

# FORTIFIED LONG SHORT ALTERNATIVE FUND



**THINK AHEAD.  
STAY AHEAD.**



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## MANAGEMENT'S RESPONSIBILITY STATEMENT

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The accompanying financial statements have been prepared by Picton Mahoney Asset Management, the Manager of the Picton Mahoney Fortified Long Short Alternative Fund (the "Fund"). The Manager is responsible for all of the information and representations contained in these financial statements.

The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgements. Management maintains appropriate processes to ensure that relevant and reliable financial information is produced.

### **Picton Mahoney Asset Management**

Toronto, Ontario

August 29, 2023

## NOTICE TO UNITHOLDERS

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The auditor of the Fund has not reviewed these financial statements.

Picton Mahoney Asset Management, the Manager of the Fund, appoints an independent auditor to audit the Fund's annual financial statements.

Applicable securities laws require that if an auditor has not reviewed the Fund's interim financial statements, this must be disclosed in an accompanying notice.

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## STATEMENTS OF FINANCIAL POSITION

As at June 30, 2023 (unaudited) and December 31, 2022

	June 30, 2023 \$	December 31, 2022 \$
<b>Assets</b>		
<b>Current assets</b>		
Long positions at fair value*	541,117,368	407,538,602
Cash	62,977,819	98,316,143
Options purchased*	2,071,799	1,752,617
Deposits with brokers for securities sold short	-	18,907,023
Subscriptions receivable	760,239	63,941
Receivable for investments sold	1,282,397	945,973
Dividends receivable	608,775	462,284
Interest and other receivable	1,962,043	61,863
	<u>610,780,440</u>	<u>528,048,446</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Short positions at fair value**	270,129,138	220,758,723
Options written**	1,302,023	1,167,024
Unrealized loss on futures contracts	71,231	43,800
Management fee payable	872,128	189,090
Performance fee payable	1,033,343	-
Redemptions payable	232,975	581,405
Accrued liabilities	154,614	169,137
Payable for investments purchased	5,692,803	1,528,815
Dividends payable	352,888	320,952
	<u>279,841,143</u>	<u>224,758,946</u>
<b>Net Assets Attributable to Holders of Redeemable Units</b>	<u>330,939,297</u>	<u>303,289,500</u>
<b>Net Assets Attributable to Holders of Redeemable Units per Class</b>		
Class A	21,730,694	19,648,630
Class F	256,770,156	222,234,215
Class I	5,115,892	13,958,561
Class ETF	47,322,555	47,448,094
<b>Number of Redeemable Units Outstanding</b>		
Class A	1,446,638	1,369,170
Class F	16,642,838	15,119,099
Class I	315,301	913,390
Class ETF	3,070,000	3,230,000
<b>Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Class A	15.02	14.35
Class F	15.43	14.70
Class I	16.23	15.28
Class ETF***	15.41	14.69
* Long positions, at cost	497,447,238	387,862,114
** Short positions, at cost	(275,036,025)	(238,237,528)
*** Closing Market Price (TSX)	15.44	14.73

The accompanying notes are an integral part of the financial statements.

Approved on behalf of the Manager

David Picton

Arthur Galloway



President



CFO

## STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

For the six month periods ended June 30 (unaudited)

	2023 \$	2022 \$
<b>Income</b>		
Net gains (losses) on investments and derivatives		
Interest for distribution purposes	4,351,145	103,157
Dividends	4,493,256	2,733,464
Net realized gain (loss) on investments and options	3,950,896	1,439,543
Net realized gain (loss) on futures contracts	(613,275)	105,359
Change in unrealized appreciation (depreciation) on investments, options and futures contracts	11,760,900	(18,167,017)
Interest and borrowing expense	(724,449)	(496,708)
Dividend expense	(3,264,100)	(1,762,752)
Net gains (losses) on investments and derivatives	<u>19,954,373</u>	<u>(16,044,954)</u>
Other income		
Securities lending income	11	-
Foreign currency gain (loss) on cash and other assets and liabilities	360,713	589,928
Total Income	<u>20,315,097</u>	<u>(15,455,026)</u>
<b>Expenses</b>		
Performance fees	1,890,552	96,929
Management fees	1,707,582	1,261,860
Transaction costs	1,363,073	1,246,790
Administrative fees	115,545	101,239
Withholding taxes	77,938	40,219
Securityholder reporting fees	64,071	46,608
Legal fees	30,849	38,621
Audit fees	24,707	20,798
Independent review committee expense	3,398	4,912
Total expense before manager absorption	<u>5,277,715</u>	<u>2,857,976</u>
Less expenses absorbed by manager	-	-
Total expense after manager absorption	<u>5,277,715</u>	<u>2,857,976</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<u>15,037,382</u>	<u>(18,313,002)</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Class</b>		
Class A	929,007	(1,414,723)
Class F	11,451,093	(12,980,258)
Class I	557,331	(499,969)
Class ETF	2,099,951	(3,418,052)
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Class A	0.66	(1.12)
Class F	0.72	(1.15)
Class I	1.04	(0.64)
Class ETF	0.67	(1.10)

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## STATEMENTS OF CHANGES IN NET ASSETS

### ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the six month periods ended June 30 (unaudited)

	2023 \$	2022 \$
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>		
Class A	19,648,630	15,655,930
Class F	222,234,215	119,378,988
Class I	13,958,561	16,089,110
Class ETF	47,448,094	40,848,238
	<u>303,289,500</u>	<u>191,972,266</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>		
Class A	929,007	(1,414,723)
Class F	11,451,093	(12,980,258)
Class I	557,331	(499,969)
Class ETF	2,099,951	(3,418,052)
	<u>15,037,382</u>	<u>(18,313,002)</u>
<b>Redeemable Unit Transactions</b>		
Proceeds from redeemable units issued		
Class A	3,420,781	4,929,053
Class F	47,112,674	89,440,961
Class I	-	-
Class ETF	10,075,828	9,155,518
	<u>60,609,283</u>	<u>103,525,532</u>
Redemption of redeemable units		
Class A	(2,267,724)	(1,124,665)
Class F	(24,027,826)	(16,892,329)
Class I	(9,400,000)	(7,500,000)
Class ETF	(12,301,318)	(569,612)
	<u>(47,996,868)</u>	<u>(26,086,606)</u>
<b>Net Increase (Decrease) from Redeemable Unit Transactions</b>	<u>12,612,415</u>	<u>77,438,926</u>
<b>Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<u>27,649,797</u>	<u>59,125,924</u>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>		
Class A	21,730,694	18,045,595
Class F	256,770,156	178,947,362
Class I	5,115,892	8,089,141
Class ETF	47,322,555	46,016,092
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	<u>330,939,297</u>	<u>251,098,190</u>

The accompanying notes are an integral part of the financial statements.

## STATEMENTS OF CASH FLOWS

For the six month periods ended June 30 (unaudited)

	2023 \$	2022 \$
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	15,037,382	(18,313,002)
Adjustments for:		
Unrealized foreign exchange (gain) loss on cash	(83,047)	(165,810)
Net realized (gain) loss on investments and options	(3,950,896)	(1,439,543)
Change in unrealized (appreciation) depreciation on investments, options and futures contracts	(11,760,900)	18,167,017
(Increase) decrease in due from manager	-	54,440
(Increase) decrease in interest and other receivables	(1,900,180)	(1,099)
(Increase) decrease in dividends receivable	(146,491)	(83,448)
(Increase) decrease in deposits with brokers for securities sold short	18,907,023	(32,348,634)
Increase (decrease) in dividends payable	31,936	66,900
Increase (decrease) in other payable and accrued liabilities	1,701,858	(199,859)
Purchase of long positions and repurchases of investments sold short	(485,012,367)	(408,465,739)
Proceeds from sales of long positions and on investments sold short	420,186,624	355,426,553
<b>Net cash generated (used) by operating activities</b>	<u>(46,989,058)</u>	<u>(87,302,224)</u>
<b>Cash Flows from Financing Activities</b>		
Proceeds from redeemable units issued	59,397,115	102,723,960
Amount paid on redemption of redeemable units	(47,829,428)	(24,738,231)
<b>Net cash generated (used) by financing activities</b>	<u>11,567,687</u>	<u>77,985,729</u>
Unrealized foreign exchange gain (loss) on cash	83,047	165,810
Net increase (decrease) in cash	(35,421,371)	(9,316,495)
Cash, beginning of period	98,316,143	58,327,847
<b>Cash, end of period</b>	<u>62,977,819</u>	<u>49,177,162</u>
Cash	62,977,819	49,177,162
Cash overdraft	-	-
<b>Net Cash (Overdraft)</b>	<u>62,977,819</u>	<u>49,177,162</u>
<b>Items Classified as Operating Activities:</b>		
Interest received, net of withholding tax	2,582,849	102,058
Dividends received, net of withholding tax	4,268,827	2,609,797
Interest and borrowing expense paid	(724,449)	(496,708)
Dividends paid	(3,232,164)	(1,695,852)

Net of non-cash transfers and switches of \$515,870 (2022 - \$1,123,952)

