

PICTON MAHONEY FORTIFIED SPECIAL SITUATIONS ALTERNATIVE FUND — A

April 30, 2024

## Fund Details

### Inception Date :

July 13, 2021

**Fund Size :** \$195.35MM

### Management Fee :

1.95%

### Performance Fee :

20.00%^

**Hurdle Rate :** 2.00%

**High Water Mark :** Yes

**Distributions :** Monthly

### Fund Strategy :

Long Short Event  
Driven Credit

### Fund Framework :

Alternative Mutual Fund  
(Simplified Prospectus)

^ of performance above a  
2% hurdle rate with a  
perpetual high water  
mark

## Portfolio

### Management



**Phil Mesman**  
Portfolio Manager, Co-  
Head Fixed Income



**Sam Acton**  
Portfolio Manager, Co-  
Head Fixed Income

## Investment Objective

The investment objective of the Picton Mahoney Fortified Special Situations Alternative Fund is to maximize total return to unitholders through income and capital appreciation by investing primarily in event-driven situations in global fixed income while mitigating capital loss through shorting and other hedging strategies.

## Why Invest

### Unique Source of Return

Through long short event-driven investing that aims to have low correlation to major markets.

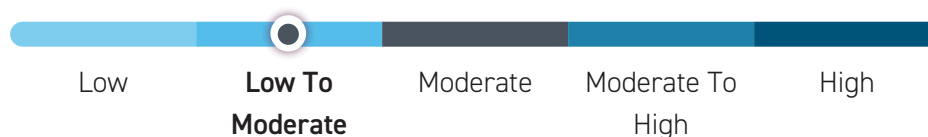
### Benefit From Proven Managers

With experience running Authentic Hedge® strategies for over a decade.

### Add Hedging Tools

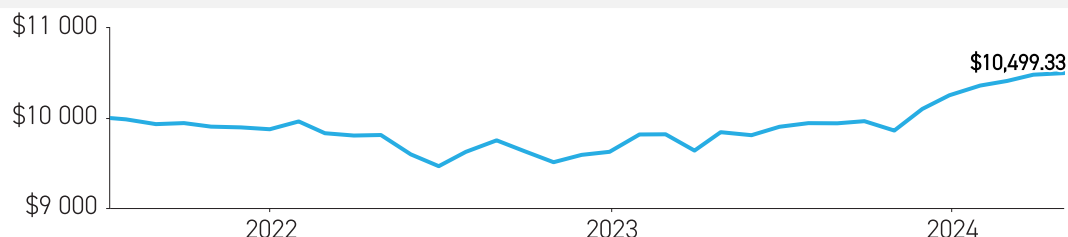
Designed to hedge the risks associated with income investing such as capital loss.

## Risk: Low to Medium



## Growth of \$10,000 As at April 30, 2024

Investment value: **\$10,499.33 at April 30, 2024**



## Compound Returns † As at April 30, 2024

	1 mth	3 mths	6 mths	YTD	1 yr	3 yrs*	5 yrs*	10 yrs*	Since Inception*
Picton Mahoney Fortified Special Situations Alternative Fund A	0.17%	1.34%	6.47%	2.40%	6.67%	—	—	—	1.76%
Benchmark <sup>1</sup>	0.66%	3.21%	4.53%	4.37%	6.18%	—	—	—	1.24%

<sup>1</sup> HFRX FIXED INCOME-CREDIT INDEX (in CAD)

† The rate of return shown above is used only to illustrate the effects of the compound growth rate and is not intended to reflect future values of the investment fund, or returns on investment in the investment fund.

\* refers to average annualized performance.

### Calendar Returns As at April 30, 2024

	Picton Mahoney Fortified Special Situations Alternative Fund A	Benchmark <sup>1</sup>
<b>2022</b>	-2.54%	-5.44%
<b>2023</b>	6.53%	3.97%

<sup>1</sup> HFRX FIXED INCOME-CREDIT INDEX (in CAD)

