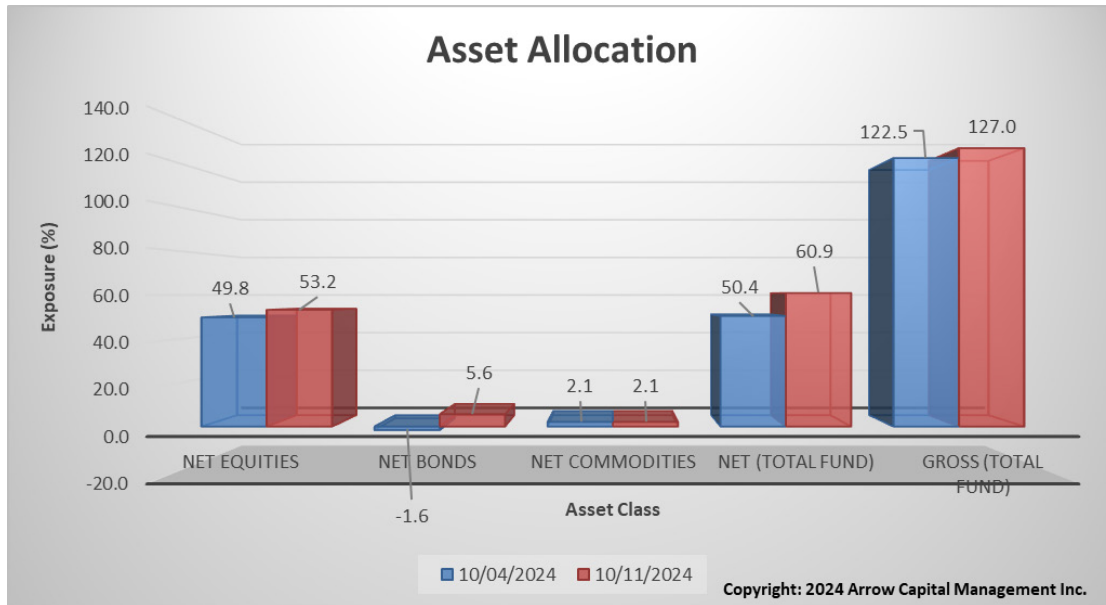


ARROW LONG/SHORT ALTERNATIVE FUND

commentary - WEEK ENDING OCTOBER 11, 2024



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

Performance

October 11, 2024

Arrow Long/Short Alternative Fund (Series F):

WTD 0.19%

MTD 0.64%

YTD 7.10%

S&P TSX Composite

WTD 1.33%

MTD 2.06%

YTD 19.64%

S&P 500:

WTD 1.13%

MTD 0.95%

YTD 23.24%

Fund Commentary

Last week, CPI data for September was published while earnings season kicked off with US banks on Friday. CPI was largely in line with expectations, despite some firmer components. This most recent print takes Core CPI's 3-month annualized rate to 3.1% from 2.1%, yet did little to change the interest rate path discounted by the market, indicating there is still comfort with inflation's trajectory. After the blow-out jobs report the week prior, this CPI print likely continues to reduce the probability of a US recession, which began to gain some traction in August after employment trends appeared to be weakening. The SPY hit an all-time high this week as the yield curve steepened.

The first look we got at US bank earnings on Friday was largely positive, with all reporting companies trading up (JPM/BAC/WFG/BLK). There is 14% of the SPX reporting this week, and as you can see in the chart below, the next two

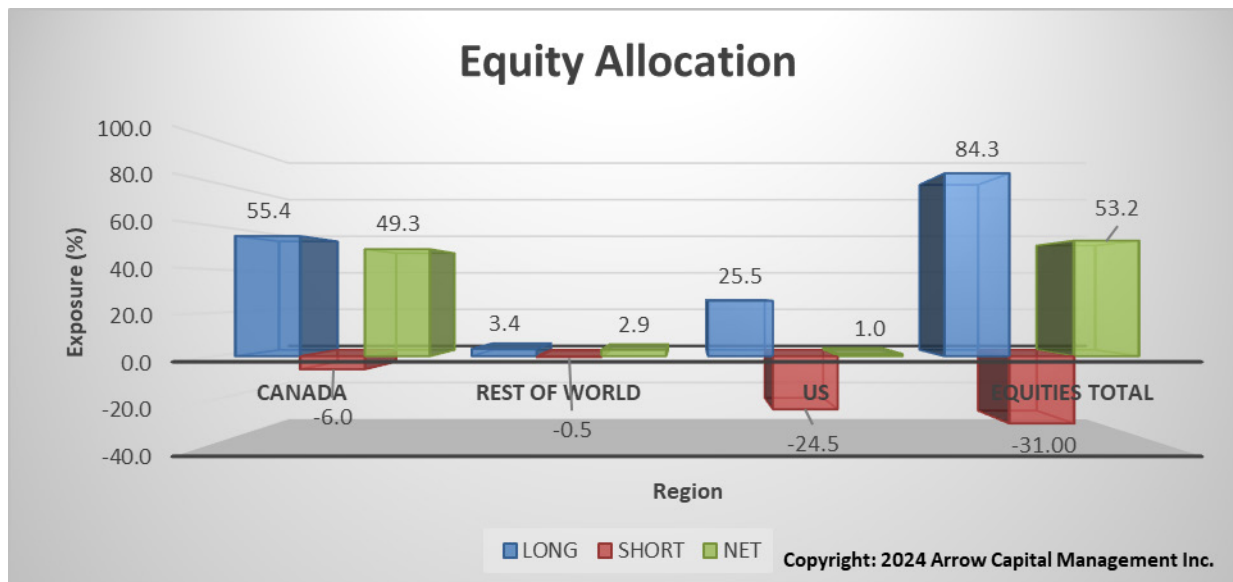
weeks will see heavy volume of company reports. AI names were bid up last week as NVDA hosted a bullish 3 day AI event and attention will be on megacap tech reports in the coming weeks to get incremental data on the strength of AI demand. Alongside earnings this week, we are expecting US retail sales data and Canadian CPI data for September.