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
<b>LONG POSITIONS (164.1%)</b>									
<b>Canadian Equities (94.3%)</b>									
<b>Energy (13.8%)</b>									
	133,500	Advantage Energy Ltd.	1,142,042	1,154,775		33,400	Nutrien Ltd.	3,238,416	2,612,214
	62,600	Cameco Corp.	1,919,087	2,597,274		694,400	OceanaGold Corp.	1,700,981	1,812,384
	85,200	Canadian Natural Resources Ltd.	6,225,109	6,345,696		21,133	Osisko Development Corp., Warrants, 2027-03-02	-	12,468
	159,600	Enbridge Inc.	7,976,177	7,858,704		77,600	Osisko Gold Royalties Ltd.	1,409,069	1,579,936
	177,200	Encore Energy Corp.	531,600	567,040		30,200	Osisko Mining Inc.	93,620	97,244
	248,200	Encore Energy Corp., Warrants, 2026-02-14	-	-		15,100	Osisko Mining Inc., Warrants, 2024-08-28	-	-
	68,700	Enerplus Corp.	1,424,784	1,319,040		25,100	Pan American Silver Corp.	542,793	484,430
	258,839	Freehold Royalties Ltd.	2,630,439	3,478,796		40,000	Pan American Silver Corp., Rights, 2029-02-22	40,444	26,999
	27,200	Imperial Oil Ltd.	1,909,942	1,843,616		93,500	Prime Mining Corp.	351,080	167,365
	235,800	MEG Energy Corp.	2,988,814	4,951,800		20,450	Prime Mining Corp., Warrants, 2024-04-27	-	-
	85,700	NexGen Energy Ltd.	519,453	535,625		106,100	Solaris Resources Inc.	826,382	628,112
	51,536	North American Construction Group Ltd.	832,532	1,306,438		52,400	Teck Resources Ltd.	2,966,951	2,920,776
	55,914	Parkland Corp.	1,839,490	1,845,162		14,700	West Fraser Timber Co., Ltd.	1,603,467	1,673,007
	17,200	Pembina Pipeline Corp.	741,628	716,380		7,000	Wheaton Precious Metals Corp.	377,475	401,030
	43,800	Shawcor Ltd.	610,688	839,208				40,133,558	40,374,865
	136,300	Suncor Energy Inc.	5,875,090	5,296,618	<b>Industrial (15.4%)</b>				
	36,200	Tidewater Midstream and Infrastructure Ltd., Warrants, 2024-08-16	3,623	1,448		18,900	Ag Growth International Inc.	1,010,918	957,663
	80,569	Tourmaline Oil Corp.	4,331,293	5,029,117		35,900	Air Canada	783,556	897,141
			41,501,791	45,686,737		64,100	ATS Corp.	2,630,695	3,906,895
<b>Materials (12.2%)</b>						40,400	Badger Infrastructure Solutions Ltd.	1,213,579	1,086,760
	59,500	Agnico Eagle Mines Ltd.	3,719,227	3,935,925		17,800	Bombardier Inc.	657,981	1,162,518
	47,800	Aris Mining Corp., Warrants, 2025-07-29	346	10,516		7,800	Boyd Group Services Inc.	1,324,299	1,971,450
	162,600	Atex Resources Inc.	255,621	138,210		11,800	Canadian National Railway Co.	1,843,746	1,892,956
	52,500	Canfor Corp.	1,237,087	1,248,450		151,535	Canadian Pacific Kansas City Ltd.	14,325,053	16,214,245
	22,500	CCL Industries Inc.	1,442,638	1,465,200		235,700	Exro Technologies Inc.	530,325	506,755
	125,800	Centerra Gold Inc.	1,010,489	998,852		27,211	Thomson Reuters Corp.	3,437,338	4,866,959
	154,600	Faraday Copper Corp.	123,680	117,496		41,943	Toromont Industries Ltd.	4,419,764	4,564,657
	226,283	First Quantum Minerals Ltd.	6,027,642	7,091,709		41,527	Waste Connections Inc.	6,588,994	7,862,307
	34,362	Franco-Nevada Corp.	6,164,090	6,487,889		28,100	WSP Global Inc.	4,204,768	4,918,062
	282,700	Frontier Lithium Inc.	683,565	528,649				42,971,016	50,808,368
	81,050	Frontier Lithium Inc., Warrants, 2025-11-08	-	-	<b>Consumer Discretionary (4.3%)</b>				
	208,300	Hudbay Minerals Inc.	1,476,298	1,322,705		18,301	BRP Inc.	1,759,259	2,049,529
	75,000	I-80 Gold Corp.	207,000	220,758		15,600	Dollarama Inc.	1,296,561	1,399,632
	37,500	I-80 Gold Corp., Warrants, 2024-04-01	4	-		25,973	Lion Electric Co., Warrants, 2027-04-30	34,332	6,393
	70,100	K92 Mining Inc.	478,473	403,075		89,604	Park Lawn Corp.	2,651,560	2,180,065
	119,000	Karora Resources Inc.	435,756	481,950		41,000	Pet Valu Holdings Ltd.	1,232,521	1,246,400
	50,900	Lithium Americas Corp.	1,470,595	1,364,629		48,400	Restaurant Brands International Inc.	4,006,652	4,971,164
	143,713	Major Drilling Group International Inc.	1,303,153	1,313,537		33,000	Spin Master Corp.	1,456,899	1,156,650
	567,000	Marathon Gold Corp.	608,059	459,270		23,600	Uni-Select Inc.	582,451	1,110,380
	224,650	Marathon Gold Corp., Warrants, 2024-09-20	18,435	-				13,020,235	14,120,213
	3,899	Neo Performance Materials Inc.	64,194	31,972	<b>Consumer Staples (2.4%)</b>				
	46,700	NGEx Minerals Ltd.	256,528	338,108		76,000	Alimentation Couche-Tard Inc.	4,317,513	5,162,680
						17,600	George Weston Ltd.	2,457,910	2,756,512
								6,775,423	7,919,192



# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
<b>Health Care (0.3%)</b>									
	282,000	Kneat.com Inc.	857,086	834,720		57,925	BSR Real Estate Investment Trust	1,095,984	988,003
	11,500	Mind Medicine MindMed Inc., Warrants, 2024-01-07	-	690		13,332	Colliers International Group Inc.	1,792,724	1,733,160
			857,086	835,410		67,000	Crombie Real Estate Investment Trust	1,047,256	916,560
<b>Financials (25.4%)</b>						42,500	DREAM Unlimited Corp.	1,134,472	876,775
	94,000	Bank of Montreal	11,549,611	11,246,160		14,700	FirstService Corp.	2,667,345	2,999,094
	99,795	Brookfield Corp.	4,860,738	4,450,857		57,363	Flagship Communities REIT	1,245,170	1,233,458
	106,500	Dominion Lending Centres Inc.	374,685	223,650		21,846	Granite Real Estate Investment Trust	1,811,011	1,712,289
	530,835	Element Fleet Management Corp.	7,421,707	10,712,250		124,934	InterRent Real Estate Investment Trust	1,738,877	1,601,654
	4,950	Fairfax Financial Holdings Ltd.	4,534,453	4,911,836		105,672	Minto Apartment Real Estate Investment Trust	1,508,291	1,587,193
	20,600	iA Financial Corp. Inc.	1,774,396	1,859,150				15,983,488	16,501,277
	6,351	Osisko Green Acquisition Ltd., PP	-	1	<b>Investment Funds (0.9%)</b>				
	42,133	Osisko Green Acquisition Ltd., Warrants, 2026-07-19	8,427	3,371		250,000	Picton Mahoney Fortified Inflation Opportunities Alternative Fund, Class I Units**	2,500,000	2,473,800
	112,270	Royal Bank of Canada	14,081,956	14,204,400		31,700	Sprott Physical Uranium Trust	462,909	530,024
	128,000	Sun Life Financial Inc.	7,942,813	8,839,680				2,962,909	3,003,824
	118,400	TMX Group Ltd.	3,417,033	3,529,504	<b>Total Canadian Equities - Long</b>				
	214,900	Toronto-Dominion Bank	18,228,467	17,645,439				<b>288,233,048</b>	<b>312,226,877</b>
	183,500	Trisura Group Ltd.	6,053,643	6,894,095	<b>Canadian Debt (21.8%)</b>				
			80,247,929	84,520,393	<b>Short-Term Notes (19.8%)</b>				
<b>Information Technology (7.8%)</b>					CAD	33,250,000	Canadian Treasury Bill 4.640%, 2023-08-31	32,862,186	32,862,186
	120,200	Celestica Inc.	1,805,876	2,311,446	CAD	33,250,000	Canadian Treasury Bill 4.715%, 2023-11-23	32,507,875	32,507,875
	36,684	CGI Inc.	4,118,684	5,124,755				65,370,061	65,370,061
	1,670	Constellation Software Inc.	3,354,037	4,583,749	<b>Corporate Bonds (2.0%)</b>				
	21,400	Descartes Systems Group Inc.	1,877,382	2,270,968	CAD	700,000	Bank of Montreal 7.057%, 2049-12-31	700,000	680,978
	19,000	Kinaxis Inc.	2,980,554	3,596,700	CAD	1,667,000	Bank of Montreal 7.373%, 2049-12-31	1,687,865	1,639,423
	22,625	Lumine Group Inc.	282,068	411,096	CAD	1,187,000	Canadian Imperial Bank of Commerce 7.365%, 2049-12-31	1,187,000	1,165,153
	89,053	Shopify Inc.	5,710,031	7,624,718	CAD	1,100,000	Intact Financial Corp. 7.338%, 2083-06-30	1,100,000	1,091,753
			20,128,632	25,923,432	CAD	2,000,000	Toronto-Dominion Bank 7.232%, 2049-12-31	2,005,500	1,964,506
<b>Communication Services (1.9%)</b>								6,680,365	6,541,813
	65,350	FansUnit Entertainment Inc., Warrants, 2024-07-15	-	-	<b>Total Canadian Debt - Long</b>				
	61,098	MDF Commerce Inc.	621,266	213,232				<b>72,050,426</b>	<b>71,911,874</b>
	62,900	Rogers Communications Inc.	3,995,691	3,801,676	<b>Global Equities (46.4%)</b>				
	89,600	TELUS Corp.	2,749,759	2,309,888	<b>United States Equities (40.3%)</b>				
			7,366,716	6,324,796		21,000	89bio Inc.	249,581	526,584
<b>Utilities (4.9%)</b>						5,100	Activision Blizzard Inc.	519,138	568,901
	292,484	AltaGas Ltd.	7,111,905	6,961,119		11,683	Advanced Micro Devices Inc.	1,353,449	1,760,984
	50,400	Boralex Inc.	1,905,085	1,817,928		20,500	Aehr Test Systems	819,687	1,118,966
	59,500	Capital Power Corp.	2,609,171	2,504,950		4,500	Agilent Technologies Inc.	791,468	716,039
	51,500	Hydro One Ltd.	1,740,782	1,949,275		9,800	Amazon.com Inc.	1,509,700	1,690,478
	35,700	Innervex Renewable Energy Inc.	497,907	440,538					
	204,400	TransAlta Corp.	2,419,415	2,534,560					
			16,284,265	16,208,370					
<b>Real Estate (5.0%)</b>									
	45,877	Boardwalk Real Estate Investment Trust	1,942,358	2,853,091					

