

### EXEMPLAR GROWTH AND INCOME FUND

#### SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

**For the period ended June 30, 2020**

This semi-annual Management Report of Fund Performance contains financial highlights but does not contain the complete semi-annual financial statements for Exemplar Growth and Income Fund (the "Fund"). You may obtain a copy of the semi-annual financial statements, at no cost, by calling 877.327.6048, by writing to us at Arrow Capital Management Inc. (the "Manager" or "Arrow"), 36 Toronto Street, Suite 750, Toronto, Ontario M5C 2C5 or by visiting our website at [www.arrow-capital.com](http://www.arrow-capital.com) or SEDAR at [www.sedar.com](http://www.sedar.com).

Securityholders may also contact us using one of these methods to request a copy of the Fund's semi-annual financial reports, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure relating to the Fund.

#### Forward-Looking Information

This Management Report of Fund Performance contains forward-looking information and statements relating, but not limited to, anticipated or prospective financial performance and results of operations of the Fund. Forward-looking information involves known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. For this purpose, any statements that are contained herein that are not statements of historical fact may be deemed to be forward-looking information. Without limiting the foregoing, the words "believes", "anticipates", "plans", "intends", "will", "should", "expects", "projects", and similar expressions are intended to identify forward-looking information.

Although the Fund believes it has a reasonable basis for making the forecasts or projections included in this Management Report of Fund Performance, readers are cautioned not to place undue reliance on such forward-looking information. By its nature, the forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predictions, forecasts and other forward-looking statements will not occur. These factors include, but are not limited to, those associated with the performance of the equity securities market, expectations about interest rates and factors incorporated by reference herein as risk factors.

The above list of important factors affecting forward-looking information is not exhaustive, and reference should be made to the other risks discussed in the Fund's filings with Canadian securities regulatory authorities. The forward-looking information is given as of the date of this Management Report of Fund Performance, and the Fund undertakes no obligation to publicly update or revise any forward-looking information, whether as a result of new information, future events or otherwise.

## Management Discussion on Fund Performance

### Investment Objective and Strategies

The investment objective of the Fund is to achieve long term growth and preservation of capital. The Fund may invest up to all of its assets in a diversified mix of other mutual funds (in order to gain indirect exposure to securities that the Fund would otherwise directly invest in), and may also invest in common shares, preferred shares, treasury bills, short-term notes, debentures, and bonds. The Fund invests primarily in Canadian securities.

To achieve the investment objective, the Manager utilizes the following allocation guidelines: 30-90% equity securities, 10-50% fixed income securities and 0-50% money market instruments. Fixed income securities may include investment grade, non-investment grade and distressed fixed income securities, issued by Canadian or non-Canadian corporations, trusts and international agencies and governments. The Fund is also permitted to invest in convertible bonds and debentures, loans, preferred shares, exchange traded funds and equities. The Fund may also hold cash. To achieve these target ranges, the Fund may invest in either individual securities or the Manager may invest up to 100% of the assets of the Fund in underlying funds.

The Fund may invest in foreign securities to an extent that will vary from time to time but is not typically expected to exceed 49% of its assets at the time that foreign securities are purchased, however, as the Fund intends to invest certain of its assets in securities of other investment funds that may themselves invest in foreign securities, the actual exposure of the Fund to investments in foreign securities may exceed this amount. The Fund may enter into securities lending, repurchase and reverse repurchase transactions to generate additional income or as a short-term cash management tool.

### Investment Risk

The risks of investing in the Fund remain as stated in the Fund's simplified prospectus. There were no material changes to the Fund over the period that affected the overall level of risk.

This Fund is suitable for investors who are seeking long term growth through a diversified portfolio of equity and fixed income securities. To invest in this Fund, investors should be able to accept a medium degree of risk and are prepared to invest for medium to long periods of time.

### Results of Operations

The net asset value ("NAV") of the Fund increased from \$232.9 million to \$297.7 million from December 31, 2019 to June 30, 2020. The Fund had net sales of \$65.6 million for the period. The Fund paid distributions of \$2.6 million while the portfolio's performance increased assets by \$1.8 million. For the period ended June 30, 2020, Series F units of the Fund posted a gain of 1.1% (gain of 3.9% in the period ended June 30, 2019) while its benchmark (80% S&P/TSX, 20% FTSE/TMX Canada Universe Bond Index) posted a loss of 4.3% over the same period (gain of 14.3% in the period ended June 30, 2019). Please refer to the "Past Performance" section for performance information of the other series. The performance of the other series of the Fund differs from Series F units due largely to a varying level of expenses charged to each series, as explained in the Management Fees section.

