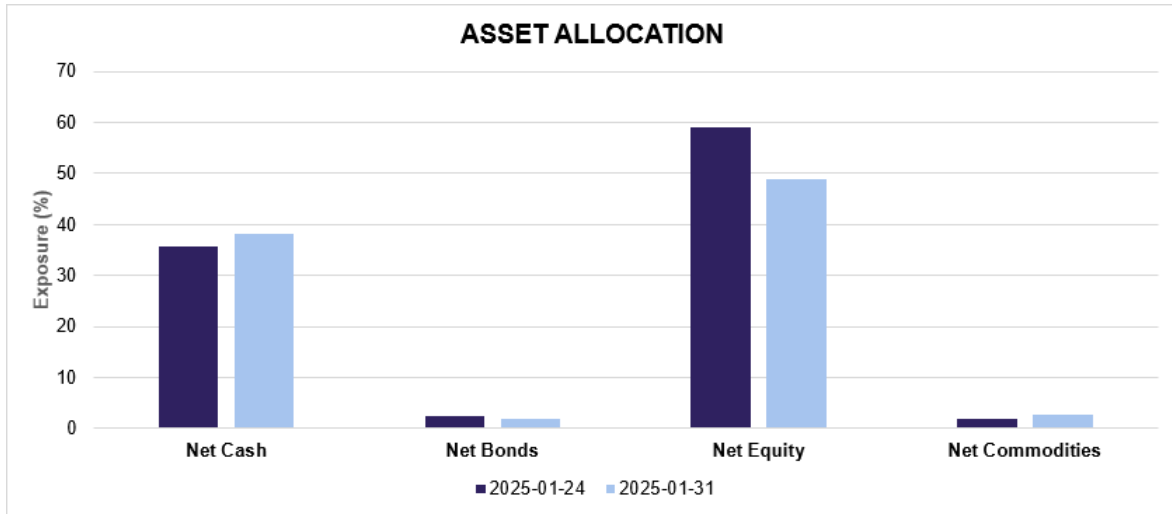


ARROW LONG/SHORT ALTERNATIVE FUND

commentary - Week ending January 31, 2025



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

Performance

January 31, 2024

Arrow Long/Short Alternative Fund (Series F):

WTD -1.76%

MTD -2.26%

YTD -2.26%

S&P TSX Composite

WTD 0.40%

MTD 3.48%

YTD 3.48%

S&P 500:

WTD -0.99%

MTD 2.76%

YTD 2.76%

Fund Commentary

Last week's markets opened with volatility as China's DeepSeek R1 LLM reportedly outperformed OpenAI's most advanced models using older NVIDIA chips, sparking selloffs in AI hardware and power-related equities. This challenged assumptions about the compute intensity and ultimate power demand requirements. We underperformed last week given our exposure to the AI Power theme that we've written about previously. With very limited information available, the market shot first, and are asking questions later, as many names were down 20 to 30% on Monday. For us, this does not change our long term view of the theme and portfolio positions. However, it does remind us once again about risks of crowding, market structure, and correlations.

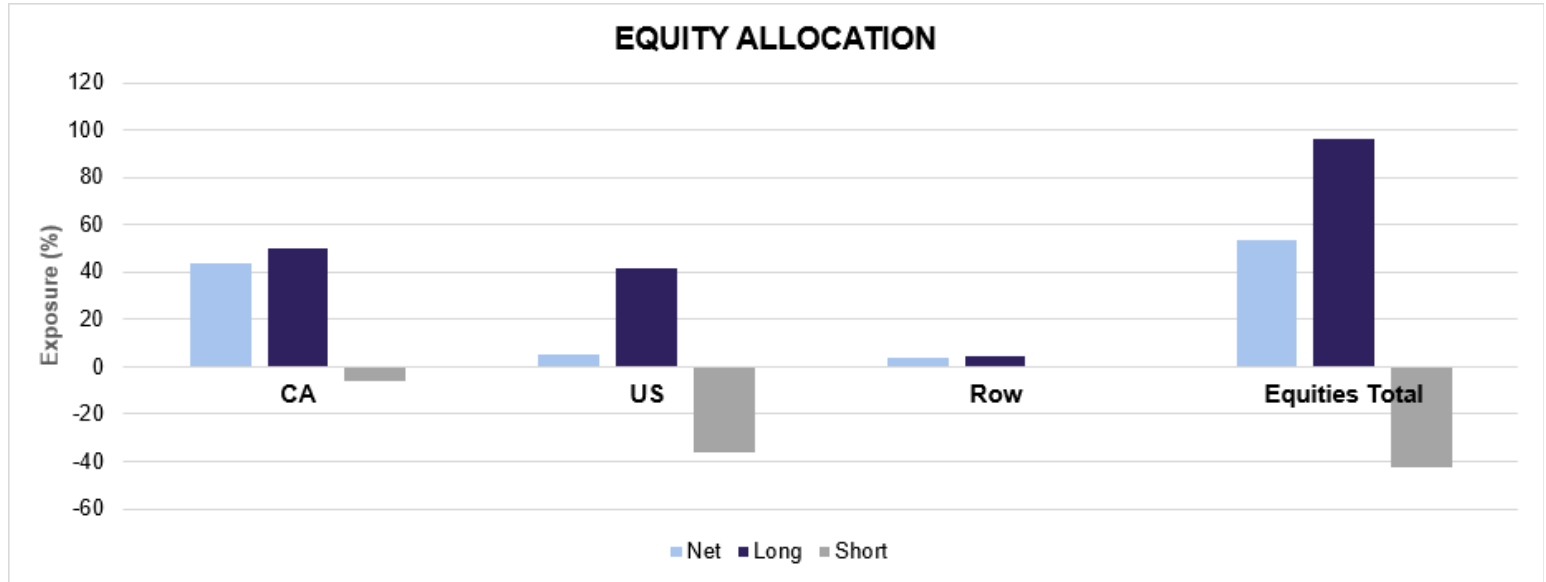
Over the weekend, Trump signed off on 25% tariffs for Canada and Mexico. Although this has been talked about since the election, the prevailing view was that this was a negotiation tactic. This may ultimately be proven to be true, however markets were not fully prepared for this, and has stoked another bout of volatility. We will look for opportunities to add to

