

PIC 3100

PICTON MAHONEY FORTIFIED MARKET NEUTRAL ALTERNATIVE FUND – CLASS A AT A GLANCE

PICTON MAHONEY

OCTOBER 2020

FUND OVERVIEW

The investment objective of the Fund is to provide consistent long-term capital appreciation with an attractive risk-adjusted rate of return in any market condition. The investment strategy of the Fund is to employ a true market neutral equity strategy by investing in long and short positions (typically 100% long equity exposure and 100% short equity and derivatives exposure), aiming for an average equity market beta of 0, while offering diversification and serving as a complement to typical long-biased portfolios heavily exposed to the equity market.

FUND DETAILS

Inception/listing date	September 27, 2018 (Classes A and F), July 12, 2019 (ETF Class)
Min investment	C\$2000 initial (\$500 additional), no minimum for the ETF Class
Valuation	Daily (Class A and F), Intraday (ETF Class)
Management fee	1.95% (Class A), 0.95% (Class F), 0.95% (ETF Class)
Performance fee	20% (of performance above a 2% hurdle rate with a perpetual high watermark)
Portfolio Management Team	David Picton, Jeffrey Bradacs, Michael Kimmel, Michael Kuan

FUND CODES & ETF TICKER

Class A	Class F	ETF CLASS
PIC 3100	PIC 3101	PFMN

RISK CLASSIFICATION

Low	Low to Medium	Medium	Medium to High	High
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WHY INVEST

MANAGE RISK	By investing in a Fund designed to mitigate equity market volatility and, most importantly, reduce the severe impacts of deep drawdowns.
BENEFIT FROM PROVEN MANAGERS	With experience running Authentic Hedge® strategies for over a decade.
LOWER CORRELATION	To the overall equity market with a Fund that seeks a low correlation target.

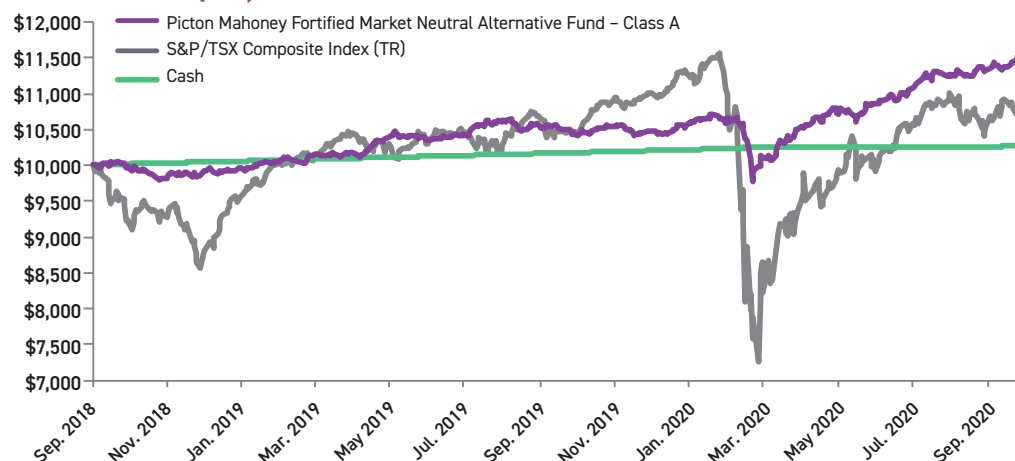
COMPOUND RETURNS % - CLASS A

	1M	3M	6M	YTD	1Y	Inception*
Picton Mahoney Fortified Market Neutral Alternative Fund - Class A	1.21%	3.20%	9.31%	10.37%	9.86%	7.01%
S&P/ TSX Composite Index (TR)	-3.11%	-2.88%	7.13%	-6.11%	-2.30%	1.36%
Cash ¹	0.01%	0.05%	0.11%	0.59%	0.88%	1.28%

¹Cash Benchmark: FTSE Canada 30 Day T-Bill Index.

* Refers to average annualized performance.