The Fund is very active in terms of its positioning and adapts to market conditions in order to try and obtain the best risk-reward tradeoff for our unit holders. This is done through a top down and bottom up process.

The top down incorporates our views on the political economy in Canada, the U.S. and elsewhere along with valuation and momentum in the four principal asset classes— namely: cash, foreign exchange, government/corporate bonds and equities (Canada, U.S. and foreign). Our process focuses on forecasting growth and inflation two quarters out. Our process generates excess returns by identifying correctly when to shift from equities to bonds and holding a large portion of the Fund in U.S. dollars.

In 2020, equity markets have been volatile. Equity markets experienced their largest decline in the 1st quarter and their largest increase in the 2nd quarter, although most indexes are still negative on the year, except the Nasdaq. It's not really a typical

'natural' economic recovery, but a stimulus induced equity recovery. The Federal Reserve balance sheet grew from \$3.9 trillion to \$6.4 trillion from March 15, 2020 to June 28, 2020. Federal spending has been in the order of \$3.4 trillion or 15.4% of U.S. GDP. The U.S. is not alone, Canada, Europe and many other nations slashed interest rates and ramped up the fiscal spending. It will be important to see how unemployment responds and if consumer confidence remains high. A stalling out of the current employment gains could dampen the speed of the recovery. COVID-19 has wreaked havoc with Global growth with the International Monetary Fund recently lowering their forecast for World GDP growth to -3% in 2020. The early openings in some U.S. states has been a failure and its reflecting poorly on the Trump administration. By the end of the 3rd quarter the election will become front and center. As the election nears investors will look to hedge their positions. Now is the time to focus on quality companies with predictable earning streams and stable dividends.

In the bottom up process, we focus on industries and the drivers of their returns. Within our equity allocation, we look at the eleven principal sub groups in the Fund: financials, industrials, technology, utilities, consumer staples, consumer discretionary, healthcare, materials, real estate, telecommunications and energy. Our job is to select the best sectors and rotate between them when market conditions dictate. We can use both sector Exchange Traded Funds and individual equities to gain exposure. We tend to have higher weights in the U.S. when sectors such as technology and healthcare appear to be the most attractive. We ended June 2020, with the highest allocations to healthcare, utilities and materials.

Finally, each sector has its own dynamic mix of macro, policy and idiosyncratic factors. Within each sector there are often a good number of sub sectors – for example, in materials we made solid returns in the gold mining sector with Wesdome (WDO) and Barrick Gold (ABX); in utilities we made solid gains with a renewable energy supplier TransAlta Renewables (RNWI); in energy with Canadian Natural Resources (CNQ); and in healthcare with CVS Caremark (CVSI) and Zymeworks Inc. (ZYME).

Our asset allocation was able to avoid the drawdown of the 1st quarter, however, the strength of the equity market recovery in the second quarter caught us by surprise. The portfolio has taken on more equity exposure towards the end of the second quarter, still below what would be considered fully invested. The fear gauge or 'VIX' index is still elevated in the high 20's. More stimulus is likely after the CARES ACT runs out at the end of July. In the current environment, we see signs of stagflation and are investing accordingly.

## Related Party Transactions

Arrow Capital Management Inc. is the Manager, Portfolio Advisor and Trustee of the Fund. The Manager, in consideration for management fees, provides management services required in the day-to-day operations of the Fund. The Fund also reimburses the Manager for any operating or administrative expenses the Manager pays on behalf of the Fund. For the period ended June 30, 2020, the Manager has, in its discretion, agreed to absorb nil (\$77,364 in 2019) of operating expenses associated with the Fund.

The Fund may invest in other funds also managed by the Manager. These investments will either be made into a series that does not pay management fees or the Manager may pay a rebate to the Fund or other fund to offset fees paid by the other fund to the Manager.

## Management Fees

The table below outlines the Fund's annual Management Fee rate. It also states the percentage of the total management fees that were used to pay trailer commissions. The remainder of the management fees were used to pay for investment management services.

ANNUAL RATE (%)	Series A, AN	Series F, FN,	Series L, LN	Series I
Management Fees (Annual Rate)	1.8%	0.8%	2.1%	Negotiable
Trailer Fees (as a % of Management Fees)	55.2%	-	11.5%	-

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help the reader understand the Fund's financial performance. This information is derived from the Fund's financial statements and is represented net of expenses which have been charged to the Fund.