# **PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	4,300	Apellis Pharmaceuticals Inc.	361,800	518,353		5,850	Meta Platforms Inc.	1,567,901	2,221,501
	22,500	Apollo Global Management Inc.	1,863,671	2,286,859		15,900	Micron Technology Inc.	1,371,177	1,327,805
	29,500	Arch Capital Group Ltd.	2,273,857	2,921,816		6,950	Microsoft Corp.	2,558,440	3,131,786
	2,300	Arista Networks Inc.	450,606	493,222		8,000	Mobileye Global Inc.	440,898	406,711
	6,500	Arthur J Gallagher & Co.	1,458,374	1,888,537		3,200	Moderna Inc.	784,934	514,476
	1,700	Atlassian Corp.	408,459	377,490		17,200	Mondelez International Inc.	1,693,112	1,660,096
	21,400	Bank of New York Mellon Corp.	1,384,827	1,260,689		10,100	Monster Beverage Corp.	599,382	767,671
	32,300	BellRing Brands Inc.	1,107,633	1,564,310		2,500	Motorola Solutions Inc.	803,334	970,201
	19,100	Bentley Systems Inc.	1,050,384	1,370,604		9,100	Natera Inc.	648,280	585,939
	6,000	BILL Holdings Inc.	764,770	927,725		12,900	Neogen Corp.	333,943	371,268
	2,000	Biogen Inc.	720,501	753,851		3,000	Netflix Inc.	1,186,265	1,748,624
	4,100	Boeing Co.	1,168,200	1,145,604		9,621	Northern Genesis Sponsor III LLC	1	1
	10,700	Boston Scientific Corp.	678,319	765,843		19,178	Northern Genesis Sponsor III LLC, Warrants	35,943	3
	1,415	Broadcom Inc.	1,108,759	1,624,164		4,900	NVIDIA Corp.	1,241,749	2,742,812
	11,000	Builders FirstSource Inc.	1,253,088	1,979,569		3,200	Old Dominion Freight Line Inc.	1,444,961	1,565,659
	20,700	Calix Inc.	1,761,707	1,367,090		12,000	ON Semiconductor Corp.	1,266,501	1,501,826
	45,500	CCC Intelligent Solutions Holdings Inc.	513,640	674,926		39,100	Option Care Health Inc.	1,295,451	1,680,992
	1,800	Cheniere Energy Inc.	318,614	362,896		11,200	Oracle Corp.	1,232,831	1,764,950
	13,600	Colgate-Palmolive Co.	1,383,402	1,386,418		6,630	Palo Alto Networks Inc.	1,527,558	2,241,612
	22,906	Copart Inc.	1,783,609	2,764,590		2,310	Paycom Software Inc.	947,793	981,930
	5,200	CoStar Group Inc.	544,189	612,396		334	Pershing Square Tontine Holdings Ltd., Warrants, 2025-07-24	-	-
	3,275	Danaher Corp.	1,091,542	1,040,068		21,737	Pinterest Inc.	790,545	786,389
	3,100	Datadog Inc.	400,067	403,560		7,450	Procter & Gamble Co.	1,397,322	1,495,875
	4,050	Deere & Co.	1,731,114	2,171,465		12,400	Progressive Corp.	1,989,399	2,171,953
	5,800	Dexcom Inc.	968,931	986,289		17,300	Pure Storage Inc.	654,610	842,886
	33,600	DocGo Inc.	382,240	416,599		7,100	Quanta Services Inc.	1,190,732	1,845,651
	9,413	DR Horton Inc.	1,022,351	1,515,731		3,525	RBC Bearings Inc.	942,323	1,014,373
	470,000	Eagle SPV LP	636,520	759,966		7,500	Reinsurance Group of America Inc.	1,416,587	1,376,403
	4,100	Eli Lilly & Co.	1,306,079	2,544,352		17,700	Revance Therapeutics Inc.	546,553	592,795
	50,000	Embark Technology Inc., Warrants, 2027-12-31	47,517	959		3,725	Roper Technologies Inc.	2,026,090	2,369,899
	1,700	Equifax Inc.	514,018	529,310		9,700	SeaWorld Entertainment Inc.	765,889	718,913
	18,400	Fastenal Co.	1,280,592	1,436,267		2,975	ServiceNow Inc.	1,872,195	2,212,275
	21,200	Federated Hermes Inc.	1,103,504	1,005,690		8,892	Simply Good Foods Co.	393,345	430,528
	23,300	Flywire Corp.	844,940	957,011		7,300	SiteOne Landscape Supply Inc.	1,502,329	1,616,641
	2,800	Gartner Inc.	884,702	1,297,925		12,300	Skyward Specialty Insurance Group Inc.	377,971	413,407
	12,600	Harmonic Inc.	264,038	269,600		2,400	Snowflake Inc.	450,257	558,874
	2,750	Intellia Therapeutics Inc.	320,291	148,395		1,701	SolarEdge Technologies Inc.	645,517	605,587
	14,800	Intercontinental Exchange Inc.	2,000,579	2,214,556		3,075	Synopsys Inc.	1,195,602	1,771,669
	1,300	Intuit Inc.	726,399	788,185		3,900	Take-Two Interactive Software Inc.	666,204	759,440
	5,250	Intuitive Surgical Inc.	1,847,842	2,375,463		17,400	Targa Resources Corp.	1,281,810	1,752,157
	3,800	IQVIA Holdings Inc.	1,073,078	1,130,215		16,000	TJX Cos Inc.	1,492,208	1,795,162
	8,700	Iridium Communications Inc.	696,284	715,138		17,000	Trade Desk Inc.	1,482,193	1,737,072
	21,200	Kenvue Inc.	716,509	741,153		23,000	TreeHouse Foods Inc.	1,331,392	1,533,293
	30,000	Kraft Heinz Co.	1,519,228	1,409,252		2,600	Tyler Technologies Inc.	1,272,622	1,432,835
	4,800	Lamb Weston Holdings Inc.	632,775	730,112		1,400	Ulta Beauty Inc.	755,883	871,795
	6,900	Lantheus Holdings Inc.	827,733	766,220		3,800	United Rentals Inc.	1,440,560	2,239,462
	9,900	Liberty Media Corp-Liberty Formula One	835,494	986,175		8,300	Ventas Inc.	512,356	519,162
	7,100	Louisiana-Pacific Corp.	603,087	704,438		1,830	Vertex Pharmaceuticals Inc.	590,326	852,161
	10,100	Marvell Technology Inc.	843,451	798,944		19,200	Vita Coco Co Inc.	614,955	682,666
	4,350	Mastercard Inc.	1,978,862	2,263,874					
	8,400	Merck & Co Inc.	1,197,556	1,282,586					

