 which fell -8.2% over the same timeframe.

January performance was positive across most of the portfolio, with only a few negatives during the month. Positive returns were led by our holdings in Spectra7, Neovasc, and Argonaut Gold, all of which rose over 30% during the first month of the year. This was partially offset by some pullbacks from a number of our natural gas producers, that pulled back on lower natural gas prices.

Historical Performance	1 yr	3 yr	5 yr	10 yr	ITD
NR Conservative Growth Fund LP	14.18	21.22	10.89	10.37	9.62

Returns as of January 31, 2023

## NEOVASC UP 74% IN JANUARY ON TAKEOVER

The highlight of January was the 74% gain from our holding in Neovasc, a medical device developer. Neovasc is developing several products, but we felt there was great potential for their Reducer medical device, which is a potentially revolutionary new treatment for people that suffer from Angina. Current treatments for Angina are relatively ineffective and early-stage trial results on the Reducer device were showing very promising results. So, when we saw the value of Neovasc drop to under \$20 million during the middle of 2022, we added the company to the portfolio.

On January 17th, a competitor, Shockwave Medical, also saw the huge potential in the company and offered to buy the company for \$27.25US plus a Contingent Value Right (CVR) security that could be worth up to another \$12 per share if the the Reducer receives approval for sale in the USA prior to June 30, 2026. The offer drove the stock up 74% for the month of January and has handed the fund a handsome 300% return on its investment since we bought the stock last year. We believe more upside is to come as we expect approval for the device before the end of 2025, which would mean the CVR security would be worth \$12.

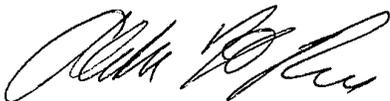
## ADDITIONAL INSIDER BUYING IN JANUARY

Once again, January saw insider buying at several of our portfolio holdings. Recently, we have seen corporate insiders at Open Text, Tourmaline Oil, Argonaut Gold, Kelt Exploration, and Obsidian Energy 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.

## FEBRUARY 28TH.... NEXT LP CLOSING

The next closing for the NR Conservative Growth Fund LP is February 28th, 2023. 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

Commissions, trailing commissions, management fees, performance fees, and expenses all may be associated with investment funds. Please read the offering memorandum 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.

This document is not to be construed as a public offering of securities in any jurisdiction in Canada. Offering of units in the L.P. are made pursuant to the Confidential Offering Memorandum (offering memorandum) only to those investors in all jurisdictions of Canada who meet certain eligibility or minimum purchase requirements. Important information about the L.P. including the L.P.'s fundamental investment objective, is contained in the offering memorandum, a copy of which may be obtained from Arrow Capital Management Inc.

This document is confidential and is intended solely for the information of the person to which it has been delivered. More information about the Fund can be found on our website [www.arrow-capital.com](http://www.arrow-capital.com). Published February 2023.