<b>SERIES A - NET ASSETS PER UNIT</b>					
<b>For the period ended June 30, 2020 and for the years ended December 31,</b>					
	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 10.62</b>	<b>\$ 10.52</b>	<b>\$ 10.63</b>	<b>\$ 10.43</b>	<b>\$ 10.05</b>
Increase (decrease) from operations:					
Total revenue	0.08	0.24	0.27	0.29	0.15
Total expenses	(0.13)	(0.29)	(0.33)	(0.37)	(0.34)
Realized gains (loss)	0.11	0.05	0.46	1.37	0.75
Unrealized gains (loss)	(0.01)	0.35	(0.09)	0.12	0.39
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.05</b>	<b>\$ 0.35</b>	<b>\$ 0.31</b>	<b>\$ 1.41</b>	<b>\$ 0.95</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	(0.16)	-	-	(0.06)	-
From capital gains	-	(0.05)	-	(1.00)	(0.57)
From return of capital	-	(0.27)	(0.32)	(0.14)	-
<b>Total distributions</b>	<b>\$ (0.16)</b>	<b>\$ (0.32)</b>	<b>\$ (0.32)</b>	<b>\$ (1.20)</b>	<b>\$ (0.57)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 10.51</b>	<b>\$ 10.62</b>	<b>\$ 10.52</b>	<b>\$ 10.63</b>	<b>\$ 10.43</b>

<b>SERIES A - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup></b>					
<b>For the period ended June 30, 2020 and for the years ended December 31,</b>					
	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$78,359	\$60,346	\$24,634	\$10,812	\$3,850
Number of units outstanding	7,456,491	5,683,759	2,341,565	1,017,162	369,276
Management expense ratio <sup>4,9</sup>	2.34%	2.37%	2.47%	2.48%	2.52%
Management expense ratio before waivers or absorptions <sup>5,9</sup>	2.34%	2.37%	2.87%	3.08%	3.69%
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%	1,045.64%	1,048.66%
Trading expense ratio <sup>7,9</sup>	0.23%	0.30%	0.69%	0.98%	1.27%
Net asset value per unit	\$10.51	\$10.62	\$10.52	\$10.63	\$10.43

**SERIES AN - NET ASSETS PER UNIT**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 11.06</b>	<b>\$ 10.66</b>	<b>\$ 10.64</b>	<b>\$ 10.45</b>	<b>\$ 10.11</b>
Increase (decrease) from operations:					
Total revenue	0.09	0.24	0.28	0.29	0.14
Total expenses	(0.14)	(0.30)	(0.34)	(0.37)	(0.35)
Realized gains (loss)	0.14	0.08	0.45	1.29	0.87
Unrealized gains (loss)	(0.04)	0.23	(0.06)	0.14	0.43
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.05</b>	<b>\$ 0.25</b>	<b>\$ 0.33</b>	<b>\$ 1.35</b>	<b>\$ 1.09</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	(0.07)	-
From capital gains	-	(0.02)	(0.20)	(1.03)	(0.61)
From return of capital	-	-	-	(0.14)	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ (0.02)</b>	<b>\$ (0.20)</b>	<b>\$ (1.24)</b>	<b>\$ (0.61)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 11.12</b>	<b>\$ 11.06</b>	<b>\$ 10.66</b>	<b>\$ 10.64</b>	<b>\$ 10.45</b>

**SERIES AN - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$47,518	\$42,019	\$5,651	\$1,470	\$1,757
Number of units outstanding	4,274,852	3,799,539	530,335	138,077	168,085
Management expense ratio <sup>4 9</sup>	2.32%	2.39%	2.47%	2.54%	2.60%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	2.32%	2.39%	2.87%	3.14%	3.77%
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%	1,045.64%	1,048.66%
Trading expense ratio <sup>7 9</sup>	0.23%	0.30%	0.69%	0.98%	1.27%
Net asset value per unit	\$11.12	\$11.06	\$10.66	\$10.64	\$10.45

**SERIES F - NET ASSETS PER UNIT**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 10.71</b>	<b>\$ 10.50</b>	<b>\$ 10.50</b>	<b>\$ 10.32</b>	<b>\$ 9.96</b>
Increase (decrease) from operations:					
Total revenue	0.09	0.23	0.27	0.29	0.17
Total expenses	(0.07)	(0.17)	(0.21)	(0.25)	(0.24)
Realized gains (loss)	0.12	0.06	0.50	1.33	0.75
Unrealized gains (loss)	(0.05)	0.28	0.04	0.11	0.41
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.09</b>	<b>\$ 0.40</b>	<b>\$ 0.60</b>	<b>\$ 1.48</b>	<b>\$ 1.09</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	(0.16)	-	-	(0.08)	-
From capital gains	-	(0.21)	(0.32)	(1.08)	(0.68)
From return of capital	-	(0.11)	-	(0.17)	-
<b>Total distributions</b>	<b>\$ (0.16)</b>	<b>\$ (0.32)</b>	<b>\$ (0.32)</b>	<b>\$ (1.33)</b>	<b>\$ (0.68)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 10.66</b>	<b>\$ 10.71</b>	<b>\$ 10.50</b>	<b>\$ 10.50</b>	<b>\$ 10.32</b>