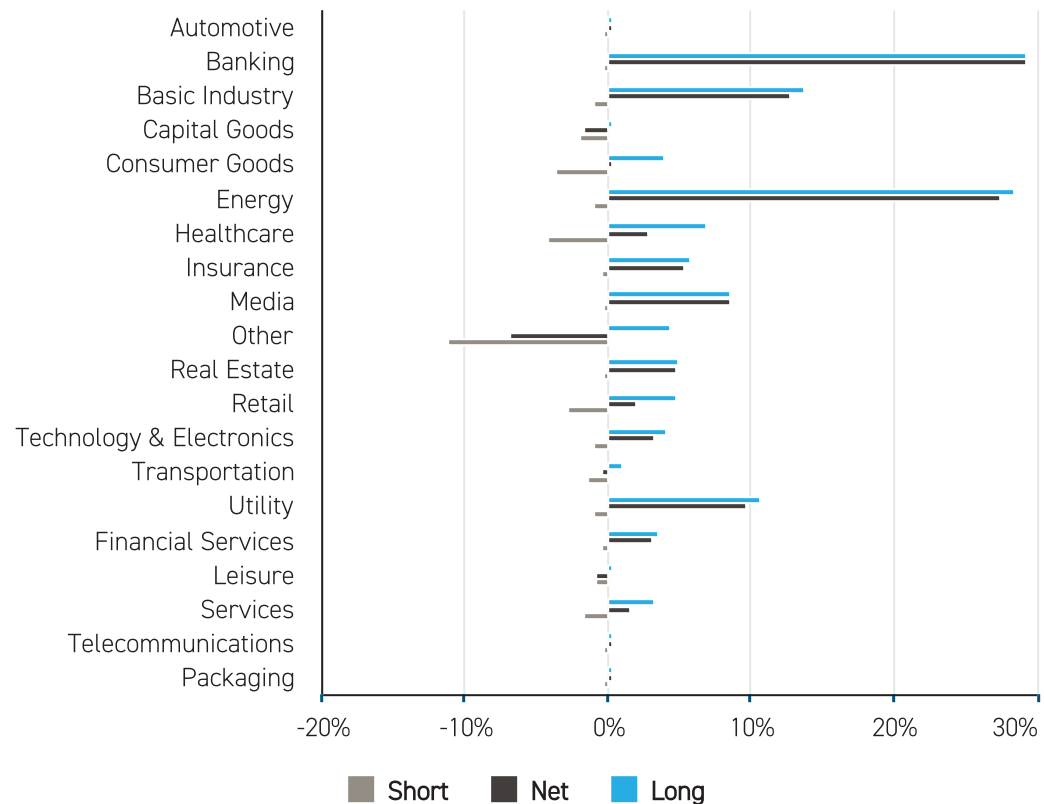
## Risk Measures

Risk And Return Statistics	Fund	Benchmark **
Annualized Return	1.76%	1.24%
Annualized Standard Deviation	3.96%	5.34%
Sharpe Ratio	-0.26	-0.27
Beta	0.30	—
Upside Capture Ratio	51.07%	—
Downside Capture Ratio	34.18%	—
Maximum Drawdown	-5.54%	-12.93%
Peak Value Date of Maximum Drawdown	2021-08-10	2021-09-20
Trough Value Date of Maximum Drawdown	2022-07-14	2022-07-04

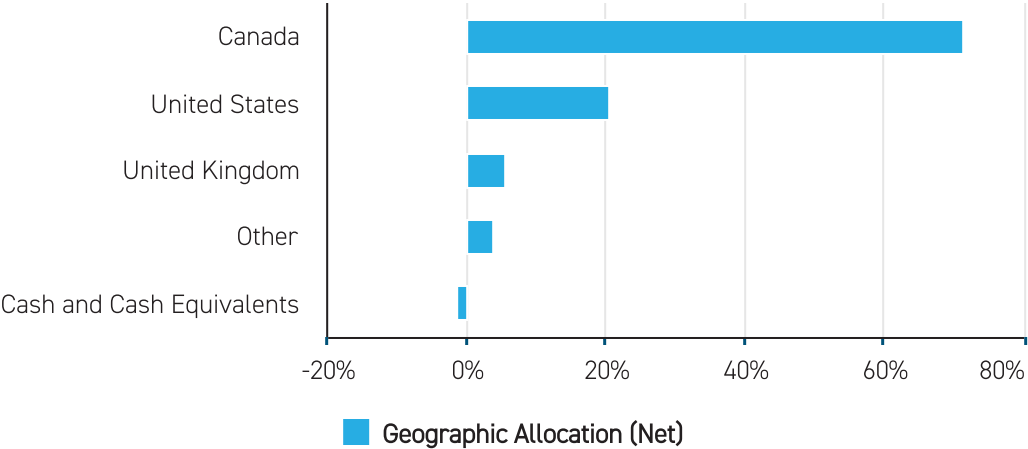
\*\*HFRX FIXED INCOME-CREDIT INDEX (in CAD)