GROWTH OF \$10,000 INVESTMENT – CLASS A



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WHAT WE'RE HOLDING RIGHT NOW

EXPOSURE BREAKOUT

Exposure	%
Long Equity	86.31
Short Equity	-37.89
Derivatives (notional)	-35.59
Other	-3.47
Gross	163.25
Net	9.37

Exposure Breakout categories are shown as market values, except where indicated. Notional represents the total underlying notional exposure of the derivatives positions.

GEOGRAPHIC BREAKOUT

Net exposure	%
Canada	19.13
United States	-14.41
Rest of Americas	4.78
Emerging Market	0.00
Europe	-0.92
Pacific Rim	0.79

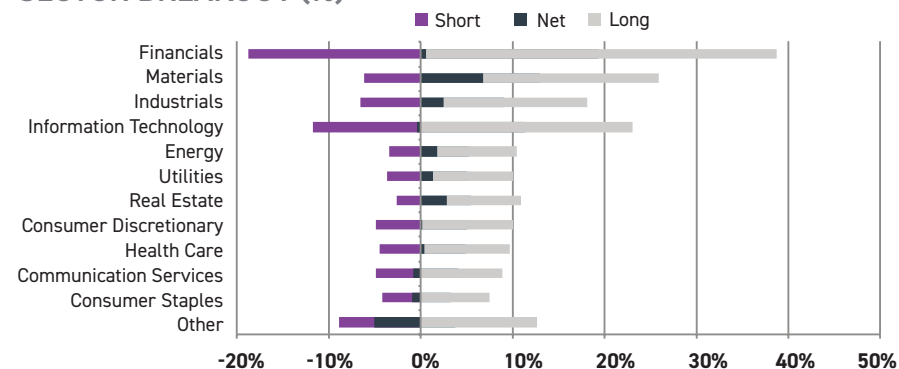
RISK/REWARD ANALYSIS – CLASS A

	Fund	S&P/TSX Composite Index (TR)
Annualized Compound Return	7.01%	1.36%
Annualized Standard Deviation	5.26%	23.77%
Upside Capture	0.11	1.00
Downside Capture	0.04	1.00
Maximum Drawdown	-8.79%	-37.20%
Beta	0.10	1.00
Sharpe Ratio	1.08	0.12

TOP 10 BY ACTIVE WEIGHT

Name	Portfolio Weight	S&P/TSX Composite Index (TR) Weight	Active Weight
1. Element Fleet Management Corporation	3.38%	0.25%	3.13%
2. Trisura Group Ltd.	2.23%	0.00%	2.23%
3. First Quantum Minerals Ltd.	1.94%	0.38%	1.56%
4. Northern Genesis Acquisition Corp	1.28%	0.00%	1.28%
5. Parkland Corporation	1.43%	0.22%	1.21%
6. iA Financial Corporation Inc.	1.40%	0.23%	1.18%
7. Endeavour Mining Corporation	1.11%	0.18%	0.93%
8. Innergex Renewable Energy Inc.	1.05%	0.13%	0.92%
9. Pinterest, Inc. Class A	0.81%	0.00%	0.81%
10. Boyd Group Services Inc	0.99%	0.19%	0.80%

SECTOR BREAKOUT (%)



Top 10 by Active Weight a measure of a stock's contribution to the fund's active performance. A stock's active weight is determined by calculating the difference between the stock's % weighting in the fund as compared to stock's % weighting in the benchmark, and, ranking the difference for all stocks in the fund to generate the top 10 holdings.

Active weight differs from the fund's absolute % holding of the stock and, as a result, a stock that is a top 10 holding by portfolio weight may not necessarily be a top 10 holding by active weight.

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 additional costs and expenses associated with the use of derivatives and short selling in a hedging strategy. Commissions, trailing commissions, management fees, performance fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Alternative funds can only be purchased through an IIROC registered dealer and are available only in those jurisdictions where they may be lawfully offered for sale. 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 document is not intended to provide legal, accounting, tax or investment advice.