**SERIES F - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$96,179	\$72,452	\$11,407	\$2,309	\$919
Number of units outstanding	9,018,404	6,762,439	1,086,602	219,985	88,998
Management expense ratio <sup>4 9</sup>	1.24%	1.28%	1.39%	1.44%	1.56%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	1.24%	1.29%	1.79%	2.04%	2.73%
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%	1,045.64%	1,048.66%
Trading expense ratio <sup>7 9</sup>	0.23%	0.30%	0.69%	0.98%	1.27%
Net asset value per unit	\$10.66	\$10.71	\$10.50	\$10.50	\$10.32

**SERIES FN - NET ASSETS PER UNIT**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 11.29</b>	<b>\$ 10.89</b>	<b>\$ 10.81</b>	<b>\$ 10.61</b>	<b>\$ 10.25</b>
Increase (decrease) from operations:					
Total revenue	0.09	0.25	0.28	0.30	0.16
Total expenses	(0.08)	(0.18)	(0.24)	(0.26)	(0.26)
Realized gains (loss)	0.12	0.08	0.43	1.36	0.81
Unrealized gains (loss)	(0.04)	0.25	(0.09)	0.19	0.39
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.09</b>	<b>\$ 0.40</b>	<b>\$ 0.38</b>	<b>\$ 1.59</b>	<b>\$ 1.10</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	(0.08)	-
From capital gains	-	(0.15)	(0.26)	(1.12)	(0.73)
From return of capital	-	-	-	(0.17)	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ (0.15)</b>	<b>\$ (0.26)</b>	<b>\$ (1.37)</b>	<b>\$ (0.73)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 11.41</b>	<b>\$ 11.29</b>	<b>\$ 10.89</b>	<b>\$ 10.81</b>	<b>\$ 10.61</b>

**SERIES FN - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$54,698	\$44,464	\$11,357	\$8,581	\$5,196
Number of units outstanding	4,792,397	3,937,059	1,043,110	793,393	489,600
Management expense ratio <sup>4 9</sup>	1.24%	1.29%	1.44%	1.46%	1.56%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	1.24%	1.29%	1.84%	2.06%	2.73%
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%	1,045.64%	1,048.66%
Trading expense ratio <sup>7 9</sup>	0.23%	0.30%	0.69%	0.98%	1.27%
Net asset value per unit	\$11.41	\$11.29	\$10.89	\$10.81	\$10.61

**SERIES L - NET ASSETS PER UNIT**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 10.36</b>	<b>\$ 10.29</b>	<b>\$ 10.43</b>	<b>\$ 10.21</b>	<b>\$ 9.82</b>
Increase (decrease) from operations:					
Total revenue	0.08	0.23	0.27	0.28	0.16
Total expenses	(0.14)	(0.31)	(0.35)	(0.39)	(0.36)
Realized gains (loss)	0.10	0.05	0.48	1.32	0.80
Unrealized gains (loss)	(0.03)	0.30	(0.12)	0.24	0.42
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.01</b>	<b>\$ 0.27</b>	<b>\$ 0.28</b>	<b>\$ 1.45</b>	<b>\$ 1.02</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	(0.16)	-	-	(0.06)	-
From capital gains	-	-	(0.32)	(0.95)	(0.54)
From return of capital	-	(0.32)	-	(0.11)	-
<b>Total distributions</b>	<b>\$ (0.16)</b>	<b>\$ (0.32)</b>	<b>\$ (0.32)</b>	<b>\$ (1.12)</b>	<b>\$ (0.54)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 10.23</b>	<b>\$ 10.36</b>	<b>\$ 10.29</b>	<b>\$ 10.43</b>	<b>\$ 10.21</b>

**SERIES L - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$5,162	\$3,986	\$1,167	\$465	\$266
Number of units outstanding	504,441	384,970	113,348	44,531	26,060
Management expense ratio <sup>4 9</sup>	2.66%	2.64%	2.76%	2.76%	2.82%
Management expense ratio before waivers or absorptions <sup>5 9</sup>	2.66%	2.64%	3.17%	3.36%	3.99%
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%	1,045.64%	1,048.66%
Trading expense ratio <sup>7 9</sup>	0.23%	0.30%	0.69%	0.98%	1.27%
Net asset value per unit	\$10.23	\$10.36	\$10.29	\$10.43	\$10.21

