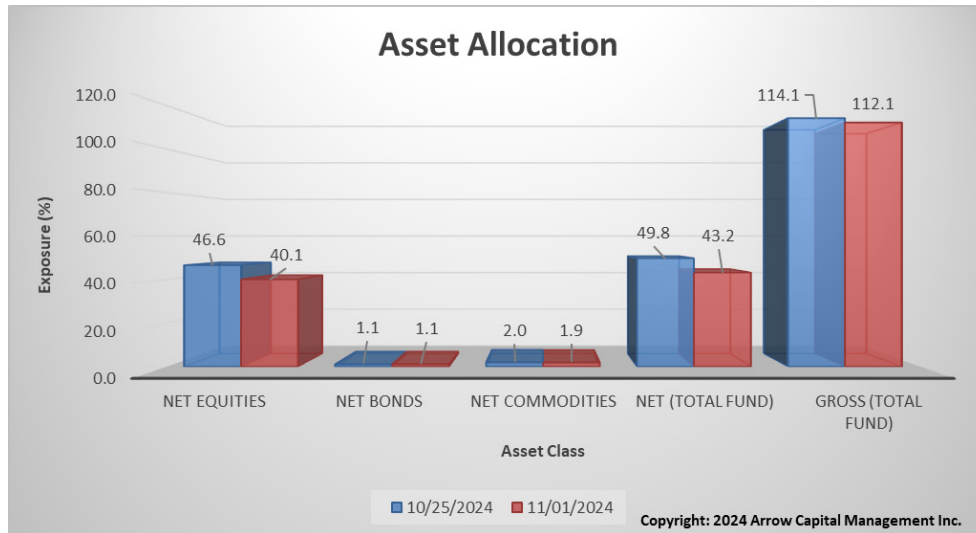


# ARROW LONG/SHORT ALTERNATIVE FUND commentary - WEEK ENDING NOVEMBER 1, 2024



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

## Performance

November 1, 2024

### Arrow Long/Short Alternative Fund (Series F):

**WTD 0.78%**

**MTD (October) 1.56%**

**YTD 8.43%**

### S&P TSX Composite

WTD -0.80%

MTD (October) 0.85%

YTD 18.72%

### S&P 500:

WTD -1.35%

MTD (October) -0.92%

YTD 21.46%

## Fund Commentary

This past week equities were mixed as small caps noticeably outperformed closing flat on the week, while the SPY/QQQ sold off ~1.5% each. The weakness in SPY and QQQ was driven by megacap tech earnings, which largely disappointed relative to expectations. Notably, AMZN and GOOG closed higher on the week, while META, AAPL, and MSFT all finished lower. The market closely watched the jobs report on Friday for hints about the Fed's rate-cutting path. The NFP report came in significantly lower than expected, but analysts attributed this to idiosyncratic factors such as recent strikes and hurricanes. Despite these anomalies, the report likely solidified expectations for a 25bps rate cut at the upcoming Fed meeting, with markets currently pricing in a 98% chance of such a cut.

The US election is finally upon us this week. Recent price action has reflected a flip flopping of potential outcomes with a multi week Trump bet unwinding some last week (DJT US -22%). We don't have a strong view on the result except to say it should serve as a clearing event into year end. The worst scenario would be a contested election that creates uncertainty for an extended period. A Blue sweep could also be knee jerk negative, partly because this would take

markets completely by surprise.

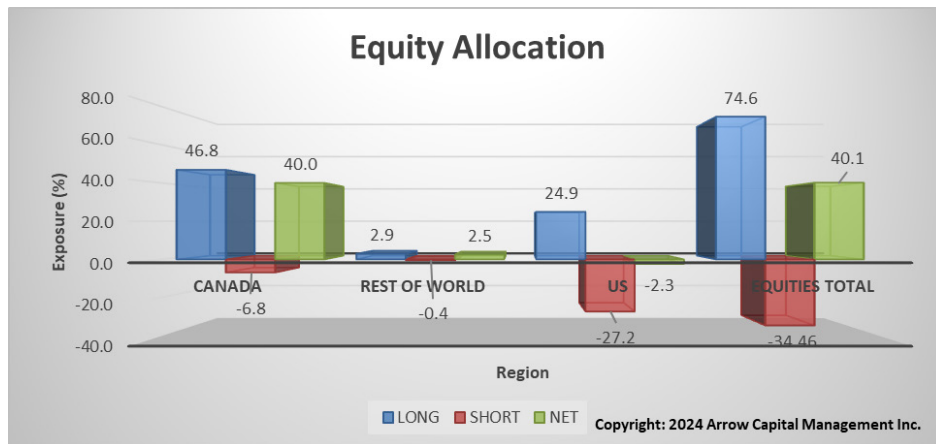
In our portfolio, two of our largest holdings reported earnings last week:

**SES:** The company has successfully transitioned from its legacy oil services business to a waste/recycling management company. Despite this transformation, its valuation does not yet reflect the shift. SES reported strong earnings and is aggressively buying back stock, with another repurchase program likely to be announced in early December. Shares closed up 16.5% for the week.

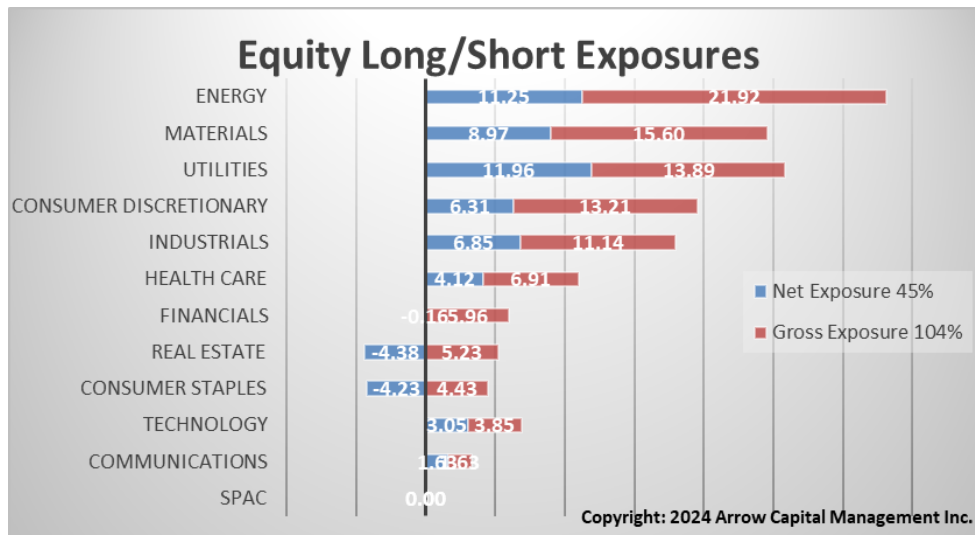
**CPX:** This company is an expression of our power theme we have previously discussed and exceeded earnings expectations this quarter. Management highlighted robust power demand in the U.S., particularly from data centers, which could lead to favorable contract extensions on U.S. assets. They also discussed the potential role of natural gas within this theme, which we are bullish on. Shares closed up 9.2% for the week.

Have a good week - it should be an eventful one!

## 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 October 31, 2024

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	7.69%	3.01%	10.75%	7.31%

Published November 4, 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](http://www.arrow-capital.com).