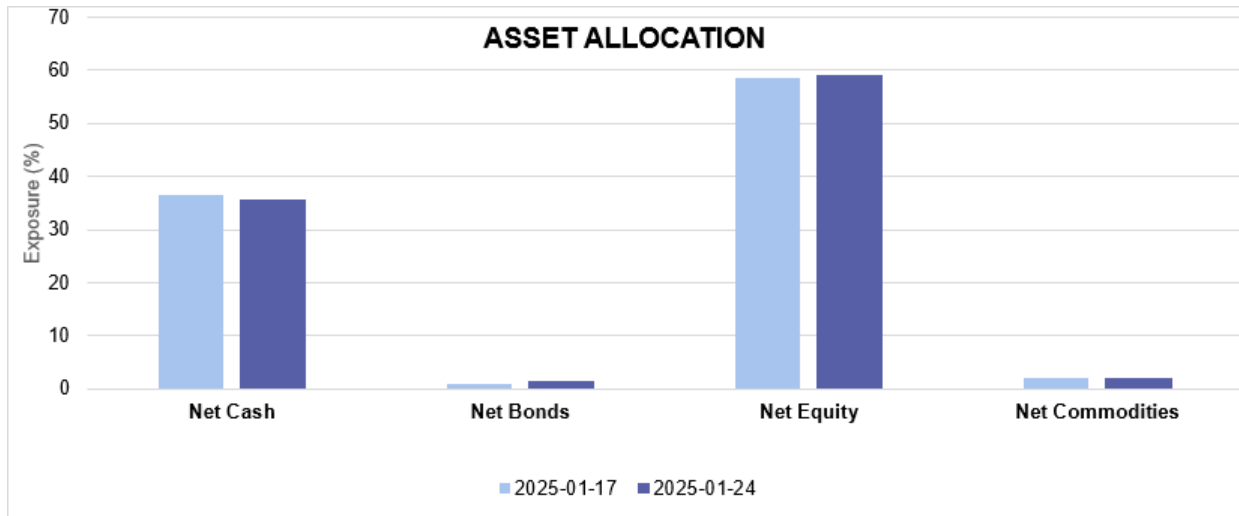


ARROW LONG/SHORT ALTERNATIVE FUND

commentary - Week ending January 24, 2025



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

Performance

January 24, 2024

Arrow Long/Short Alternative Fund (Series F):

WTD 0.75%

MTD -0.50%

YTD -0.50%

S&P TSX Composite

WTD 1.60%

MTD 3.08%

YTD 3.08%

S&P 500:

WTD 1.76%

MTD 3.75%

YTD 3.75%

Fund Commentary

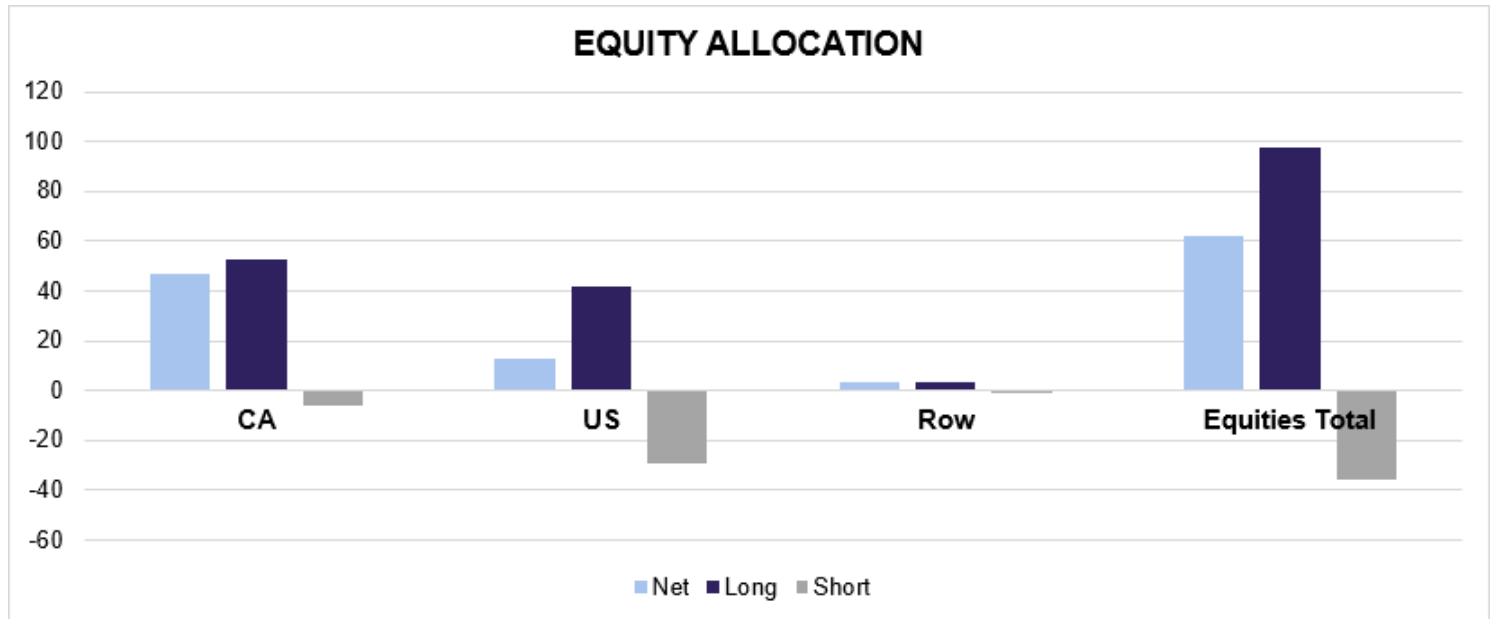
The market continued its upward trend last week, with all major indices posting gains as yields remained stable. Tech stocks led the charge, buoyed by President Trump's announcement of the "Stargate" initiative, which commits up to \$500 billion over the next four years to bolster U.S. AI infrastructure. This substantial investment aims to cement America's leadership in global AI technology.