**SERIES LN - NET ASSETS PER UNIT**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 11.10</b>	<b>\$ 10.70</b>	<b>\$ 10.70</b>	<b>\$ 10.45</b>	<b>\$ 10.11</b>
Increase (decrease) from operations:					
Total revenue	0.09	0.25	0.28	0.29	0.16
Total expenses	(0.16)	(0.33)	(0.37)	(0.40)	(0.40)
Realized gains (loss)	0.11	0.06	0.56	1.33	0.87
Unrealized gains (loss)	(0.04)	0.30	(0.12)	0.13	0.41
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ (0.00)</b>	<b>\$ 0.28</b>	<b>\$ 0.35</b>	<b>\$ 1.35</b>	<b>\$ 1.04</b>
<b>Distributions<sup>2</sup>:</b>					
From income (excluding dividends)	-	-	-	(0.06)	-
From capital gains	-	-	(0.18)	(0.99)	(0.57)
From return of capital	-	-	-	(0.11)	-
<b>Total distributions</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (0.18)</b>	<b>\$ (1.16)</b>	<b>\$ (0.57)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 11.14</b>	<b>\$ 11.10</b>	<b>\$ 10.70</b>	<b>\$ 10.70</b>	<b>\$ 10.45</b>

**SERIES LN - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018	2017	2016
Net Asset Value ("NAV") (000s) <sup>1</sup>	\$3,440	\$2,376	\$707	\$238	\$113
Number of units outstanding	308,877	214,137	66,088	22,287	10,852
Management expense ratio <sup>4,9</sup>	2.71%	2.66%	2.75%	2.77%	3.01%
Management expense ratio before waivers or absorptions <sup>5,9</sup>	2.71%	2.66%	3.16%	3.37%	4.19%
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%	1,045.64%	1,048.66%
Trading expense ratio <sup>7,9</sup>	0.23%	0.30%	0.69%	0.98%	1.27%
Net asset value per unit	\$11.14	\$11.10	\$10.70	\$10.70	\$10.45

**SERIES ETF - NET ASSETS PER UNIT**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018†
<b>Net Assets, beginning of period<sup>1</sup></b>	<b>\$ 20.66</b>	<b>\$ 20.23</b>	<b>\$ 20.00</b>
Increase (decrease) from operations:			
Total revenue	0.30	0.52	0.26
Total expenses	(0.15)	(0.34)	(0.23)
Realized gains (loss)	0.14	(0.02)	0.64
Unrealized gains (loss)	0.34	0.82	(0.03)
<b>Total increase (decrease) from operations<sup>1</sup>:</b>	<b>\$ 0.63</b>	<b>\$ 0.98</b>	<b>\$ 0.64</b>
<b>Distributions<sup>2</sup>:</b>			
From income (excluding dividends)	(0.31)	-	-
From capital gains	-	(0.36)	(0.20)
From return of capital	-	(0.24)	-
<b>Total distributions</b>	<b>\$ (0.31)</b>	<b>\$ (0.60)</b>	<b>\$ (0.20)</b>
<b>Net Assets, end of period<sup>1</sup></b>	<b>\$ 20.56</b>	<b>\$ 20.66</b>	<b>\$ 20.23</b>



**SERIES ETF - RATIOS AND SUPPLEMENTAL DATA<sup>8</sup>**

For the period ended June 30, 2020 and for the years ended December 31,

	2020	2019	2018†
Net Asset Value (“NAV”) (000s) <sup>1</sup>	\$12,338	\$7,231	\$2,529
Number of units outstanding	600,000	350,000	125,000
Management expense ratio <sup>4 9</sup>	1.26%	1.32%	1.43%*
Management expense ratio before waivers or absorptions <sup>5 9</sup>	1.26%	1.32%	2.32%*
Portfolio turnover rate <sup>6</sup>	251.91%	498.25%	1,059.02%
Trading expense ratio <sup>7 9</sup>	0.23%	0.30%	0.69%*
Net asset value per unit	\$20.56	\$20.66	\$20.23
Closing market price	\$20.71	\$20.76	\$19.98

†The Fund was launched on March 16, 2015. Series A and F units began operations on March 24, 2015. Series AN units began operations on April 8, 2015. Series FN units began operations on April 2, 2015. Series L units began operations on April 13, 2015. Series LN units began operations on May 14, 2015. Series ETF began operations on July 20, 2018. On June 30, 2020, Series I resumed operations. As Series I has not been operational for a full year, no information is available.