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	9,100	Walmart Inc.	1,791,560	1,892,682		(48,900)	Peyto Exploration & Development Corp.	(627,465)	(535,944)
	19,000	Williams Cos Inc.	755,892	820,370		(36,400)	PrairieSky Royalty Ltd.	(773,836)	(843,024)
	25,777	WillScot Mobile Mini Holdings Corp.	880,449	1,630,078		(167,200)	Tamarack Valley Energy Ltd.	(673,715)	(536,712)
	7,450	Zoetis Inc.	1,721,693	1,697,672		(48,700)	Topaz Energy Corp.	(917,274)	(1,004,681)
	47,050	Zymeworks Inc.	471,522	537,914		(14,900)	Vermilion Energy Inc.	(337,875)	(246,148)
			112,098,100	133,582,304		(37,700)	Whitecap Resources Inc.	(407,426)	(349,479)
								(13,401,770)	(12,591,541)
<b>International Equities (6.1%)</b>					<b>Materials (-1.6%)</b>				
	515	Adyen NV	1,066,043	1,179,008		(114,100)	Artemis Gold Inc.	(712,244)	(543,116)
	6,624	Aptiv PLC	804,063	894,834		(61,700)	Equinox Gold Corp.	(467,980)	(374,519)
	730	ASML Holding NV	446,392	700,084		(11,200)	ERO Copper Corp.	(262,845)	(300,160)
	81,358	Brookfield Infrastructure Partners LP	3,663,078	3,939,354		(59,800)	First Majestic Silver Corp.	(835,621)	(447,902)
	2,166,400	Burgundy Diamond Mines Ltd.	476,912	477,050		(81,000)	I-80 Gold Corp.	(302,135)	(241,380)
	270,400	Centaurus Metals Ltd.	267,570	211,974		(29,900)	Interfor Corp.	(909,886)	(746,902)
	268,589	Champion Iron Ltd.	1,272,989	1,431,579		(149,700)	Lundin Mining Corp.	(1,562,260)	(1,553,886)
	6,400	CyberArk Software Ltd.	1,177,807	1,323,919		(60,300)	New Found Gold Corp.	(443,383)	(397,377)
	32,306	Endeavour Mining PLC	966,244	1,025,716		(74,700)	New Pacific Metals Corp.	(331,643)	(214,389)
	49,100	International Game Technology PLC	1,328,349	2,071,930		(30,200)	Osisko Mining Inc.	(116,572)	(97,244)
	80,100	OneSpaWorld Holdings Ltd.	1,221,385	1,282,499		(19,800)	Sandstorm Gold Ltd.	(163,315)	(134,442)
	6,000	RenaissanceRe Holdings Ltd.	1,607,225	1,480,866		(53,500)	Wesdome Gold Mines Ltd.	(463,554)	(369,150)
	111,300	ReNew Energy Global PLC	1,039,387	807,077				(6,571,438)	(5,420,467)
	7,000	Spotify Technology SA	1,242,939	1,487,125	<b>Industrial (-0.4%)</b>				
	3,100	Taiwan Semiconductor Manufacturing Co., Ltd.	427,177	413,979		(58,204)	Aecon Group Inc.	(843,553)	(719,983)
	961,000	Talon Metals Corp.	498,797	341,155		(22,300)	Ballard Power Systems Inc.	(180,318)	(129,340)
	54,100	Vale SA	1,084,489	960,702		(3,074)	CAE Inc.	(92,427)	(91,144)
			18,590,846	20,028,851		(917)	Cargojet Inc.	(91,484)	(88,234)
		<b>Total Global Equities - Long</b>	<b>130,688,946</b>	<b>153,611,155</b>		(1,749)	GFL Environmental Inc.	(88,377)	(89,969)
<b>Global Debt (1.0%)</b>						(1,128)	RB Global Inc.	(84,265)	(89,676)
<b>Short-Term Notes (1.0%)</b>						(627)	RB Global Inc., NYSE	(46,681)	(49,780)
USD	2,576,000	United States Treasury Bill 5.183%, 2023-08-24	3,462,676	3,367,462		(2,126)	Richelieu Hardware Ltd.	(87,182)	(89,079)
		<b>Total Global Debt - Long</b>	<b>3,462,676</b>	<b>3,367,462</b>				(1,514,287)	(1,347,205)
<b>Options (0.6%)</b>					<b>Consumer Discretionary (-0.6%)</b>				
		<b>Total Purchased Options - Refer to Appendix A</b>	<b>3,337,758</b>	<b>2,071,799</b>		(4,025)	Canada Goose Holdings Inc.	(85,769)	(94,910)
		<b>Transaction Costs</b>	<b>(325,616)</b>	<b>-</b>		(9,911)	Canadian Tire Corp. Ltd.	(1,627,163)	(1,795,080)
		<b>Total Long Positions</b>	<b>497,447,238</b>	<b>543,189,167</b>				(1,712,932)	(1,889,990)
<b>SHORT POSITIONS (-82.0%)</b>					<b>Consumer Staples (-1.1%)</b>				
<b>Canadian Equities (-39.3%)</b>						(326)	Empire Co., Ltd.	(11,311)	(12,267)
<b>Energy (-3.8%)</b>						(2,955)	Jamieson Wellness Inc.	(93,434)	(88,680)
	(207,400)	Baytex Energy Corp.	(1,300,379)	(895,965)		(6,400)	Loblaw Cos Ltd.	(695,253)	(776,192)
	(153,000)	Birchcliff Energy Ltd.	(1,362,155)	(1,199,520)		(16,642)	Maple Leaf Foods Inc.	(422,964)	(430,695)
	(102,500)	Cenovus Energy Inc.	(2,358,323)	(2,306,250)		(26,000)	Metro Inc.	(1,792,263)	(1,945,320)
	(187,000)	Headwater Exploration Inc.	(1,206,056)	(1,187,450)		(863)	Premium Brands Holdings Corp.	(86,595)	(90,209)
	(59,200)	Kelt Exploration Ltd.	(300,332)	(330,928)		(7,706)	Saputo Inc.	(236,360)	(228,714)
	(24,000)	Keyera Corp.	(738,429)	(733,200)				(3,338,180)	(3,572,077)
	(56,900)	Paramount Resources Ltd.	(1,807,394)	(1,638,720)	<b>Health Care (0.0%)</b>				
	(29,500)	Parex Resources Inc.	(591,111)	(783,520)		(34,440)	Aurora Cannabis Inc.	(282,710)	(24,108)
						(9,317)	Chartwell Retirement Residences	(88,777)	(88,232)
								(371,487)	(112,340)

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
<b>Financials (-3.9%)</b>									
	(12,700)	Bank of Nova Scotia	(874,569)	(841,756)	(14,195)	NorthWest Healthcare Properties Real Estate Investment Trust	(113,490)	(89,145)	
	(14,800)	Canadian Imperial Bank of Commerce	(846,563)	(837,088)	(11,008)	SmartCentres Real Estate Investment Trust	(319,831)	(267,384)	
	(1,219)	CI Financial Corp.	(16,296)	(18,334)			(2,435,441)	(1,912,917)	
	(16,100)	Definity Financial Corp.	(572,157)	(565,915)	<b>Index Equivalents (-25.1%)</b>				
	(20,223)	ECN Capital Corp.	(58,648)	(53,995)	(595,000)	Horizon S&P/TSX 60 Index ETF	(28,774,555)	(29,988,000)	
	(803)	Goeasy Ltd.	(82,695)	(88,796)	(840,700)	iShares Core S&P/TSX Capped Composite Index ETF	(26,841,863)	(26,910,807)	
	(48,800)	Great-West Lifeco Inc.	(1,871,462)	(1,877,336)	(851,300)	iShares S&P/TSX 60 Index ETF	(26,072,716)	(26,160,449)	
	(1,144)	Guardian Capital Group Ltd.	(44,548)	(48,048)			(81,689,134)	(83,059,256)	
	(14,200)	IGM Financial Inc.	(547,644)	(572,686)	<b>Total Canadian Equities - Short</b>				
	(38,471)	Laurentian Bank of Canada	(1,264,768)	(1,271,851)			(131,691,596)	(129,769,786)	
	(89,300)	Manulife Financial Corp.	(2,320,684)	(2,236,072)	<b>Global Equities (-42.3%)</b>				
	(42,104)	National Bank of Canada	(4,081,918)	(4,155,665)	<b>United States Equities (-19.5%)</b>				
	(19,799)	Propel Holdings Inc.	(169,909)	(146,513)	(5,600)	3M Co.	(1,037,891)	(741,682)	
	(2,083)	Sprott Inc.	(94,927)	(89,340)	(462)	Acadia Healthcare Co Inc.	(43,314)	(48,687)	
	(15,407)	Westaim Corp.	(45,054)	(55,465)	(325)	Advanced Drainage Systems Inc.	(39,604)	(48,931)	
			(12,891,842)	(12,858,860)	(5,200)	AGCO Corp.	(813,566)	(904,282)	
<b>Information Technology (-0.4%)</b>					(1,052)	Agilon health Inc.	(32,932)	(24,138)	
	(70,368)	Converge Technology Solutions Corp.	(343,055)	(225,178)	(1,777)	AGNC Investment Corp.	(23,870)	(23,820)	
	(37,073)	Copperleaf Technologies Inc.	(381,347)	(211,316)	(3,000)	Airbnb Inc.	(457,862)	(508,760)	
	(23,500)	Enghouse Systems Ltd.	(830,972)	(756,465)	(3,100)	Akero Therapeutics Inc.	(153,616)	(191,525)	
	(4,087)	Lightspeed Commerce Inc.	(73,656)	(91,590)	(169)	Albemarle Corp.	(43,317)	(49,889)	
			(1,629,030)	(1,284,549)	(1,090)	Alcoa Corp.	(55,598)	(48,938)	
<b>Communication Services (-0.7%)</b>					(337)	Allstate Corp.	(47,808)	(48,624)	
	(24,400)	BCE Inc.	(1,502,851)	(1,473,760)	(187)	Alnylam Pharmaceuticals Inc.	(49,569)	(47,000)	
	(10,794)	Cogeco Communications Inc.	(953,295)	(763,028)	(6,800)	American Express Co.	(1,451,627)	(1,567,459)	
			(2,456,146)	(2,236,788)	(1,100)	Amgen Inc.	(415,617)	(323,165)	
<b>Utilities (-1.1%)</b>					(1,774)	Annaly Capital Management Inc.	(50,278)	(46,972)	
	(33,106)	Algonquin Power & Utilities Corp.	(370,230)	(362,511)	(3,500)	Apple Inc.	(717,003)	(898,342)	
	(13,400)	Brookfield Infrastructure Corp.	(778,786)	(809,494)	(4,900)	Aramark	(258,064)	(279,131)	
	(14,400)	Brookfield Renewable Corp.	(642,896)	(601,776)	(7,900)	Ares Management Corp.	(865,510)	(1,007,205)	
	(14,300)	Fortis Inc.	(850,693)	(816,387)	(224)	Aspen Technology Inc.	(58,306)	(49,681)	
	(3,219)	Northland Power Inc.	(99,130)	(88,941)	(295)	Assurant Inc.	(52,635)	(49,076)	
	(3,293)	Polaris Renewable Energy Inc.	(44,685)	(46,925)	(10,700)	Atlantic Union Bankshares Corp.	(401,034)	(367,418)	
	(38,149)	Superior Plus Corp.	(375,573)	(362,034)	(20,300)	Avangrid Inc.	(1,217,064)	(1,012,153)	
	(34,774)	TransAlta Renewables Inc.	(517,916)	(395,728)	(1,880)	Avantor Inc.	(53,960)	(51,097)	
			(3,679,909)	(3,483,796)	(648)	Ball Corp.	(46,812)	(49,913)	
<b>Real Estate (-0.6%)</b>					(22,000)	Bank OZK	(1,024,522)	(1,169,110)	
	(26,357)	Allied Properties Real Estate Investment Trust	(700,147)	(572,474)	(7,700)	Bed Bath & Beyond Inc.	(179,033)	(2,798)	
	(1,984)	Altus Group Ltd.	(84,762)	(87,157)	(7,500)	Bloom Energy Corp.	(211,393)	(162,262)	
	(49,048)	Artis Real Estate Investment Trust	(495,237)	(354,617)	(26,809)	Blue Owl Capital Inc.	(401,641)	(413,281)	
	(2,100)	CT Real Estate Investment Trust	(31,196)	(31,689)	(7,300)	Bristol-Myers Squibb Co.	(703,264)	(617,735)	
	(36,153)	Dream Office Real Estate Investment Trust	(646,384)	(467,820)	(29,700)	BRP Group Inc.	(993,265)	(973,861)	
	(2,414)	Killam Apartment Real Estate Investment Trust	(44,394)	(42,631)	(41,300)	Cadence Bank	(1,166,577)	(1,073,323)	
					(763)	Caesars Entertainment Inc.	(49,905)	(51,461)	
					(217)	CarMax Inc.	(21,471)	(24,034)	
					(2,800)	Carvana Co.	(92,507)	(96,036)	
					(4,600)	Caterpillar Inc.	(1,440,594)	(1,497,684)	

