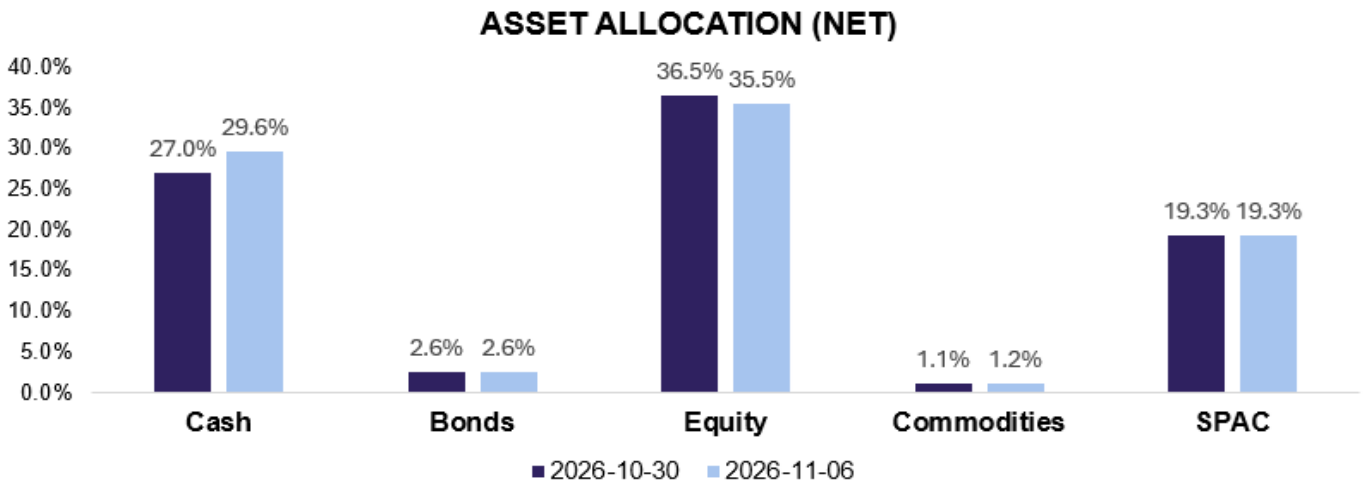
ARROW LONG/SHORT ALTERNATIVE FUND
commentary - Week ending November 6, 2026



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

Performance

November 6, 2026

Arrow Long/Short Alternative Fund (F Class):

WTD 1.54%
MTD 1.54%
YTD 8.20%

S&P/TSX 60 (XIU ETF):

WTD 0.09%
MTD 0.09%
YTD 16.44%

S&P 500 (SPY ETF):

WTD -2.70%
MTD -2.70%
YTD 8.67%

Fund Commentary

Last week was one of the most consequential weeks in a while, headlined by the midterm elections. The result was a blue tsunami, with Democrats sweeping both the House and the Senate. The most notable surprise was Texas, where Gina Hinojosa flipped the governorship, the first Democrat to win it in more than thirty years. Our read is that this was an unambiguous rebuke of Trump and his policies. From an investment standpoint, this raised fresh questions about the pace of the AI buildout, with Texas effectively ground zero for data centre development. Broad markets took a hit, led down once again by AI. The S&P fell 2.7%, with semis down 13%. Notably, Canada again held up far better, with the TSX roughly flat on the week. Under the hood, rotation continued. Gold and silver were notable positive outliers, up 5% for the week. Granted this was off quite oversold levels, but we took notice and are open minded to the idea that we have seen a short-term bottom here.