\*Ratios have been annualized.

1. The net assets per share shown are referenced to net assets attributable to holders of redeemable shares determined in accordance with International Financial Reporting Standards (“IFRS”) and are derived from the Fund’s financial statements. The increase/decrease from operations is based on the weighted average number of shares outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per share.
2. Distributions, if applicable, were reinvested in additional shares of the Fund at the discretion of the underlying shareholders.
3. The Manager may absorb certain expenses or waive certain fees otherwise payable by the Fund. The amount of expenses absorbed or waived (if applicable) is determined annually at the discretion of the Manager and the Manager can terminate the absorption or waiver at any time.
4. Management expense ratio (“MER”) is calculated as total expenses net of waived fees, if applicable, and excludes certain taxes, commissions and other fund transaction costs for the stated year expressed as an annualized percentage of daily average net asset value during the stated year. The management expense ratio is calculated in accordance with Part 15 of NI 81-106. Management expense ratio before performance fee is the MER before any performance fees, if applicable, for the stated year.
5. Management expense ratio before waivers or absorptions is the MER inclusive of performance fees before any waivers or absorptions are deducted.
6. The Fund’s portfolio turnover rate can indicate how actively the investment advisor manages the portfolio of investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of its securities in its portfolio once in the course of the year. The higher the fund’s portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund.
7. The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.
8. Ratios and supplemental data, where applicable, are computed using the net asset value of the Fund.
9. The management expense ratio before performance fees, management expense ratio, management expense ratio before waivers or absorptions and trading expense ratio for the year ended 2016 have been restated to reflect the reclassification of certain custodial transaction costs related to the purchase and sale of securities.

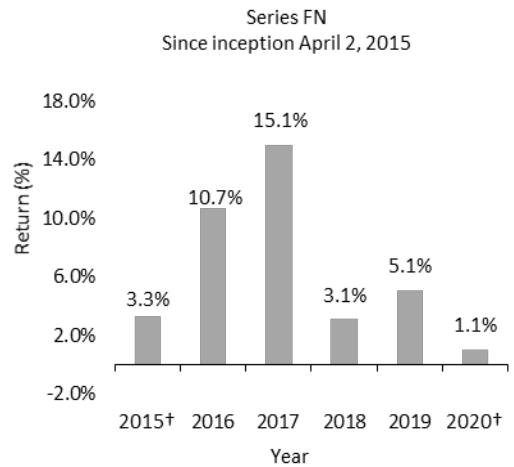
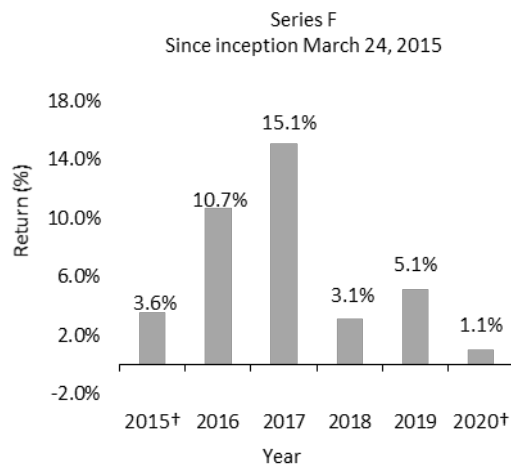
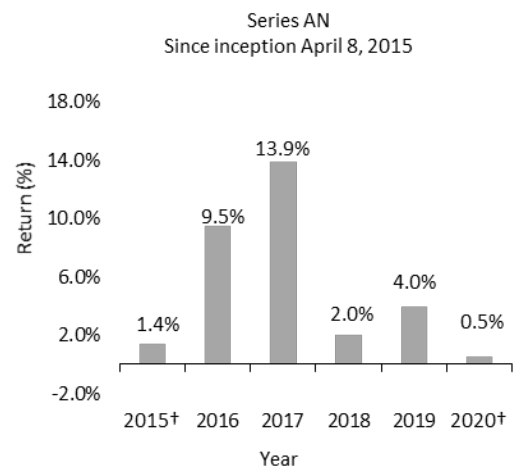
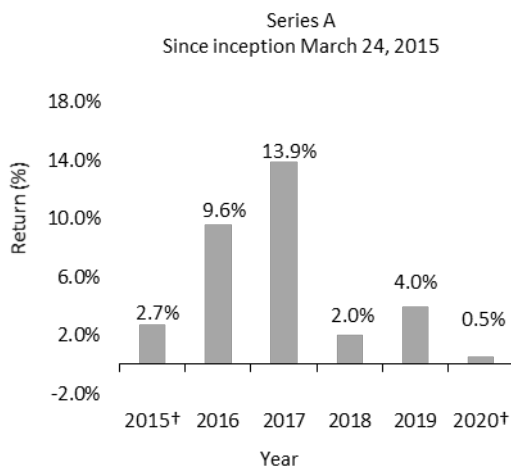
## Past Performance

