

PICTON MAHONEY ABSOLUTE ALPHA FUND — F

June 30, 2024

Fund Details

Inception Date :

January 29, 2021

Fund Size : \$69.91MM

Management Fee :

1.00%

Performance Fee :

17.50%^

Hurdle Rate : 2.00%

High Water Mark : Yes

Fund Strategy :

Multi-Asset Strategy

Fund Framework :

Hedge Fund (Offering Memorandum)

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

Portfolio

Management



Neil Simons

Portfolio Manager, Multi-Asset Strategies



David Picton

President, CEO and Portfolio Manager, Canadian Equities



Phil Mesman

Portfolio Manager, Co-Head Fixed Income



Jeffrey Bradacs

Portfolio Manager, Canadian Equities



Craig Chilton

Portfolio Manager, Merger Arbitrage



Tom Savage

Portfolio Manager, Merger Arbitrage

Investment Objective

The Fund's objective is to provide consistent long-term capital appreciation and an attractive risk-adjusted rate of return. The strategy is expected to combine the firm's best ideas by deploying the investment expertise of the equity, fixed income, arbitrage and quantitative teams. The low correlation among these components to equity markets will aim to enhance risk-adjusted returns.

Why Invest

Access Diverse Alternative Investment Strategies in One Fund

Investor returns will likely be harder to meet moving forward using only traditional asset classes. The Fund will seek to deliver exposure to a variety of Authentic Hedge® fund strategies that have historically been uncorrelated to traditional equity and fixed-income investments.

Risk-Controlled and Liquid

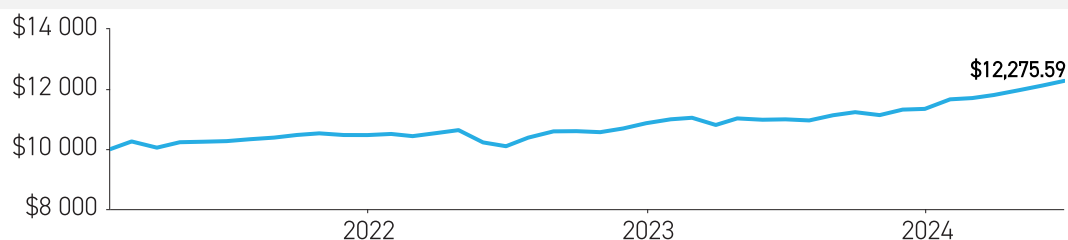
The strategy will aim to source its alpha from factors that do not compound portfolio risks (such as equity and interest rate risks). The Fund will also allow for ample liquidity.

Risk: Medium



Growth of \$10,000 As at June 30, 2024

Investment value: **\$12,275.59 at June 28, 2024**



Compound Returns † As at June 30, 2024

| | 1 mth | 3 mths | 6 mths | YTD | 1 yr | 3 yrs* | 5 yrs* | 10 yrs* | Since Inception * |
|--|----------|-----------|-----------|-------|---------|-----------|-----------|------------|-------------------------|
| Picton Mahoney Absolute Alpha Fund F | 1.26% | 3.99% | 8.22% | 8.22% | 11.65% | 6.13% | — | — | 6.19% |
| Benchmark ¹ | -1.42% | -0.53% | 6.05% | 6.05% | 12.13% | 5.98% | — | — | 10.38% |

¹ S&P/TSX Composite TR Index

† 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 June 30, 2024

| | Picton Mahoney Absolute Alpha Fund F | Benchmark ¹ |
|-------------|--------------------------------------|------------------------|
| 2022 | 3.78% | -5.84% |
| 2023 | 4.40% | 11.75% |

¹ S&P/TSX Composite TR Index

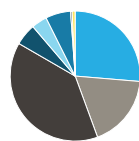
Risk Measures

| Risk And Return Statistics | Fund | Benchmark ** |
|---------------------------------------|------------|--------------|
| Annualized Return | 6.19% | 10.38% |
| Annualized Standard Deviation | 4.64% | 12.90% |
| Sharpe Ratio | 0.73 | 0.62 |
| Beta | 0.07 | — |
| Upside Capture Ratio | 17.48% | — |
| Downside Capture Ratio | -13.11% | — |
| Maximum Drawdown | -5.05% | -15.62% |
| Peak Value Date of Maximum Drawdown | 2022-04-29 | 2022-03-25 |
| Trough Value Date of Maximum Drawdown | 2022-06-30 | 2022-07-15 |

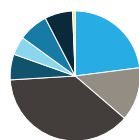
**S&P/TSX Composite TR Index

Portfolio Allocations As at June 30, 2024

Dollar Allocation



- Market Neutral Strategy
- Arbitrage Strategy
- Special Situation Strategy
- Momentum
- Value
- Quality
- Discretionary Market Hedges
- Tail Risk Hedge

Risk Allocation

- Market Neutral Strategy
- Arbitrage Strategy
- Special Situation Strategy
- Momentum
- Value
- Quality
- Discretionary Market Hedges
- Tail Risk Hedge

Fees

| Series | Management Fee | Fund codes |
|---------|----------------|------------|
| Class A | 2.00% | PIC 1350 |
| Class F | 1.00% | PIC 1351 |

This material is intended for use by Investment Advisors.

Maximum Drawdown and Period of Maximum Drawdown are calculated using monthly data. Beta, standard deviation and Sharpe Ratio are calculated using data from each weekly valuation date. Due to the fund's limited history, all risk/reward analysis results may not be statistically relevant. Beta measures the fund's volatility relative to its benchmark: a rating of "1" implies the fund's movements are identical to the index (typically you pay a manager to achieve beta of less than 1). Up/Downside Capture is a measure of an investment manager's performance during only the up or down movements of an index (ideally you want low downside and a fairly high level of upside): the numbers shown here are the fund's up/down capture relative to the benchmark(s). Maximum drawdown measures the largest single drop in a class's Net Asset Value Per Unit from peak to trough before establishing a higher peak (the smaller, the better).

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.

The rate of return shown in the "Growth of \$10,000 investment" graph 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.

This is provided as a general source of information, is subject to change without notification and should not be construed as investment advice. This material should not be relied upon for any investment decision and is not a recommendation, solicitation or offering of any security in any jurisdiction.

The offering of units of the Picton Mahoney Authentic Hedge® funds are made pursuant to an Offering Memorandum only to those investors in jurisdictions of Canada who meet certain eligibility or minimum purchase requirements. Prospective investors should consult with their investment advisor to determine suitability of investment. Please see the fund's Confidential Offering Memorandum for more information, including investment objectives and strategies, risk factors and investor eligibility. Past performance is no guarantee of future performance. Performance for the fund shown is net of management fees, performance fees, transaction costs and expenses.

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.