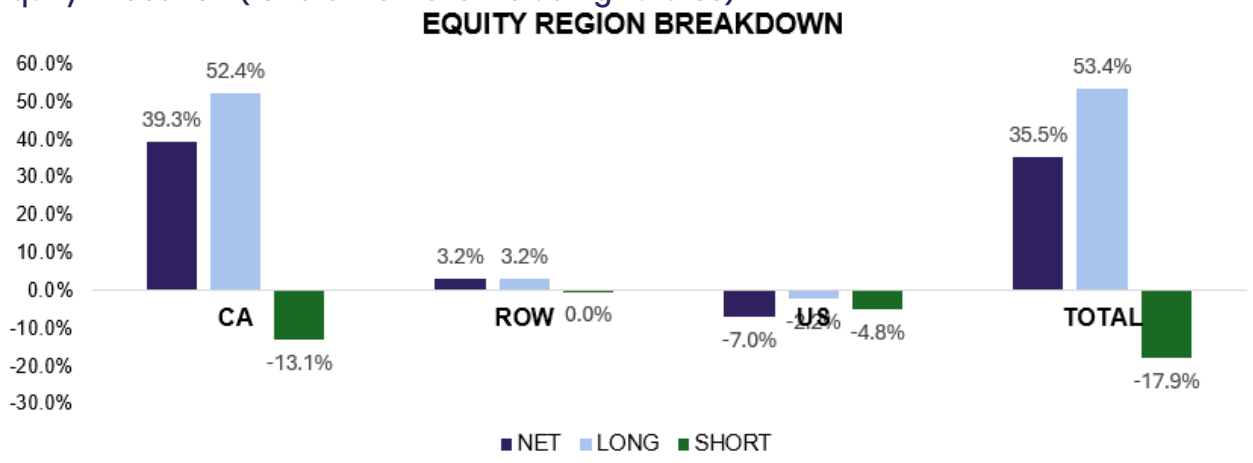
Despite last week's weakness, we continue to be cautious on the AI theme, as red flags continue to build. A few updated headlines:

- Microsoft is winding down a compute arrangement with Oracle and consolidating the roster of neoclouds it works with
- Apple is cutting the internal AI token budgets it gives employees
- OpenAI closed a raise of $11B at a $1.25T valuation, a materially smaller raise than the $30B at $1.4T it had originally targeted a few weeks ago
- Anthropic's valuation is now being speculated closer to $1.1T, almost a 50% haircut from the $2T valuation floated only a few weeks ago

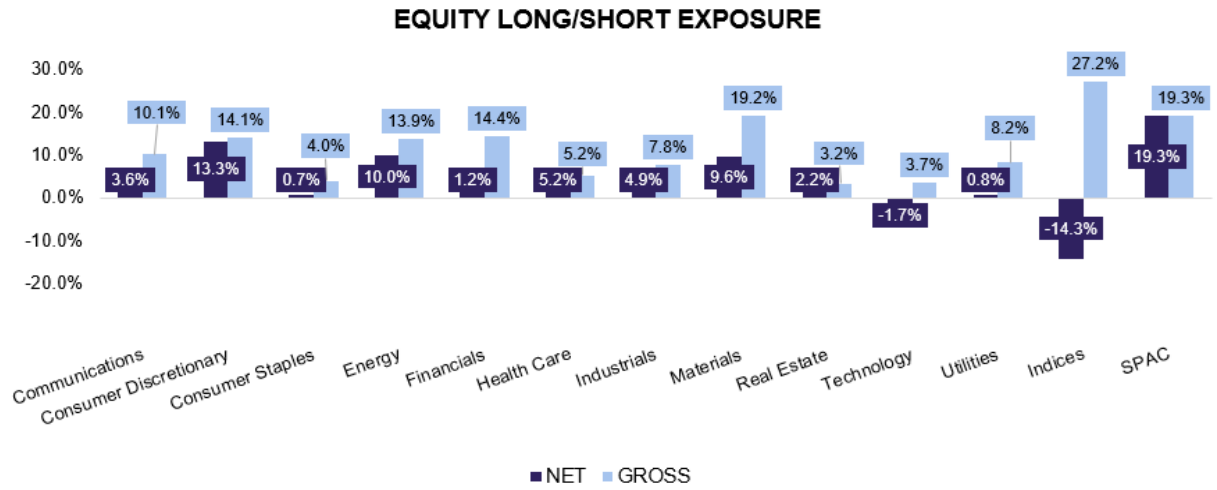
The Anthropic IPO will be the next major test for this theme, with marketing likely to begin this week, and scheduled to list before month end. If the listing does not go well, we see risk of another down leg in the theme and markets.

Our fund held up reasonably well last week, benefiting from our hedges, AI shorts, and idiosyncratic longs. While we think a continued crack in the AI trade could ultimately infect other parts of the market, we remain cautiously optimistic that money will rotate into the under owned, undervalued, non-AI corners of the market. We continue to look for, and find, opportunities there.

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, 2026

	1-Year	3-Year	5-Year	10-Year	ITD
ALSAF - Series F	7.77%	9.19%	5.73%	8.58%	9.42%

Published November 9, 2026

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).

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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.

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