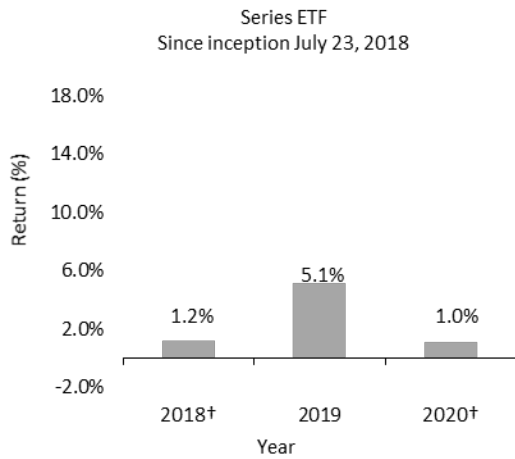
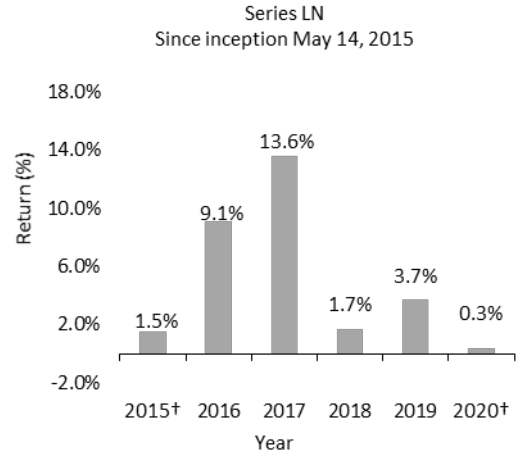
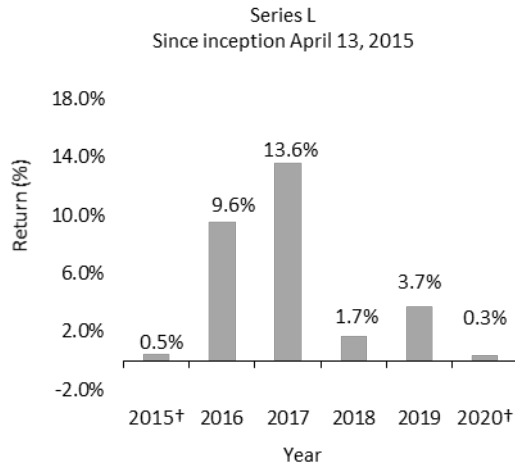
The performance information shown below assumes that all distributions, if any, made by the Fund in the year shown were reinvested in additional units of the Fund. If you hold the Fund outside a registered plan, you will be taxed on distributions. Distributions of income the Fund earns and capital gains it realizes are taxable in the year received whether received in cash or reinvested in additional units. No adjustment for potential tax consequences to an investor has been made to the performance information.

The indicated rates of return are historical annual compounded total returns including changes in unit value and do not take into account sale, redemption, distribution or other optional charges, that, if applicable, would have reduced returns or performance. An investment in the Fund is not guaranteed. Its value changes frequently and how the Fund has performed in the past does not necessarily indicate how it will perform in the future.

## Year-By-Year Returns

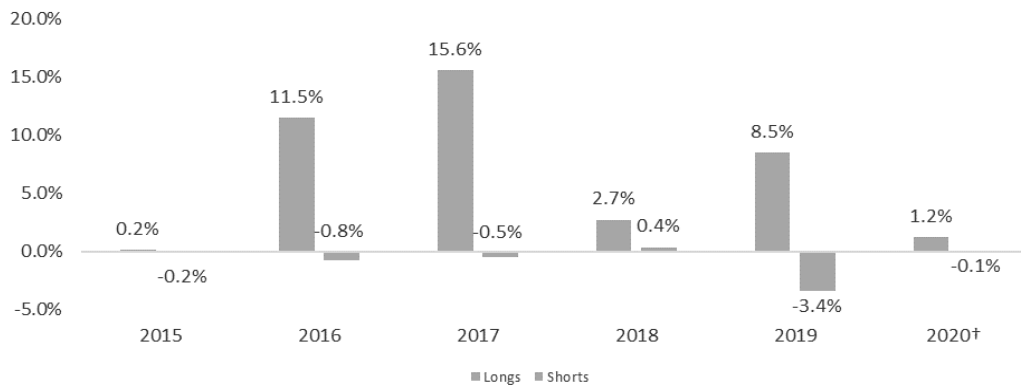
The bar chart below illustrates the Fund's performance for the years shown. It shows, in percentage terms, how much an investment made on the first day of each financial year (or since inception) would have grown or decreased.





