

PIC 8503

# PICTON MAHONEY FORTIFIED INCOME FUND – CLASS FT AT A GLANCE

PICTON  
MAHONEY

OCTOBER 2020

## FUND OVERVIEW

The investment objective of the Fund is to maximize total return to unitholders through income and capital appreciation by investing primarily in global income securities while mitigating capital loss by engaging in hedging strategies for downside risk protection.

## FUND DETAILS

Inception	Oct 29, 2015
Min investment	C\$2000 initial (\$500 additional)
Distribution (Class A and F)	Quarterly (reinvested)
Distribution (Class T and FT)	Monthly; targeting a rate of 5% per annum
Valuation	Daily
Management fee	1.90% (Class A, T), 0.90% (Class F, FT)
Performance fee	20% (of performance above the benchmark)
Portfolio Management Team	Phil Mesman, Sam Acton
Benchmark	75% ICE BofAML Global High Yield Index / 25% ICE BofAML Global Corporate Index (TR) (Hedged to CAD)




## FUND CODES

Class A	Class F	Class T	Class FT
PIC 8500	PIC 8501	PIC 8502	PIC 8503

## RISK CLASSIFICATION

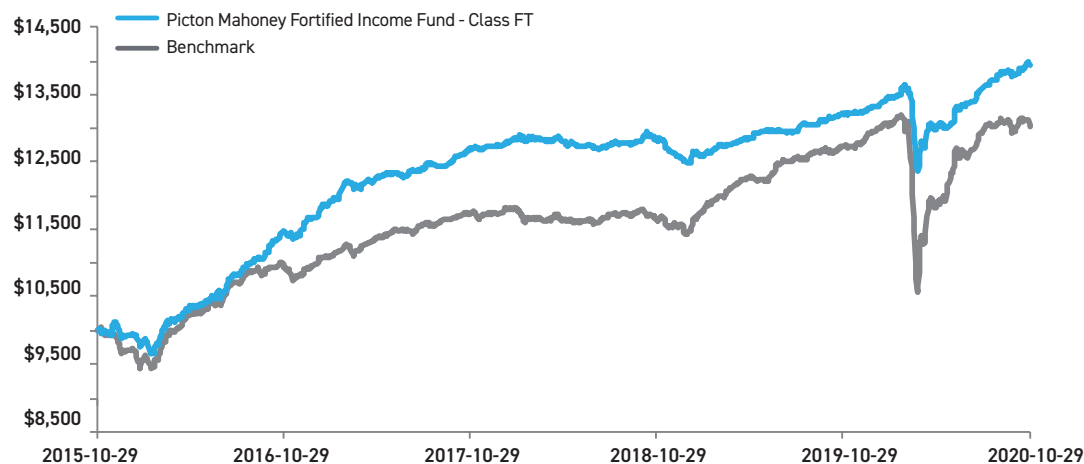
Low	Low to Medium	Medium	Medium to High	High
-----	---------------	--------	----------------	------

## WHY INVEST

 <b>GENERATE SUSTAINABLE INCOME</b>	Through a portfolio that invests primarily in medium-grade fixed income securities (rated B-BBB) issued in developed markets.
 <b>BENEFIT FROM PROVEN MANAGERS</b>	With experience running Authentic Hedge® income strategies for almost a decade.
 <b>DIVERSIFY YOUR PORTFOLIO</b>	With a high yield income portfolio designed to complement long-only income and equity investments while reducing downside risk.

Fund/Index	1M	3M	6M	YTD	1Y	3Y*	5Y*	Inception*
Picton Mahoney Fortified Income Fund	1.03%	2.36%	6.87%	4.68%	5.51%	3.16%	6.84%	6.84%
Benchmark	0.32%	0.30%	9.38%	0.60%	2.39%	3.51%	5.41%	5.42%

