

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

Performance

March 8, 2024

Arrow Long/Short Alternative Class (F Class):

WTD -0.07%

MTD 0.71%

YTD 2.57%

S&P TSX Composite

WTD 0.86%

MTD 1.75%

YTD 3.72%

S&P 500:

WTD -0.26%

MTD 0.54%

YTD 7.42%

Fund Commentary

Last week presented a divergent landscape as price action broadened and exhibited a clear bias towards smaller-cap names throughout the week. Although midcaps (MDY) emerged as the best-performing size factor, returning approximately 1.5% last week, it's noteworthy that small caps are also gaining traction, closing up 46 basis points. This stands in contrast to the SPX and QQQ, both of which experienced declines for the week.

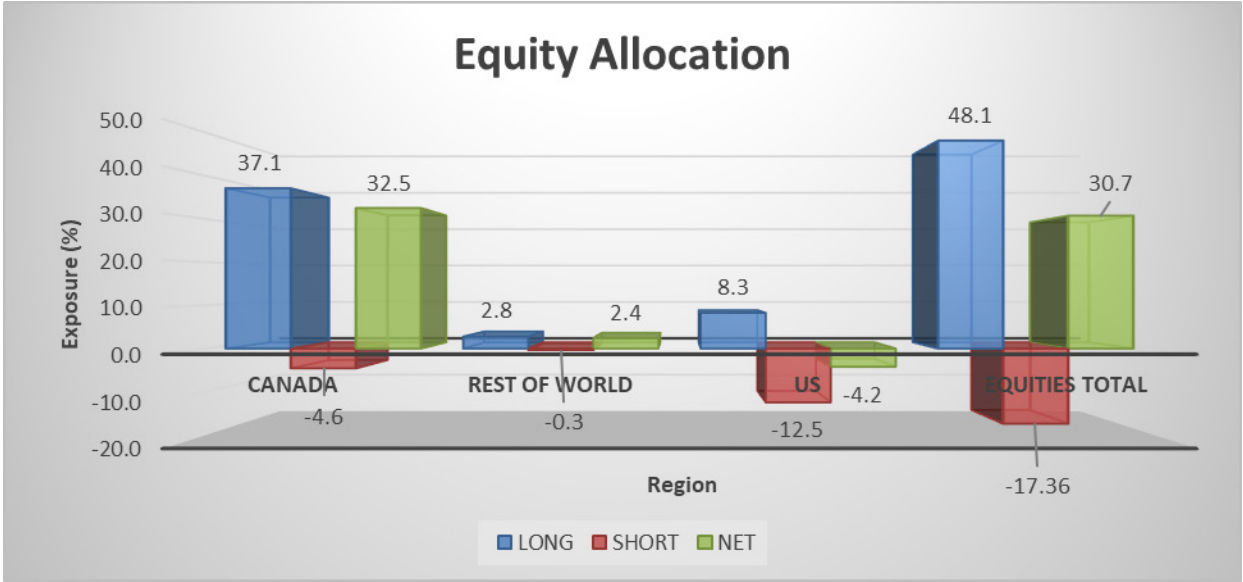
Related to this, big cap Tech is starting to diverge with the Mag7, now looking more like the Mag4, as AAPL/GOOGL/TSLA are all down YTD and below their 50 day MA's. Friday also saw some notable price action, as NVDA reversed 10% after a strong open. Technically, these reversals could foretell a short term trend change, which if true could have broader implications for momentum names in the market.

Elsewhere, Gold continues to be bid, reaching record highs after breaking through multi-year resistance levels. Recent

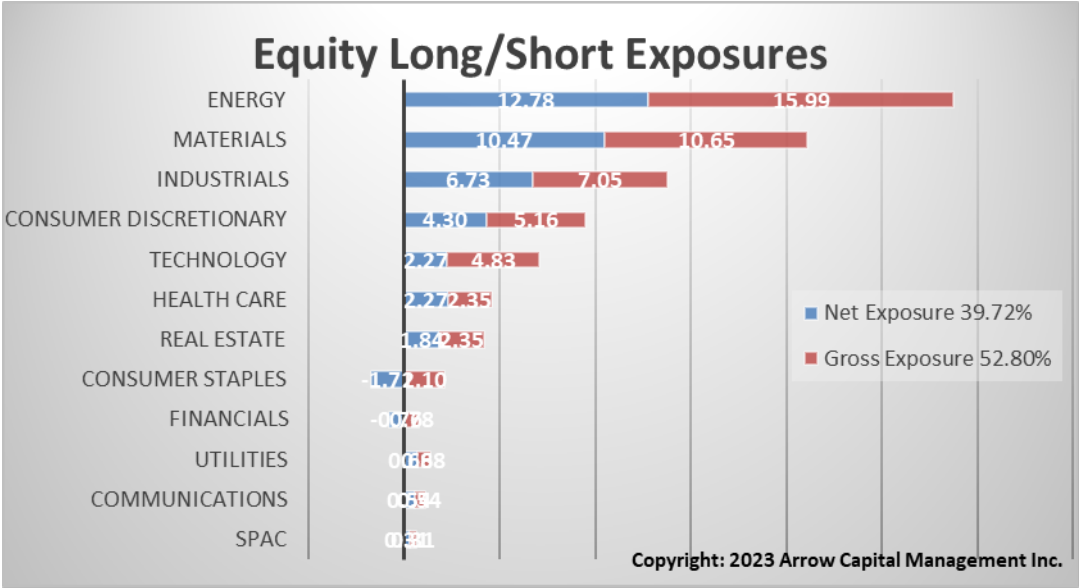
weakness in USD/yields could be helping here, as well as a potential catch up to Bitcoin’s recent strength. We’ve added some Gold exposure. It will be interesting to see if a true rotation is in the works and big cap Tech/momentum starts to underperform cyclical/small caps/value – this would support commodities/China/IWM.

The upcoming week’s focal point will be the US CPI report on Tuesday, which will be highly scrutinized. Recent prints have come in slightly higher than forecast, although the market has successfully sluffed them off to date. Additionally, we’ll receive PPI and retail sales reports on Thursday. We are approaching the tail end of Q4 earnings season. Last week was mixed for the portfolio, down small week over week. Strong earnings in ATRL/AFN/PBL were offset by weakness in SEAT/NVEI.

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 February 29, 2024

| | 1-Year | 3-Year | 5-Year | 10-Year |
|------------------|--------|--------|--------|---------|
| ALSAC - Series F | 1.57% | 2.73% | 10.45% | 7.58% |

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Effective June 15, the Fund was renamed Arrow Long/Short Alternative Class (formerly Arrow Canadian Advantage Alternative Class).

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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.