Earnings season kicked off in earnest, with approximately 15% of the SPX having reported. The results were robust, with 60% of companies exceeding expectations by more than one standard deviation, surpassing the historical average of 46%. This strong performance further supported market gains. For the companies held in our portfolio, earnings announcements begin to pick up in February.

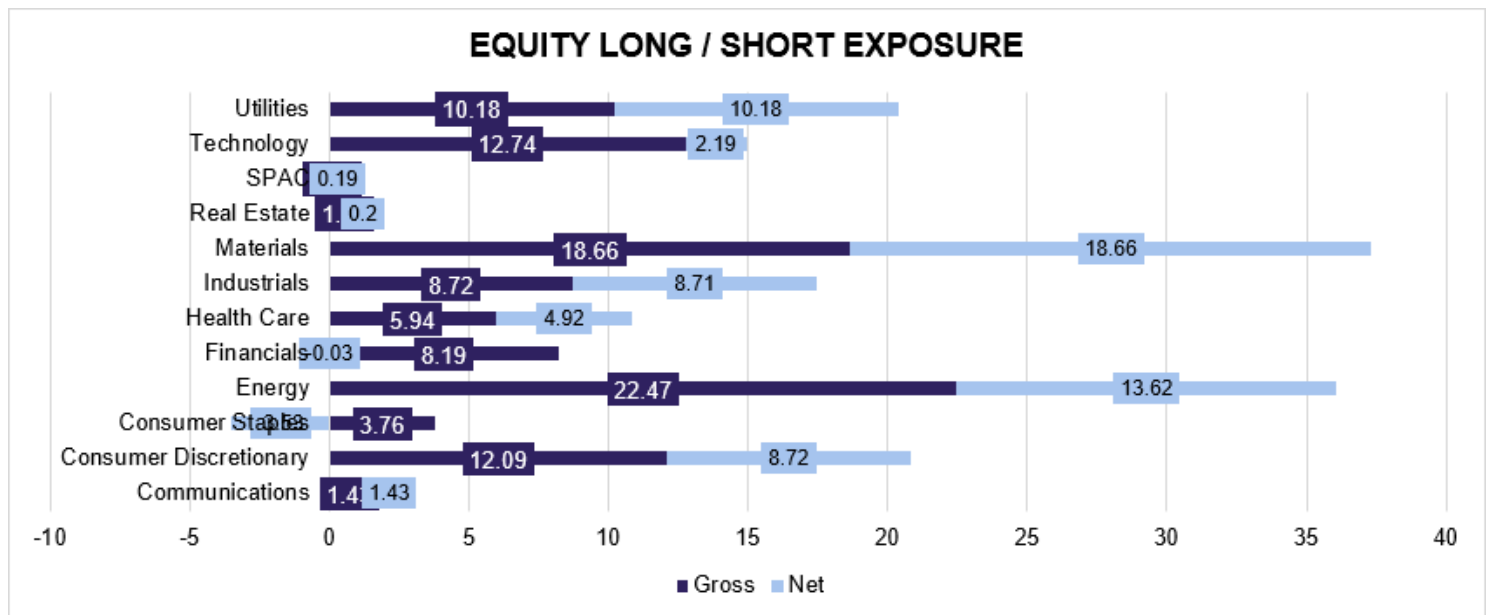
This week is pivotal, as 40% of the SPX market cap will report earnings. Key names like TSLA, MSFT, and META, which together make up 11% of the SPX, are set to announce their results. Investors are keen on seeing an uptick in AI-related capital expenditures, which are considered a leading indicator of AI demand. Expectations are high following impressive performance in 2023 and 2024. Additionally, the Federal Reserve's FOMC decision on interest rates which is scheduled

for Wednesday, will be closely watched. This comes in the wake of heightened concerns about inflationary pressures, as highlighted by Fed Chairman Powell in his December press conference. Lastly, the Fed's preferred inflation measure PCE, is due to be released on Friday, though it is likely to be overshadowed by the earnings reports and the Fed's rate decision.

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 December 31, 2024

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	11.58%	3.94%	10.75%	7.59%

Published January 27, 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.