# **PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(1,800)	Cboe Global Markets Inc.	(328,794)	(328,717)		(4,100)	Jack Henry & Associates Inc.	(902,587)	(907,814)
	(7,100)	CBRE Group Inc.	(731,886)	(758,272)		(1,400)	JB Hunt Transport Services Inc.	(325,468)	(335,365)
	(283)	Ceridian HCM Holding Inc.	(24,984)	(25,079)		(12,900)	Juniper Networks Inc.	(515,844)	(534,797)
	(4,700)	CH Robinson Worldwide Inc.	(630,709)	(586,785)		(83)	Karuna Therapeutics Inc.	(24,838)	(23,816)
	(658)	Charles Schwab Corp.	(46,097)	(49,351)		(21,450)	Kennametal Inc.	(842,717)	(805,808)
	(1,500)	Charter Communications Inc.	(778,425)	(729,179)		(900)	Kinsale Capital Group Inc.	(399,639)	(445,641)
	(881)	Ciena Corp.	(53,710)	(49,534)		(750)	KLA Corp.	(413,669)	(481,349)
	(8,078)	Cincinnati Financial Corp.	(1,167,525)	(1,040,268)		(2,558)	Levi Strauss & Co.	(50,911)	(48,843)
	(8,752)	Cloudflare Inc.	(696,141)	(757,051)		(461)	Liberty Broadband Corp.	(49,230)	(48,868)
	(5,818)	Coinbase Global Inc.	(465,864)	(550,836)		(413)	Live Nation Entertainment Inc.	(44,578)	(49,792)
	(9,000)	Confluent Inc.	(389,807)	(420,513)		(5,714)	Lucid Group Inc.	(62,800)	(52,095)
	(405)	Constellation Energy Corp.	(43,886)	(49,063)		(302)	M&T Bank Corp.	(49,404)	(49,457)
	(1,066)	Coupang Inc.	(23,417)	(24,544)		(37,500)	Macerich Co.	(661,677)	(559,235)
	(253)	Crowdstrike Holdings Inc.	(45,323)	(49,169)		(874)	Match Group Inc.	(42,244)	(48,400)
	(9,300)	CubeSmart	(560,582)	(549,592)		(335)	MKS Instruments Inc.	(40,220)	(47,919)
	(800)	Cummins Inc.	(234,322)	(259,525)		(3,600)	Morgan Stanley	(414,128)	(406,817)
	(605)	Darling Ingredients Inc.	(50,181)	(51,068)		(194)	Morningstar Inc.	(52,468)	(50,333)
	(3,700)	Digital Realty Trust Inc.	(506,756)	(557,507)		(4,700)	MSC Industrial Direct Co Inc.	(580,587)	(592,569)
	(2,815)	DocuSign Inc.	(306,492)	(190,306)		(3,500)	Mueller Industries Inc.	(395,753)	(404,224)
	(480)	DoorDash Inc.	(44,998)	(48,539)		(4,100)	NetApp Inc.	(388,179)	(414,492)
	(3,300)	Editas Medicine Inc.	(196,060)	(35,938)		(4,400)	Nevro Corp.	(260,568)	(148,002)
	(5,000)	Edwards Lifesciences Corp.	(516,394)	(624,107)		(25,700)	Newmont Corp.	(1,935,208)	(1,450,752)
	(2,800)	eHealth Inc.	(185,747)	(29,789)		(2,322)	NOV Inc.	(57,346)	(49,284)
	(11,667)	Endeavor Group Holdings Inc.	(353,516)	(369,283)		(1,003)	NRG Energy Inc.	(45,691)	(49,624)
	(12,800)	Enerpac Tool Group Corp.	(373,642)	(457,312)		(4,100)	Nucor Corp.	(780,576)	(889,639)
	(1,027)	Enphase Energy Inc.	(291,049)	(227,600)		(4,700)	ONEOK Inc.	(366,379)	(383,851)
	(1,090)	Envista Holdings Corp.	(48,792)	(48,809)		(8,466)	Ormat Technologies Inc.	(871,847)	(901,358)
	(189)	Estee Lauder Cos Inc.	(48,650)	(49,113)		(4,800)	Packaging Corp. of America	(870,606)	(839,422)
	(4,383)	Etsy Inc.	(638,093)	(490,718)		(24,840)	Palantir Technologies Inc.	(350,294)	(503,887)
	(20,000)	Extreme Networks Inc.	(642,148)	(689,409)		(21,800)	Pebblebrook Hotel Trust	(404,717)	(402,122)
	(500)	FactSet Research Systems Inc.	(260,626)	(265,078)		(10,100)	Pfizer Inc.	(590,293)	(490,219)
	(357)	Floor & Decor Holdings Inc.	(46,725)	(49,110)		(18,300)	Plug Power Inc.	(337,396)	(251,597)
	(1,268)	Fluor Corp.	(48,635)	(49,665)		(3,600)	PNC Financial Services Group Inc.	(615,165)	(599,984)
	(27,900)	FuboTV Inc.	(223,878)	(76,790)		(6,800)	Polaris Inc.	(997,087)	(1,088,133)
	(19,600)	FuelCell Energy Inc.	(179,393)	(56,021)		(9,300)	Procore Technologies Inc.	(689,031)	(800,761)
	(2,530)	GATX Corp.	(316,465)	(430,996)		(18,100)	Prospect Capital Corp.	(151,158)	(148,494)
	(248)	Generac Holdings Inc.	(38,047)	(48,939)		(3,200)	Qualys Inc.	(505,159)	(546,954)
	(8,200)	General Mills Inc.	(922,551)	(832,239)		(6,200)	Realty Income Corp.	(515,200)	(490,523)
	(6,000)	Gilead Sciences Inc.	(710,440)	(611,893)		(34,700)	Regions Financial Corp.	(760,517)	(818,232)
	(1,509)	Gitlab Inc.	(102,532)	(102,055)		(1,464)	Repligen Corp.	(322,034)	(274,040)
	(1,072)	Halozyme Therapeutics Inc.	(45,267)	(51,166)		(2,506)	Rivian Automotive Inc.	(57,252)	(55,245)
	(580)	Hasbro Inc.	(46,623)	(49,710)		(917)	ROBLOX Corp.	(47,164)	(48,901)
	(6,036)	HashiCorp Inc.	(247,039)	(209,102)		(562)	Roku Inc.	(45,860)	(47,565)
	(17,710)	Hawaiian Holdings Inc.	(418,589)	(252,391)		(15,400)	RXO Inc.	(391,990)	(461,967)
	(209)	HEICO Corp.	(47,393)	(48,934)		(328)	Sarepta Therapeutics Inc.	(48,823)	(49,704)
	(3,700)	Henry Schein Inc.	(351,912)	(397,065)		(63)	Shockwave Medical Inc.	(24,052)	(23,793)
	(16,400)	HNI Corp.	(781,544)	(611,539)		(3,000)	Silicon Laboratories Inc.	(579,403)	(626,184)
	(930)	Hormel Foods Corp.	(50,503)	(49,495)		(3,149)	Snap Inc.	(40,812)	(49,336)
	(20,000)	HP Inc.	(808,124)	(812,735)		(23,600)	SoFi Technologies Inc.	(273,322)	(260,446)
	(13,500)	Hyllion Holdings Corp.	(159,422)	(29,832)		(11,700)	Southern Copper Corp.	(1,129,261)	(1,110,673)
	(1,400)	Illinois Tool Works Inc.	(437,362)	(463,431)		(1,034)	Southwest Airlines Co.	(42,795)	(49,544)
	(199)	Illumina Inc.	(57,028)	(49,371)		(398)	Stanley Black & Decker Inc.	(44,303)	(49,352)
	(10,500)	Inovio Pharmaceuticals Inc.	(118,440)	(6,204)		(3,300)	Steel Dynamics Inc.	(475,956)	(475,664)
	(11,200)	Intel Corp.	(586,507)	(495,591)		(13,293)	Sunrun Inc.	(482,773)	(314,155)
	(2,200)	International Business Machines Corp.	(391,676)	(389,538)					



# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at June 30, 2023 (unaudited)

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(8,800)	Synchrony Financial	(375,457)	(394,982)		(15,200)	Rio Tinto PLC	(1,373,817)	(1,284,031)
	(1,245)	Synovus Financial Corp.	(50,255)	(49,835)		(2,000)	Stratasys Ltd.	(48,323)	(47,002)
	(8,300)	T Rowe Price Group Inc.	(1,300,701)	(1,230,305)		(323)	Valaris Ltd.	(26,158)	(26,897)
	(4,300)	Tattooed Chef Inc.	(93,277)	(3,107)		(1,622)	XP Inc.	(37,293)	(50,352)
	(27,600)	Tellurian Inc.	(82,298)	(51,495)		(511)	Yandex NV	(30,329)	(12,807)
	(10,300)	Terex Corp.	(795,082)	(815,446)				(8,349,410)	(8,026,207)
	(11,800)	Terreno Realty Corp.	(976,538)	(938,416)					
	(2,243)	Tesla Inc.	(566,001)	(776,941)					
	(5,200)	Texas Instruments Inc.	(1,193,090)	(1,238,692)					
	(480)	TransUnion	(45,049)	(49,752)					
	(2,100)	Travelers Cos Inc.	(471,366)	(482,568)					
	(1,204)	Truist Financial Corp.	(50,252)	(48,353)					
	(575)	Twilio Inc.	(48,943)	(48,406)					
	(736)	Tyson Foods Inc.	(49,430)	(49,708)					
	(212)	Ubiquiti Inc.	(51,083)	(49,303)					
	(2,138)	UiPath Inc.	(46,075)	(46,878)					
	(831)	Unity Software Inc.	(36,067)	(47,745)					
	(2,600)	Universal Health Services Inc.	(450,508)	(542,796)					
	(10,800)	US Bancorp	(469,279)	(472,175)					
	(3,400)	Valero Energy Corp.	(522,362)	(527,735)					
	(1,952)	VF Corp.	(55,598)	(49,309)					
	(9,200)	Viatis Inc.	(178,026)	(121,495)					
	(2,150)	VMware Inc.	(340,339)	(408,794)					
	(10,500)	Vornado Realty Trust	(341,998)	(252,038)					
	(7,600)	Warner Music Group Corp.	(319,567)	(262,378)					
	(980)	Webster Financial Corp.	(51,857)	(48,953)					
	(14,100)	Werner Enterprises Inc.	(797,406)	(824,297)					
	(969)	Western Digital Corp.	(48,301)	(48,635)					
	(16,130)	Western Union Co.	(420,723)	(250,364)					
	(2,300)	Williams-Sonoma Inc.	(393,023)	(380,858)					
	(6,802)	Wolfspeed Inc.	(568,585)	(500,348)					
	(1,350)	Zebra Technologies Corp.	(522,562)	(528,464)					
	(15,200)	Zions Bancorp NA	(595,543)	(540,242)					
	(13,232)	ZoomInfo Technologies Inc.	(464,484)	(444,557)					
	(255)	Zscaler Inc.	(41,349)	(49,366)					
			(66,671,193)	(64,637,116)					
		<b>International Equities (-2.4%)</b>							
	(28,700)	Antofagasta PLC	(658,748)	(705,405)					
	(18,150)	BHP Group Ltd.	(1,459,383)	(1,433,084)					
	(247)	Biohaven Ltd.	(2,350)	(7,818)					
	(2,278)	Brookfield Renewable Partners LP	(86,494)	(88,979)					
	(400)	Bunge Ltd.	(50,895)	(49,939)					
	(5,300)	Check Point Software Technologies Ltd.	(862,361)	(880,996)					
	(5,700)	Chubb Ltd.	(1,529,089)	(1,452,379)					
	(3,928)	Clarivate PLC	(45,801)	(49,534)					
	(108)	Diageo PLC	(25,482)	(24,792)					
	(563)	Elastic NV	(44,994)	(47,768)					
	(291)	GLOBALFOUNDRIES Inc.	(22,927)	(24,867)					
	(103)	Globant SA	(23,734)	(24,495)					
	(59,800)	Gold Fields Ltd.	(1,243,397)	(1,094,366)					
	(32,400)	Invesco Ltd.	(777,835)	(720,696)					
		<b>International Index Equivalents (-20.4%)</b>							
	(12,500)	Invesco QQQ Trust Series 1	(5,922,520)	(6,110,398)					
	(9,190)	iShares 20+ Year Treasury Bond ETF	(1,478,074)	(1,251,811)					
	(45,900)	iShares Core S&P 500 ETF	(25,889,140)	(27,070,991)					
	(19,900)	iShares iBoxx \$ High Yield Corporate Bond ETF	(2,120,410)	(1,976,781)					
	(13,200)	iShares JP Morgan USD Emerging Markets Bond ETF	(1,617,768)	(1,511,576)					
	(22,500)	iShares MSCI Emerging Markets ETF	(1,238,018)	(1,177,817)					
	(39,200)	SPDR Industrial Select Sector Fund	(4,994,937)	(5,566,803)					
	(22,900)	SPDR S&P Metals & Mining ETF	(1,479,176)	(1,539,959)					
	(9,800)	SPDR S&P Retail ETF	(887,099)	(826,695)					
	(3,400)	Vanguard Real Estate ETF	(489,408)	(375,938)					
	(69,600)	Vanguard Total Stock Market ETF	(19,421,824)	(20,287,260)					
			(65,538,374)	(67,696,029)					
		<b>Total Global Equities - Short</b>							
			(140,558,977)	(140,359,352)					
		<b>Options (-0.4%)</b>							
		<b>Total Written Options - Refer to Appendix A</b>							
		<b>Transaction Costs</b>	(2,604,893)	(1,302,023)					
		<b>Total Short Positions</b>	(180,559)	-					
			(275,036,025)	(271,431,161)					
		<b>Futures Contracts (0.0%)</b>							
		<b>Total Futures Contracts - Refer to Appendix B</b>							
				(71,231)					
		<b>TOTAL INVESTMENT PORTFOLIO (82.1%)</b>							
		Other Assets Net of Liabilities (17.9%)							
				59,252,522					
		<b>TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)</b>							
				330,939,297					

\*CCY denotes local currency of debt security

\*\*The Picton Mahoney Fortified Long Short Alternative Fund holds 16.58% of the net assets of Picton Mahoney Fortified Inflation Opportunities Alternative Fund. Picton Mahoney Asset Management acts as the trustee and manager for all of the funds listed above.

