



ETF FACTS

WaveFront All-Weather Alternative Fund – Series ETF

January 1, 2025
WAAV

This document contains key information you should know about the Series ETF units of WaveFront All-Weather Alternative Fund (the “ETF”). You can find more details about this exchange-traded fund (ETF) in its prospectus. Ask your representative for a copy, contact Arrow Capital Management Inc. (“Arrow”) at 1-877-327-6048 or info@arrow-capital.com, or visit www.arrow-capital.com.

Before you invest, consider how the ETF would work with your other investments and your tolerance for risk.

This ETF is an alternative ETF. It has the ability to invest in asset classes or use investment strategies that are not permitted for conventional ETFs. The specific strategies that differentiate this ETF from conventional ETFs include: increased use of derivatives for hedging and non-hedging purposes; increased ability to sell securities short; and the ability to borrow cash to use for investment purposes. While these strategies will be used in accordance with the ETF’s investment objectives and strategies, during certain market conditions they may accelerate the pace at which your investment decreases in value.

QUICK FACTS

Date ETF started: January 1, 2025

Total value on November 30, 2024: N/A (new ETF)

Management expense ratio (MER): N/A (new ETF)

Fund manager: Arrow Capital Management Inc.

Portfolio advisor: Arrow Capital Management Inc.

Sub-advisor: WaveFront Global Asset Management Corp.

Distributions: Each quarter depending on market conditions: capital gains, income and/or return of capital. Automatically reinvested in additional units, unless cash distributions elected for non-registered accounts.

TRADING INFORMATION (12 months ending November 30, 2024)

Ticker Symbol: WAAV

Exchange: Toronto Stock Exchange (TSX)

Currency: Canadian dollars

Average daily volume: N/A (new ETF)

Number of days traded: N/A (new ETF)

PRICING INFORMATION (12 months ending November 30, 2024)

Market Price: This information is not available because it is a new ETF.

Net Asset Value (NAV): This information is not available because it is a new ETF.

Average bid-ask spread: This information is not available because it is a new ETF

WHAT DOES THE ETF INVEST IN?

The investment objective of the ETF is to provide long-term capital appreciation by investing primarily in major global markets in order to provide broad exposure to global asset classes and strategies around the world.

The ETF may use leverage through the use of cash borrowings, short sales and derivative contracts. If used, the ETF will manage its risk in such a manner as to keep the absolute VaR under 20% of its net asset value. While these strategies may be used in accordance with the ETF’s investment objectives and strategies, during certain market conditions they may accelerate the pace at which your investment decreases in value.

The charts below give you a snapshot of the investments of WaveFront All-Weather Fund, LP on November 30, 2024, which will be merged into the ETF on or about January 2, 2025. The ETF’s investments will change over time.

Top 10 investments (November 30, 2024)

1.	WaveFront Global Diversified Investment Fund, Series R	24.4%
2.	Gold Futures	21.4%
3.	United States Treasury Bond, Inflation Indexed 1.5% 2053-02-15	7.9%
4.	United States Treasury Bond, 4.125% 2053-08-15	7.8%
5.	E-Mini S&P500 Futures	5.6%
6.	Choice Properties REIT	4.0%
7.	RioCan REIT	2.4%
8.	Granite REIT	2.0%
9.	Taiwan Semiconductor Manufacturing Co., Ltd	1.9%
10.	SmartCentres REIT	1.9%
Total percentage of top 10 investments		79.3%

Total number of investments: 37

Investment mix (%) (November 30, 2024)

	Long %	Short %
Bonds	15.8	-
Commodity Futures	21.4	-
Equities	20.7	-
Index Futures	24.4	-
Real Estate	17.8	-
Total	100.0	-

HOW RISKY IS IT?

The value of the ETF can go down as well as up. You could lose money.

One way to gauge risk is to look at how much an ETF's returns change over time. This is called "volatility".

In general, ETFs with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. ETFs with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

Risk rating

Arrow has rated the volatility of this ETF as **medium**.

This is a new ETF and as such the risk rating is an estimate only by Arrow Capital Management Inc. Generally, the rating is based on how much the ETF's returns have changed from year to year. It doesn't tell you how volatile the ETF will be in the future. The rating can change over time. An ETF with a low risk rating can still lose money.



For more information about the risk rating and specific risks that can affect the ETF's returns, see "*What are the Risks of Investing in the ETF?*" section in the ETF's prospectus.

No guarantees

ETFs do not have any guarantees. You may not get back the amount of money you invest.

HOW HAS THE ETF PERFORMED?

This section tells you how units of the ETF have performed since its inception. Returns are calculated using the ETF's net asset value ("NAV") and are after expenses have been deducted. These expenses reduce the ETF's returns.

Year-by-year returns

This section tells you how units of the ETF have performed over recent calendar years. The information is not available because the series is new and has not been distributed under a simplified prospectus for a full calendar year.