positions that are unjustifiably dislocated.

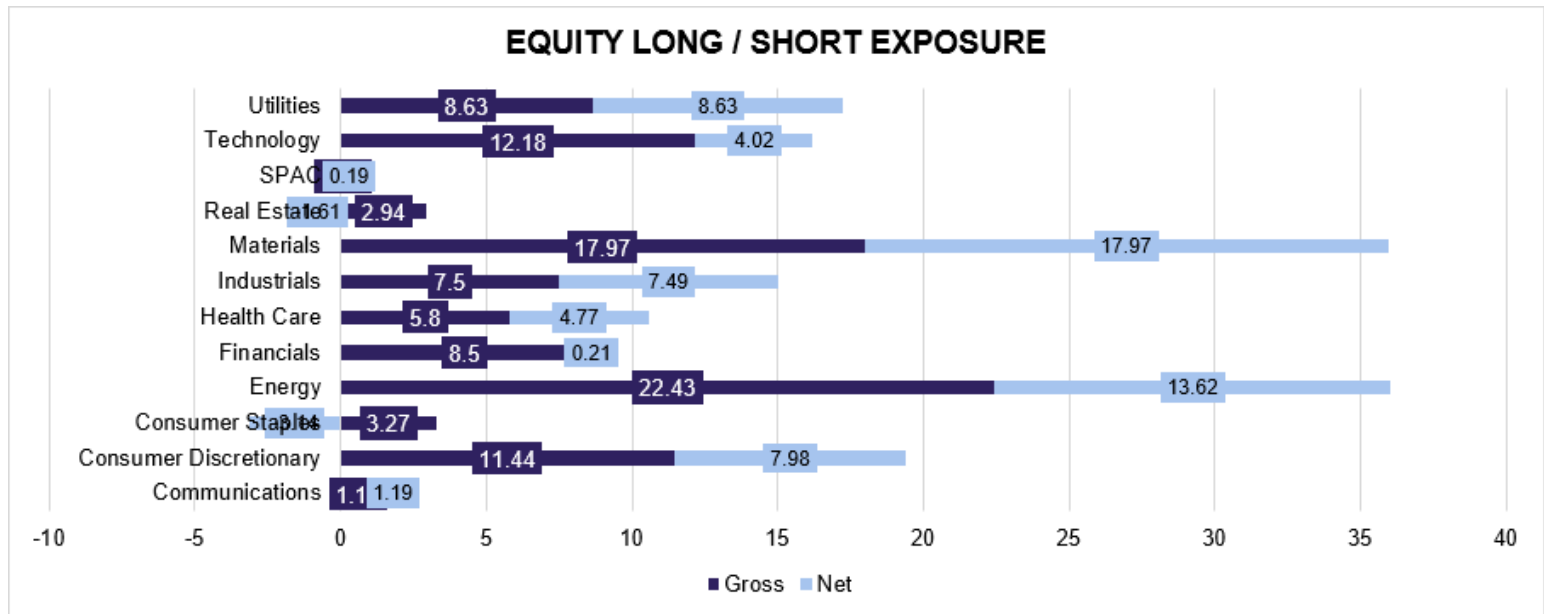
Mega-cap tech earnings delivered mixed results: Microsoft underperformed due to lighter Azure guidance tied to data center shortages, while Meta rallied on strong ad revenue and cost discipline. Tesla stabilized after initial volatility, and Apple pared early gains to close flat post-earnings as investors weighed China risks against resilient services growth. The Fed held rates steady as expected, maintaining their data-dependent stance, not offering much incremental information to materially sway current market expectations.

In the midst of recent macro events, earnings season continues, with 14% of the S&P 500 reporting this week.

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 January 31, 2025

	1-Year	3-Year	5-Year	10-Year
ALSAF - Series F	7.16%	3.74%	9.66%	7.27%

Published February 3, 2025

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.