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## APPENDIX A

### OPTIONS (0.2%)

Issuer	Option Type	Number of Options	Strike \$	Expiry	Average Cost \$	Fair Value \$
Activision Blizzard Inc.	Call Option	27	\$90	August, 2023	6,561	7,288
Activision Blizzard Inc.	Call Option	14	\$95	August, 2023	1,077	760
Aritzia Inc.	Call Option	360	\$38	July, 2023	68,220	49,500
Aritzia Inc.	Call Option	108	\$42	July, 2023	9,288	5,778
AT&T Inc.	Call Option	903	\$16	July, 2023	37,243	19,716
Centerra Gold Inc.	Call Option	967	\$9	August, 2023	30,702	11,604
Centerra Gold Inc.	Call Option	338	\$11	August, 2023	3,887	1,352
Chicago Board Options Exchange	Call Option	457	\$22	August, 2023	86,738	50,797
Chicago Board Options Exchange	Call Option	699	\$24	September, 2023	182,627	116,081
First Quantum Minerals Ltd.	Call Option	365	\$34	September, 2023	44,165	46,538
First Quantum Minerals Ltd.	Call Option	518	\$36	July, 2023	36,778	5,957
First Quantum Minerals Ltd.	Call Option	183	\$40	September, 2023	4,712	4,209
Impinj Inc.	Call Option	60	\$110	September, 2023	46,731	29,376
iShares 20+ Year Treasury	Call Option	602	\$104	July, 2023	43,031	61,736
iShares S&P/TSX Capped Financials Index ETF	Call Option	908	\$45	August, 2023	35,185	77,180
iShares S&P/TSX 60 Index ETF	Call Option	2,606	\$31	July, 2023	29,969	145,936
National Bank Of Canada	Call Option	763	\$100	July, 2023	47,306	33,572
Progressive Corp.	Call Option	120	\$135	August, 2023	67,215	47,240
SPDR S&P Regional Banking	Call Option	363	\$42	July, 2023	51,800	52,597
Toronto-Dominion Bank	Call Option	542	\$80	July, 2023	24,255	120,324
Trisura Group Ltd.	Call Option	397	\$36	August, 2023	92,501	146,890
Trisura Group Ltd.	Call Option	133	\$42	August, 2023	11,438	13,965
					961,429	1,048,396
Bank OZK	Put Option	434	\$37	July, 2023	46,146	35,893
Canadian Imperial Bank	Put Option	457	\$55	September, 2023	41,816	44,558
Carvana Co.	Put Option	218	\$13	July, 2023	3,615	1,731
Carvana Co.	Put Option	364	\$19	July, 2023	32,205	27,936
Caterpillar Inc.	Put Option	44	\$190	August, 2023	3,148	1,776
Caterpillar Inc.	Put Option	110	\$220	August, 2023	49,557	28,093
Invesco QQQ Trust	Put Option	91	\$326	July, 2023	11,271	4,877
Invesco QQQ Trust	Put Option	306	\$350	July, 2023	149,211	68,633
Invesco QQQ Trust	Put Option	458	\$357	July, 2023	39,148	5,454
National Bank Of Canada	Put Option	183	\$90	September, 2023	11,712	10,065
National Bank Of Canada	Put Option	457	\$96	September, 2023	68,093	56,897
S&P 500 Index 3Wk	Put Option	13	\$3,750	October, 2023	46,581	31,308
S&P 500 Index 3Wk	Put Option	32	\$3,800	September, 2023	224,399	47,002
S&P 500 Index 3Wk	Put Option	72	\$3,980	September, 2023	751,158	168,159
S&P 500 Index 3Wk	Put Option	22	\$4,020	August, 2023	48,249	27,947
S&P 500 Index 3Wk	Put Option	32	\$4,100	July, 2023	23,859	7,198
S&P 500 Index 3Wk	Put Option	37	\$4,125	October, 2023	309,101	207,835
S&P 500 Index 3Wk	Put Option	55	\$4,200	August, 2023	223,907	138,280
S&P 500 Index 3Wk	Put Option	92	\$4,230	July, 2023	141,456	35,000
Tesla Inc.	Put Option	165	\$220	July, 2023	81,989	50,108
US Bancorp	Put Option	145	\$25	July, 2023	4,622	735
US Bancorp	Put Option	482	\$30	July, 2023	65,086	23,918
					2,376,329	1,023,403
<b>Total Purchased Options</b>					<b>3,337,758</b>	<b>2,071,799</b>
Activision Blizzard Inc.	Written Call Option	(41)	\$90	July, 2023	(6,268)	(7,650)
Aritzia Inc.	Written Call Option	(504)	\$40	July, 2023	(59,976)	(22,680)
AT&T Inc.	Written Call Option	(771)	\$17	July, 2023	(7,870)	(2,551)
Centerra Gold Inc.	Written Call Option	(677)	\$10	August, 2023	(9,140)	(3,385)
Centerra Gold Inc.	Written Call Option	(677)	\$10	August, 2023	(12,525)	(5,416)
Chicago Board Options Exchange	Written Call Option	(411)	\$25	August, 2023	(60,250)	(34,263)
Chicago Board Options Exchange	Written Call Option	(196)	\$27	September, 2023	(40,716)	(25,806)
Chicago Board Options Exchange	Written Call Option	(389)	\$29	September, 2023	(141,334)	(44,525)
First Quantum Minerals Ltd.	Written Call Option	(274)	\$36	September, 2023	(20,002)	(20,824)
First Quantum Minerals Ltd.	Written Call Option	(274)	\$38	September, 2023	(10,755)	(11,782)
First Quantum Minerals Ltd.	Written Call Option	(431)	\$38	July, 2023	(10,452)	(2,155)
Impinj Inc.	Written Call Option	(54)	\$125	September, 2023	(21,899)	(11,254)
iShares 20+ Year Treasury	Written Call Option	(241)	\$105	July, 2023	(10,298)	(14,670)

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## APPENDIX A

### OPTIONS (0.2%)

Issuer	Option Type	Number of Options	Strike \$	Expiry	Average Cost \$	Fair Value \$
iShares S&P/TSX Capped Financials Index ETF	Written Call Option	(545)	\$46	August, 2023	(5,178)	(21,528)
iShares S&P-TSX 60 Index ETF	Written Call Option	(933)	\$31	July, 2023	(4,199)	(20,993)
Progressive Corp.	Written Call Option	(96)	\$145	August, 2023	(19,494)	(5,399)
S&P 500 Index 3Wk	Written Call Option	(7)	\$4,575	September, 2023	(17,505)	(45,480)
S&P 500 Index 3Wk	Written Call Option	(9)	\$4,675	October, 2023	(35,804)	(50,257)
SPDR S&P Regional Banking	Written Call Option	(318)	\$44	July, 2023	(19,379)	(21,250)
Tesla Inc.	Written Call Option	(12)	\$305	July, 2023	(10,323)	(6,113)
Toronto-Dominion Bank	Written Call Option	(241)	\$81	July, 2023	(4,459)	(30,969)
Toronto-Dominion Bank	Written Call Option	(181)	\$84	July, 2023	(1,720)	(1,539)
Trisura Group Ltd.	Written Call Option	(324)	\$38	August, 2023	(51,516)	(82,620)
Trisura Group Ltd.	Written Call Option	(234)	\$40	August, 2023	(23,166)	(38,610)
					(604,228)	(531,719)
AT&T Inc.	Written Put Option	(385)	\$14	July, 2023	(4,906)	(1,274)
Bank OZK	Written Put Option	(94)	\$30	July, 2023	(15,102)	(1,244)
Bank OZK	Written Put Option	(319)	\$35	July, 2023	(17,012)	(14,774)
Canadian Imperial Bank	Written Put Option	(412)	\$52	September, 2023	(18,231)	(19,982)
Carvana Co.	Written Put Option	(291)	\$15	July, 2023	(6,948)	(5,776)
Carvana Co.	Written Put Option	(291)	\$17	July, 2023	(14,957)	(11,552)
Caterpillar Inc.	Written Put Option	(82)	\$200	August, 2023	(11,409)	(6,022)
Caterpillar Inc.	Written Put Option	(82)	\$210	August, 2023	(20,427)	(11,556)
Centerra Gold Inc.	Written Put Option	(97)	\$7	July, 2023	(1,601)	(226)
First Quantum Minerals Ltd.	Written Put Option	(120)	\$24	July, 2023	(5,880)	(426)
Invesco QQQ Trust	Written Put Option	(286)	\$332	July, 2023	(48,990)	(21,004)
Invesco QQQ Trust	Written Put Option	(165)	\$338	July, 2023	(27,327)	(16,812)
Invesco QQQ Trust	Written Put Option	(201)	\$350	July, 2023	(5,199)	(1,463)
Invesco QQQ Trust	Written Put Option	(293)	\$355	July, 2023	(17,198)	(2,908)
iShares S&P-TSX 60 Index ETF	Written Put Option	(274)	\$29	July, 2023	(2,603)	(570)
National Bank Of Canada	Written Put Option	(153)	\$90	July, 2023	(7,956)	(1,224)
National Bank Of Canada	Written Put Option	(343)	\$92	September, 2023	(26,411)	(23,324)
National Bank Of Canada	Written Put Option	(343)	\$94	September, 2023	(34,986)	(30,527)
S&P 500 Index 3Wk	Written Put Option	(54)	\$3,860	September, 2023	(431,717)	(91,820)
S&P 500 Index 3Wk	Written Put Option	(26)	\$3,875	October, 2023	(121,887)	(81,883)
S&P 500 Index 3Wk	Written Put Option	(54)	\$3,920	September, 2023	(492,423)	(107,183)
S&P 500 Index 3Wk	Written Put Option	(26)	\$4,000	October, 2023	(161,706)	(108,546)
S&P 500 Index 3Wk	Written Put Option	(41)	\$4,080	August, 2023	(109,248)	(64,561)
S&P 500 Index 3Wk	Written Put Option	(41)	\$4,140	August, 2023	(133,899)	(80,837)
S&P 500 Index 3Wk	Written Put Option	(64)	\$4,150	July, 2023	(60,687)	(16,726)
S&P 500 Index 3Wk	Written Put Option	(64)	\$4,190	July, 2023	(75,943)	(19,267)
SPDR S&P Regional Banking	Written Put Option	(91)	\$36	July, 2023	(779)	(213)
Tesla Inc.	Written Put Option	(10)	\$150	July, 2023	(4,424)	(165)
Tesla Inc.	Written Put Option	(25)	\$170	July, 2023	(19,283)	(711)
Tesla Inc.	Written Put Option	(30)	\$180	July, 2023	(6,272)	(1,270)
Tesla Inc.	Written Put Option	(144)	\$195	July, 2023	(40,547)	(11,909)
Tesla Inc.	Written Put Option	(14)	\$205	July, 2023	(3,820)	(1,936)
Toronto-Dominion Bank	Written Put Option	(90)	\$72	July, 2023	(3,533)	(315)
Trisura Group Ltd.	Written Put Option	(50)	\$33	July, 2023	(3,200)	(1,150)
US Bancorp	Written Put Option	(674)	\$28	July, 2023	(44,154)	(11,148)
					(2,000,665)	(770,304)
<b>Total Written Options</b>					<b>(2,604,893)</b>	<b>(1,302,023)</b>