Best and worst 3-month returns

This section shows the best and worst returns for the ETF's units over a 3-month period. The information is not available because the series is new and has not been distributed under a simplified prospectus for a full calendar year.

Average return

This section tells you the value and compound annual rate of return on a hypothetical \$1,000 investment in units of the ETF. The information is not available because the series is new and has not been distributed under a simplified prospectus for 12 consecutive months.

TRADING ETFs

ETFs hold a basket of investments, like mutual funds, but trade on exchanges like stocks. Here are a few things to keep in mind when trading ETFs.

Pricing

ETFs have two sets of prices: market price and net asset value (NAV).

Market Price

ETFs are bought and sold on exchanges at the market price. The market price can change throughout the trading day. Factors like supply, demand, and changes in the value of an ETF's investments can affect the market price.

You can get price quotes any time during the trading day. Quotes have two parts: bid and ask.

The bid is the highest price a buyer is willing to pay if you want to sell your exchange traded securities. The ask is the lowest price a seller is willing to accept if you want to buy ETF units. The difference between the two is called a "bid-ask" spread.

In general, a smaller bid-ask spread means the ETF is more liquid. That means you are more likely to get the price you expect.

Net asset value (NAV)

Like mutual funds, ETFs have a NAV. It is calculated after the close of each trading day and reflects the value of an ETF's investments at that point in time.

NAV is used to calculate financial information for reporting purposes – like the returns shown in this document.

Orders

There are two main options for placing trades: market orders and limit orders. A market order lets you buy or sell units at the current market prices. A limit order lets you set the price at which you are willing to buy or sell units.

Timing

In general, market prices of ETFs can be more volatile around the start and end of the trading day. Consider using a limit order or placing a trade at another time during the trading day.

WHO IS THIS ETF FOR?

The ETF is suitable for investors who:

- Are seeking medium to long term growth,
- Want to invest in a diversified portfolio with exposure to global asset classes,
- Are comfortable with a medium risk level,
- This series is not appropriate if you require income from your investment

A WORD ABOUT TAX

In general, you'll have to pay income tax on any money you make on an ETF. How much you pay depends on the tax laws where you live and whether or not you hold the ETF in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your ETF in a non-registered plan, distributions from the ETF are included in your taxable income, whether you get them in cash or have them reinvested.

HOW MUCH DOES IT COST?

This section shows the fees and expenses you could pay to buy, own and sell units of the ETF. The fees and expenses – including any trailing commissions – can vary among ETFs. Higher commissions can influence representatives to recommend one investment over another. Ask about other ETFs and investments that may be suitable for you at a lower cost.

Brokerage Commissions

You may have to pay a commission every time you buy and sell units of the ETF. Commissions may vary by brokerage firm. Some brokerage firms may offer commission-free ETFs or require a minimum purchase amount.

ETF expenses

You don't pay these expenses directly. They affect you because they reduce the ETF's returns. The ETF's expenses are made up of the management fee, operating expenses and trading costs.

The ETF's expenses are made up of the management fee, operating expenses, and trading costs. The fund's annual management fee is 0.95% of the funds' value. Because this is a new series of the fund, its operating expenses and trading costs are not yet available

Performance fee

The ETF will pay to Arrow in respect of each calendar year of the ETF a performance fee per unit equal to 15% of the amount by which the Adjusted Net Asset Value (as defined in the prospectus) per unit at the end of the fiscal year exceeds the highest year end Adjusted Net Asset Value per unit previously achieved. No performance fee will be payable unless the Adjusted Net Asset Value per unit at the end of such fiscal year exceeds the Net Asset Value per unit at the end of the preceding year (or on the date the units are first issued), adjusted for distributions, by a minimum of 3% (the "Hurdle Rate"). The performance fee will be estimated and accrued each Valuation Date. If any units of the ETF are purchased during the calendar year, the Hurdle Rate will be prorated in the calculation of the performance fee with respect to those units. If any units of the ETF are redeemed prior to the end of a calendar year, a performance fee will be payable on the redemption date in respect of each such units.

Trailing commissions

The trailing commission is an ongoing commission. It is paid for as long as you own the ETF. It is for the services and advice that your representative and their firm provide to you. This ETF does not have a trailing commission.

Other fees

You may have to pay other fees when you buy, hold, sell or switch units of the ETF.

Fee	What you pay
Exchange fee	You may be required to pay an exchange transaction fee of 0.25% or such other amount as we may determine from time to time, which approximates the brokerage expenses, commissions, transactions costs, costs or expenses related to market impact and other costs or expenses incurred or expected to be incurred by the ETF in effecting securities transactions on the market to obtain the necessary cash for the exchange.

WHAT IF I CHANGE MY MIND?

Under securities law in some provinces and territories, you have the right to cancel your purchase order within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the prospectus, ETF Facts document, or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

FOR MORE INFORMATION

Contact Arrow or your representative for a copy of the ETF's simplified prospectus and other disclosure documents. These documents and the ETF Facts make up the ETF's legal documents.

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