†Returns shown represent a partial year.

The chart below illustrates the Fund's returns for Series F for the period ended June 30, 2020 and for the years ended December 31 for the Fund units by long and short holdings:



†Returns shown represent a partial year.

### Annual Compound Returns (Compound Performance)

The following table shows the annual compound total returns of the Fund and for its blended benchmark (80% S&P/TSX, 20% FTSE TMX Canada Universe Bond Index, rebalanced monthly) for the periods shown ended June 30, 2020. The Relative Performance returns show the performance of the Fund as compared to the benchmark.

	1 Year	3 Years	5 Years	Annualized Since Inception
Series A	1.2%	5.9%	5.9%	6.1%
Series AN	1.2%	5.9%	5.9%	6.1%
Series F	2.3%	7.0%	7.0%	7.2%
Series FN	2.3%	7.0%	7.0%	7.3%
Series L	0.9%	5.6%	5.6%	5.9%
Series LN	0.9%	5.6%	5.5%	5.5%
Series ETF	2.3%	N/A	N/A	4.5%
Blended Benchmark	0.1%	4.4%	4.5%	3.7%

## Summary of Investment Portfolio as at June 30, 2020

The summary of investment portfolio below includes information regarding the Fund as a whole. This summary may change due to ongoing portfolio transactions of the Fund and a quarterly update is available by contacting Arrow at 877.327.6048 or by visiting Arrow's website at [www.arrow-capital.com](http://www.arrow-capital.com).

Industry Sector	Exposure (%)		Top 25 Holdings	%
	Long (%)	Short (%)		
Communication Services	1.7	-	Cash and Cash Equivalents	20.9%
Consumer Discretionary	2.0	-	iShares Barclays 3-7 Year Treasury Bond Fund	7.3%
Consumer Staples	4.4	-	SPDR Gold Shares ETF	6.1%
Corporate Bonds	0.1	-	iShares 20+ Year Treasury Bond ETF	4.9%
Derivatives	0.2	(0.2)	iShares 7-10 Year Treasury Bond ETF	4.4%
Energy	2.2	-	iShares Barclays 1-3 Year Treasury Bond Fund	3.9%
Federal Bonds	4.3	-	iShares Russell 2000 ETF	-2.9%
Financials	1.0	-	United States Treasury Bond	2.9%
Funds	30.6	(7.2)	Amazon.com Inc.	1.6%
Health Care	7.4	-	Government of Canada	1.4%
Industrials	2.5	-	Exemplar Investment Grade Fund ETF	1.3%
Information Technology	3.8	-	Newmont Corp.	1.3%
Materials	5.5	-	Amgen Inc.	1.1%
Provincial Bonds	0.0	-	Abbott Laboratories	1.0%
Real Estate	4.5	-	Kirkland Lake Gold Ltd.	1.0%
Utilities	7.0	-	iShares Russell 1000 Value ETF	-1.0%
Cash and Cash Equivalents	20.9	-	Agnico Eagle Mines Ltd.	1.0%
Other Net Assets	9.3	-	Ultra S&P 500 ProShares ETF	-0.9%
<b>Totals</b>	<b>107.4</b>	<b>(7.4)</b>	Enbridge Inc.	0.9%
			AbbVie Inc.	0.9%
			NextEra Energy Inc.	0.9%
			Barrick Gold Corp.	0.9%
			Centene Corp.	0.8%
			iShares Silver Trust ETF	0.8%
			Telefonaktiebolaget LM Ericsson, ADR	0.8%
			<b>Total (%)</b>	<b>61.3%</b>
			<b>Total Net Asset Value (in \$ millions)</b>	<b>297.7</b>

Credit Rating (*)	% of Total Debt Securities
AAA	97.6
AA	-
A	-
BBB	2.4
Below BBB	-
Not Rated	-
<b>Total</b>	<b>100.0</b>

\*Credit ratings are obtained from Standard & Poor's, Moody's and/or Dominion Bond Rating Service.