Portfolio wise, one of our core positions, Secure Energy (SES) broke out to new 52 week highs. After consolidating for a few months, we see the stock continuing its re-rating to a more waste management type multiple. Although well known by Canadian investors, the story remains underfollowed by US investors and the company is making a concerted push to build awareness. We would also not be surprised if another substantial issuer bid is in the cards.

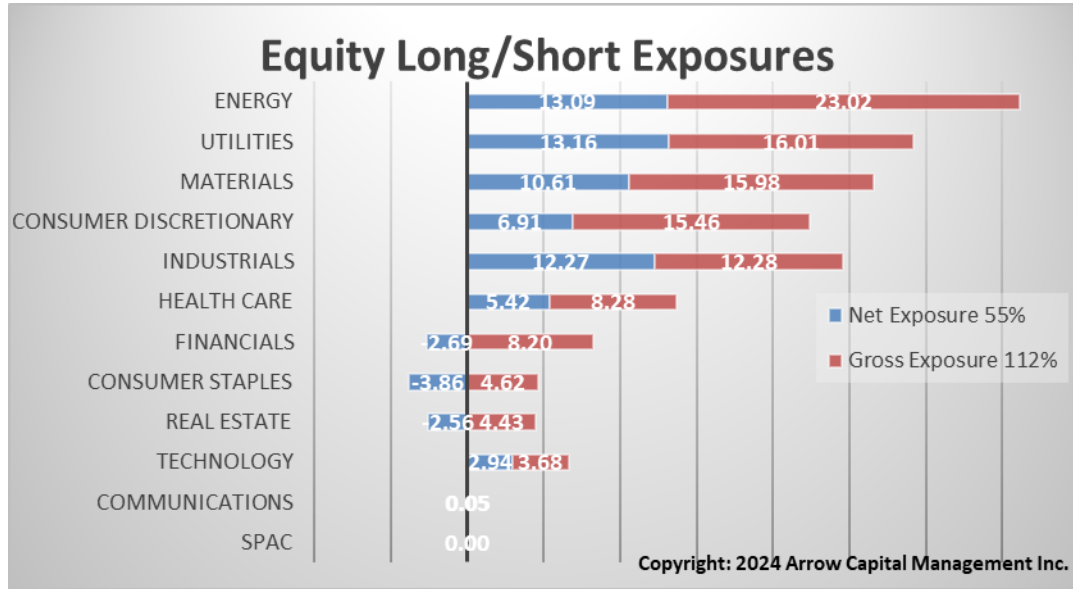
% Concentration of S&P 500 Market Cap Reporting by Week					
Sector	Week of Mon, Oct 14	Week of Mon, Oct 21	Week of Mon, Oct 28	Week of Mon, Nov 04	Week of Mon, Nov 11
S&P 500 (SPX Index)	14%	34%	26%	8%	2%
Information Technology	1%	28%	29%	2%	3%
Health Care	25%	15%	43%	12%	0%
Financials	44%	29%	11%	16%	0%
Consumer Discretionary	19%	43%	17%	2%	9%
Communication Services	7%	81%	6%	5%	0%
Industrials	9%	43%	28%	10%	3%
Consumer Staples	25%	29%	10%	1%	1%
Energy	3%	12%	69%	16%	0%
Utilities	0%	23%	45%	32%	0%
Real Estate	15%	45%	34%	6%	0%
Materials	11%	49%	23%	15%	0%

Source: Piper Sandler

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 September 30, 2024

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	6.38%	3.06%	10.39%	7.32%

Published October 15, 2024

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.

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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.