

This document contains key information you should know about Exemplar Investment Grade Fund, Series FN units. You can find more detailed information in the fund's simplified prospectus. Ask your representative for a copy, contact Arrow Capital Management Inc. ("Arrow") at 1-877-327-6048 or visit [www.arrow-capital.com](http://www.arrow-capital.com).

**Before you invest in any fund, consider how the fund would work with your other investments and your tolerance for risk.**

Quick Facts			
<b>Fund code:</b>	AHP 1435	<b>Fund manager:</b>	Arrow Capital Management Inc.
<b>Date series started:</b>	November 12, 2014	<b>Portfolio manager:</b>	East Coast Fund Management Inc.
<b>Total value of fund on May 15, 2018:</b>	\$ 163.5 million	<b>Distributions:</b>	Annually on December 15 (if applicable); capital gains, income and/or return of capital. Automatically reinvested in additional units, unless cash distributions elected for non-registered accounts.
<b>Management expense ratio (MER):</b>	1.08%	<b>Minimum investment:</b>	\$1,000 initial \$100 additional

### What does the fund invest in?

The fund will invest primarily in investment grade debt securities of Canadian corporate and government issuers that are rated BBB- or higher by a recognized rating agency. The fund may also include non-investment grade debt securities and may invest in other asset classes if warranted by financial conditions.

The charts below give a snapshot of the fund's investments on May 15, 2018. The fund's investments will change.

### Top 10 investments (May 15, 2018)

1. Cash and Cash Equivalents	16.2%	6. Royal Bank of Canada Variable Rate 20-Jan-2026 Series 19	3.7%
2. Merrill Lynch & Company Inc. Variable Rate 30-May-2022	8.9%	7. Canadian Imperial Bank of Commerce Variable Rate 04-Apr-2028	3.7%
3. Morgan Stanley Variable Rate 15-Oct-2021 Restricted	7.1%	8. Goldman Sachs Group Inc. 3.550% 12-Feb-2021 Restricted	3.3%
4. Bell Canada 3.350% 22-Mar-2023 Medium Term Note	5.4%	9. Goldman Sachs Group Inc. 2.433% 26-Apr-2023 Restricted	3.3%
5. Inter Pipeline 2.608% 13-Sep-2023 Medium Term Note	3.8%	10. Government of Canada 0.750% 01-Mar-2021 Series F254	-3.5%
<b>Total percentage of top 10 investments</b>	<b>51.9%</b>	<b>Total number of investments</b>	<b>56</b>

### Investment mix (May 15, 2018)



### How risky is it?

The value of your investment can go down as well as up. You could lose money.

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

In general, funds 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. Funds 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 fund as **low**.

This rating is based on how much the fund's returns have changed from year to year. It doesn't tell you how volatile the fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.



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

### No guarantees

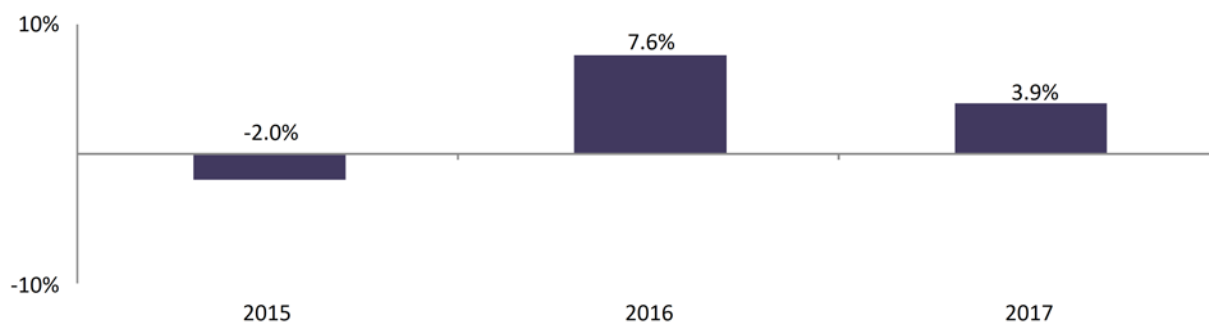
Like most mutual funds, this fund doesn't have any guarantees. You may not get back the money you invest.

## How has the fund performed?

This section tells you how Series FN units of the fund have performed over the past 3 years. Returns are after expenses have been deducted. These expenses reduce the fund's returns.

### Year-by-year returns

This chart shows how the fund has performed in the past 3 years. The fund dropped in value in one of the 3 years. The range of returns and change from year to year can help you assess how risky the fund has been in the past. It does not tell you how the fund will perform in the future.



### Best and worst 3-month returns

This table shows the best and worst returns for Series FN units of the fund in a 3-month period over the past 3 years. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invest \$1,000 at the beginning of the period
Best Return	5.1%	May 31, 2016	Your investment would rise to \$1,051
Worst Return	-2.7%	January 31, 2016	Your investment would fall to \$973

### Average return

A person who invested \$1,000 in the fund on November 12, 2014 would have \$1,099 on April 30, 2018. This works out to an annual compound return of 2.8%.

## Who is this fund for?

Investors who:

- Are looking for exposure to North American investment grade corporate bonds,
- Are prepared to invest for medium periods of time, and
- Are comfortable with a low risk level.

! This series is not appropriate if you require monthly income from your investment.

## A word about tax

In general, you'll have to pay income tax on any money you make on a fund. How much you pay depends on the tax laws where you live and whether or not you hold the fund 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 fund outside a registered plan, fund distributions are included in your income for tax purposes, whether you get them in cash or have them reinvested. If you hold your fund inside a registered plan, you will include fund distributions and other amounts you withdraw from your registered plan in your income for tax purposes. Different rules apply for Tax-Free Savings Accounts.

## How much does this cost?

The following tables show the fees and expenses you could pay to buy, own and sell Series FN units of the fund.

The fees and expenses – including any commissions – can vary among series of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

### Sales charges

No sales charges apply when you purchase Series FN units of the fund.

### Fund expenses

You don't pay these expenses directly. They affect you because they reduce the fund's returns.

As of December 31, 2017, the fund's expenses were 1.15% of its value. This equals \$11.50 for every \$1,000 invested.

	Annual Rate (as a %)
<b>Management expense ratio (MER)</b> This is the total of the fund's management fee and operating expenses. Arrow waived some of the fund's expenses. If it had not done so, the MER would have been higher.	1.08%
<b>Trading expense ratio (TER)</b> These are the fund's trading costs.	0.07%
<b>Fund expenses</b>	1.15%

### More about the trailing commission

There is no trailing commission payable by Arrow in respect of Series FN units of the fund.

### Other fees

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

Fee	What you pay
Investment advisory fee	Series FN units of the fund are only available to investors who have a fee-based account with their representative's firm and whose representative's firm has signed an agreement with Arrow. You pay a fee to your representative's firm for investment advice and other services.
Short-term trading fee	Up to 2% of the value of units you sell or switch within 90 days of buying them. This fee goes to the fund.

## What if I change my mind?

Under securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual funds within two business days after you receive a simplified prospectus or Fund Facts document, or
- 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 simplified prospectus, annual information form, Fund 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 fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the fund's legal documents.

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To learn more about investing in mutual funds, see the brochure **Understanding mutual funds**, which is available on the website of the Canadian Securities Administrators at [www.securities-administrators.ca](http://www.securities-administrators.ca).