## GROWTH OF \$10,000 INVESTMENT – CLASS FT



PIC 8503

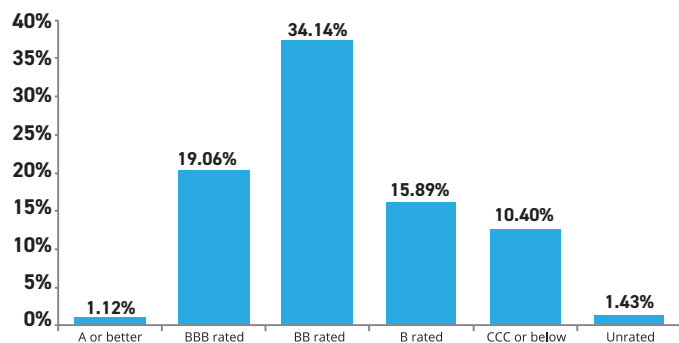
# PICTON MAHONEY FORTIFIED INCOME FUND – CLASS FT AT A GLANCE

PICTON  
MAHONEY

OCTOBER 2020

## WHAT WE'RE HOLDING RIGHT NOW

### RATING DISTRIBUTION



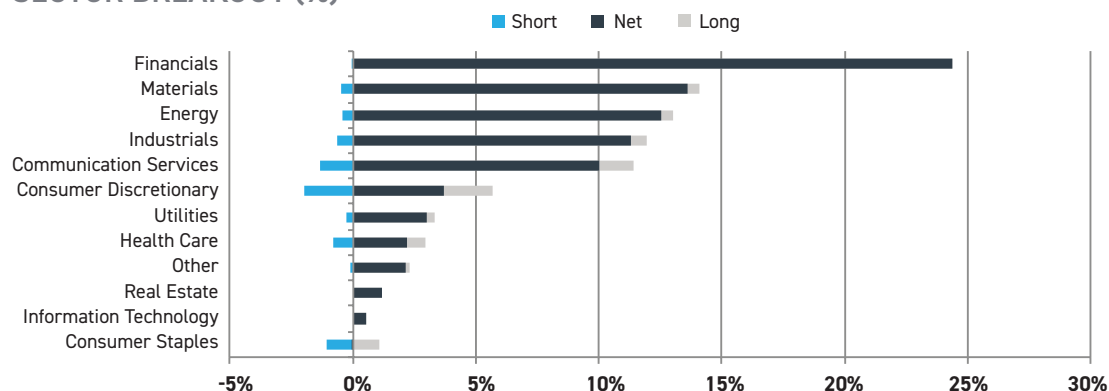
### PORTFOLIO CHARACTERISTICS

	Fund	Benchmark*
Weighted Average Yield (NET)	5.6	4.68
Weighted Average Modified Duration	1.9	4.6
Credit Rating	BB	BB-

### RISK/REWARD ANALYSIS – CLASS FT

	Fund	Benchmark*
Annualized Compound Return	6.84%	5.42%
Annualized Standard Deviation	3.06%	4.77%
Upside Capture	0.53	1.00
Downside Capture	0.28	1.00
Maximum Drawdown	-9.34%	-19.88%
Beta	0.42	1.00

### SECTOR BREAKOUT (%)



\* 75% ICE BofAML Global High Yield Index/  
25% ICE BofAML Global Corporate Index (TR) (Hedged to CAD)

PIC 8503

PICTON MAHONEY  
**FORTIFIED INCOME FUND — CLASS FT**  
**AT A GLANCE**

PICTON  
 MAHONEY

OCTOBER 2020

**WHAT WE'RE HOLDING RIGHT NOW**

**TOP 10 HOLDINGS BY ACTIVE LONG WEIGHT**

Name	Portfolio Weight	Benchmark Weight	Active Long Weight
1. Builders Firstsource Inc 6.75 6/1/2027	2.51%	0.03%	2.49%
2. Barclays Bank PLC 1.125% Perpetual	2.41%	0.00%	2.41%
3. Standard Chartered PLC 1.650% Perpetual	2.34%	0.00%	2.34%
4. CSC Holdings LLC 7.5 4/1/2028	2.11%	0.03%	2.07%
5. First Quantum Minerals L 6.875 10/15/2027	2.05%	0.00%	2.05%
6. Navistar International Corp 9.5 5/1/2025	2.06%	0.02%	2.04%
7. Parkland Corp 6 6/23/2028	1.97%	0.01%	1.96%
8. MDC Partners Inc 6.5 5/1/2024	1.97%	0.03%	1.94%
9. Standard Chartered PLC 1.562% Perpetual	1.91%	0.00%	1.91%
10. Royal Bank of Scotland Group 1.125% Perpetual	1.87%	0.00%	1.87%

**BOTTOM 10 HOLDINGS BY ACTIVE LONG WEIGHT**

Name	Portfolio Weight	Benchmark Weight	Active Long Weight
1. Petroleos Mexicanos 7.69 1/23/2050	0.00%	0.21%	-0.21%
2. Petroleos Mexicanos 6.5 3/13/2027	0.00%	0.15%	-0.15%
3. Sprint Corp 7.875 9/15/2023	0.00%	0.15%	-0.15%
4. Petroleos Mexicanos 6.75 9/21/2047	0.00%	0.14%	-0.14%
5. TransDigm Inc 6.25 3/15/2026	0.00%	0.14%	-0.14%
6. Carnival Corp 11.5 4/1/2023	0.00%	0.13%	-0.13%
7. Petrobras Global Finance 5.093 1/15/2030	0.00%	0.13%	-0.13%
8. Ford Motor Company 9 4/22/2025	0.00%	0.12%	-0.12%
9. Petroleos Mexicanos 6.84 1/23/2030	0.00%	0.12%	-0.12%
10. Ford Motor Company 8.5 4/21/2023	0.00%	0.12%	-0.12%

This material is intended for use by Investment Advisors, including with their clients.

Risk/Reward Analysis results are calculated based on Class FT fund unit's daily data since inception. 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). **Holdings by Active Long Weight** is a measure of a stock's contribution to the Fund's active long performance. **Duration To Worst** is the weighted average modified duration of bonds in portfolio.

The compounded rate of return in "Growth of \$10,000 Investment" chart 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. 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.