## Portfolio Allocations As at March 31, 2024

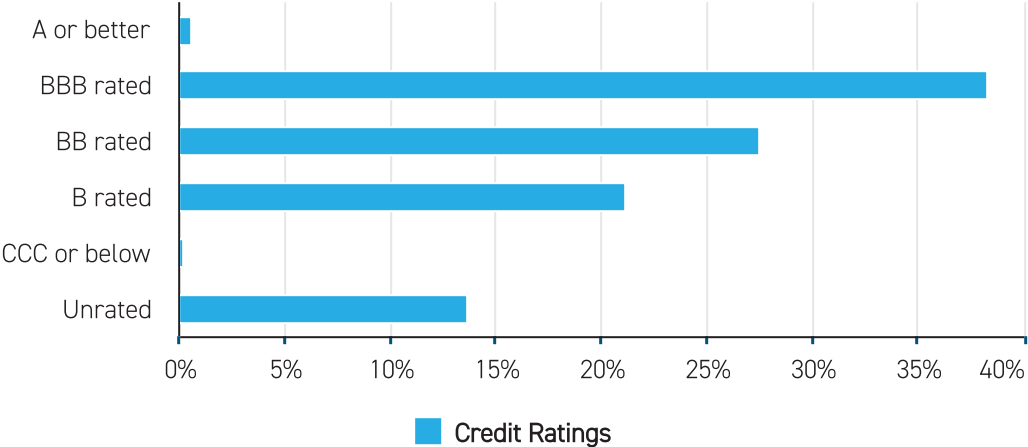
### Sector Allocation



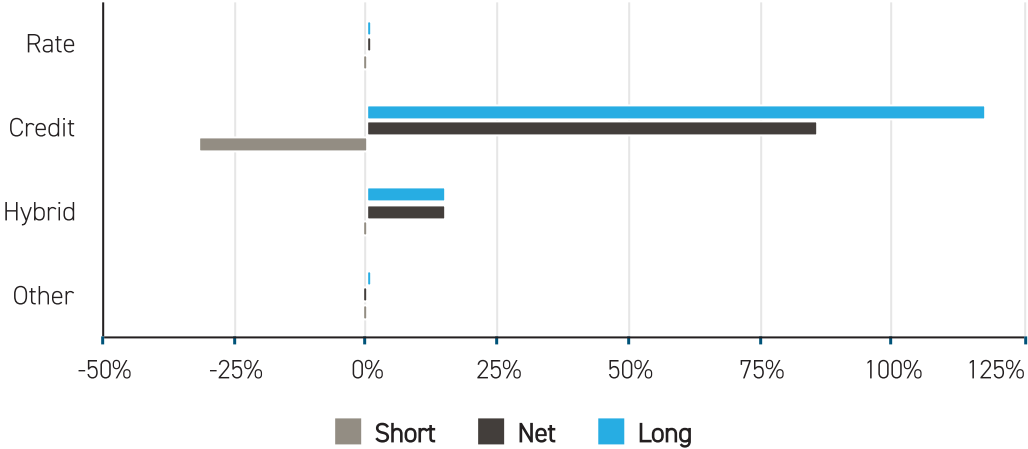
Geographic Allocation (Net)



Credit Ratings



Security Type Allocation



### Top 10 Long Positions

Name	Weight
Royal Bank of Canada Frn 24Nov80	3.56%
Prime Healthcare Services Inc 7.25% 01Nov25	3.24%
Toronto-Dominion Bank Frn 31Dec49	3.14%
Royal Bank of Canada Frn 31Dec49	2.88%
Vista Outdoor Inc 4.50% 15Mar29	2.71%
National Bank of Canada 7.50% 16Nov82	2.53%
Doman Building Material 5.25% 15May26	2.49%
APX Group Inc 5.75% 15Jul29	2.48%
First Quantum Minerals L 9.375% 01Mar29	2.37%
Vistra Corp Frn 31Dec49	2.36%

### Exposure Breakout <sup>\*\*</sup>

Name	Weight
Long	133.36%
Short	-32.10%
Gross	165.46%
Net	101.27%

<sup>\*\*</sup> Exposure Breakout categories are shown as market values, except where indicated. Notional represents the total underlying notional exposure of the derivatives positions.

### Fundamental Metrics

	Fund	Benchmark
Weighted Average Modified Duration	2.59	–
Credit Rating	BB+	–
Issuers	116	–
Yield To Maturity	7.65%	–

### Fees

Series	Management Fee	Fund codes
Class A	1.95%	PIC 3550
Class F	0.95%	PIC 3551
ETF	0.95%	PFSS

This material is intended for use by Investment Advisors.

There is no guarantee that a hedging strategy will be effective or achieve its intended effect. The use of derivatives or short selling carries several risks which may restrict a strategy in realizing its profits, limiting its losses, or, which cause a strategy to realize a loss. There may be additional costs and expenses associated with the use of derivatives and short selling in a hedging strategy.

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Commissions, trailing commissions, management fees, performance fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Alternative funds can only be purchased through a registered dealer and are available only in those jurisdictions where they may be lawfully offered for sale.

Investment Risk Rating is the historical volatility risk as measured by the standard deviation of fund performance, which is the standard methodology outlined in Appendix F Investment Risk Classification Methodology to NI 81-102 Investment Funds.