## APPENDIX B

### FUTURES CONTRACTS (0.0%)

Issuer	Number of Contracts	Fair Value (C\$)	Contracted Value (C\$)	Unrealized Gain/Loss (C\$)
CBOE VIX Index Futures, July 2023	30	595,899	667,130	(71,231)
				(71,231)
<b>Unrealized gain (loss) on Futures Contracts</b>				<b>(71,231)</b>



# **PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND**

## **FUND SPECIFIC NOTES**

As at June 30, 2023 (unaudited)

### **1. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS**

The following table illustrates the classifications of the Fund's financial instruments within the fair value hierarchy as at June 30, 2023 and December 31, 2022.

<b>ASSETS (LIABILITIES) AT FAIR VALUE AS AT JUNE 30, 2023</b>				
	<b>Level 1 \$</b>	<b>Level 2 \$</b>	<b>Level 3 \$</b>	<b>Total \$</b>
Equities - Long	461,332,141	742,101	759,966	462,834,208
Mutual funds - Long	3,003,824	-	-	3,003,824
Short-term notes - Long	-	68,737,523	-	68,737,523
Bonds - Long	-	6,541,813	-	6,541,813
Options - Long	2,071,799	-	-	2,071,799
Equities - Short	(119,373,853)	-	-	(119,373,853)
Exchange Traded Funds - Short	(150,755,285)	-	-	(150,755,285)
Options - Short	(1,302,023)	-	-	(1,302,023)
Futures - Short	(71,231)	-	-	(71,231)
<b>Total</b>	<b>194,905,372</b>	<b>76,021,437</b>	<b>759,966</b>	<b>271,686,775</b>

  

<b>ASSETS (LIABILITIES) AT FAIR VALUE AS AT DECEMBER 31, 2022</b>				
	<b>Level 1 \$</b>	<b>Level 2 \$</b>	<b>Level 3 \$</b>	<b>Total \$</b>
Equities - Long	400,129,856	1,664,896	636,830	402,431,582
Bonds - Long	-	5,107,020	-	5,107,020
Options - Long	1,752,617	-	-	1,752,617
Equities - Short	(114,127,115)	(13,114)	-	(114,140,229)
Exchange Traded Funds - Short	(106,618,494)	-	-	(106,618,494)
Options - Short	(1,167,024)	-	-	(1,167,024)
Futures - Short	(43,800)	-	-	(43,800)
<b>Total</b>	<b>179,926,040</b>	<b>6,758,802</b>	<b>636,830</b>	<b>187,321,672</b>

### **2. TRANSFERS BETWEEN LEVELS 1 AND 2**

The following table presents the transfers between Levels 1 and 2 for securities held at June 30, 2023.

<b>June 30, 2023</b>	<b>Transfer from Level 1 to 2 \$</b>	<b>Transfer from Level 2 to 1 \$</b>
Equities - Long	1,448	-
	1,448	-
Equities - Short	(2,798)	-
	(2,798)	-

There were no transfers between Levels 1 and 2 for securities held at December 31, 2022.

As of June 30, 2023, the equity securities transferred out of Level 1 relate to positions which were thinly traded on and around the period end, but were actively traded on December 31, 2022.

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 3. RECONCILIATION OF LEVEL 3 FAIR VALUE MEASUREMENTS

The following table reconciles the Fund's Level 3 fair value measurements of financial instruments for the period ended June 30, 2023 and year ended December 31, 2022.

June 30, 2023	Debt Instruments - Long \$	Debt Instruments - Short \$	Total \$
<b>Balance at Beginning of Period</b>	636,830	-	636,830
Investment purchases during the period	-	-	-
Proceeds from sales during the period	-	-	-
Transfers in during the period	-	-	-
Transfers out during the period	-	-	-
Net realized gain (loss) on sale of investments	-	-	-
Change in unrealized appreciation (depreciation) in value of investments	123,135	-	123,135
<b>Balance at End of Period</b>	<b>759,965</b>	<b>-</b>	<b>759,965</b>
<b>Total change in unrealized appreciation (depreciation) for assets held as at June 30, 2023</b>			<b>123,135</b>

December 31, 2022	Debt Instruments - Long \$	Debt Instruments - Short \$	Total \$
<b>Balance at Beginning of Year</b>	-	-	-
Investment purchases during the year	636,520	-	636,520
Proceeds from sales during the year	-	-	-
Transfers in during the year	-	-	-
Transfers out during the year	-	-	-
Net realized gain (loss) on sale of investments	-	-	-
Change in unrealized appreciation (depreciation) in value of investments	310	-	310
<b>Balance at End of Year</b>	<b>636,830</b>	<b>-</b>	<b>636,830</b>
<b>Total change in unrealized appreciation (depreciation) for assets held as at December 31, 2021</b>			<b>310</b>

For the period ended June 30, 2023 and year ended December 31, 2022, certain securities held long were classified as Level 3. The Fund's long Level 3 securities consist of subscription receipts which were measured at the transaction price as determined at the time of purchase. If there was a 5% increase or decrease in the price of Level 3 securities, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased, respectively, by approximately \$37,998 as at June 30, 2023 (December 31, 2022 - \$31,842). Transfers between levels on the fair value hierarchy table are deemed to have occurred at the beginning of the reporting period.

June 30, 2023							
Security Name	Fair Value	Valuation Technique	Unobservable Inputs	Reasonable Shift (+)	Reasonable Shift (-)	Change in Valuation (+)	Change in Valuation (-)
Eagle SPV LP	759,966	Discounted cash flow, Enterprise value	Discount rate, peer multiples	5%	5%	\$37,998	\$(37,998)

  

December 31, 2022							
Security Name	Fair Value	Valuation Technique	Unobservable Inputs	Reasonable Shift (+)	Reasonable Shift (-)	Change in Valuation (+)	Change in Valuation (-)
Eagle SPV LP	636,830	Discounted cash flow, Enterprise value	Discount rate, peer multiples	5%	5%	\$31,842	\$(31,842)

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 4. OTHER PRICE RISK

Using Beta as a measure of the relationship of the Fund's performance versus its index, if the S&P/TSX Composite Total Return Index were to increase or decrease by 10%, net assets would have increased or decreased by approximately \$38,244,177 (December 31, 2022 - \$28,597,181). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

The COVID-19 (coronavirus disease) pandemic has caused volatility in global financial markets as well as significant disruptions to global business activity. The continued impact of unanticipated market disruptions, including COVID-19 is uncertain and may exacerbate pre-existing political, social or economic risk, and may disproportionately affect certain issuers, industries or types of securities. Such unanticipated market and economic disruptions, including COVID-19, may be short-term or may last for an extended period of time, and could have effects that cannot necessarily be presently foreseen.

### 5. CURRENCY RISK

Foreign currencies to which the Fund had exposure as at June 30, 2023 and December 31, 2022 were as follows:

FINANCIAL INSTRUMENTS				
June 30, 2023 Currency	Monetary \$	Non-Monetary \$	Total \$	Percentage of Net Assets %
United States Dollar	1,205,921	7,645,425	8,851,346	2.7%
European Euro	(1,061,194)	1,179,008	117,814	0.0%
British Pound	706,580	(705,405)	1,175	0.0%
Australian Dollar	(691,419)	689,024	(2,395)	0.0%
<b>Net Exposure</b>	<b>159,888</b>	<b>8,808,052</b>	<b>8,967,940</b>	<b>2.7%</b>

FINANCIAL INSTRUMENTS				
December 31, 2022 Currency	Monetary \$	Non-Monetary \$	Total \$	Percentage of Net Assets %
United States Dollar	8,376,333	(1,250,817)	7,125,516	2.3%
British Pound	445,919	(597,000)	(151,081)	0.0%
Australian Dollar	(277,584)	278,276	692	0.0%
<b>Net Exposure</b>	<b>8,544,668</b>	<b>(1,569,541)</b>	<b>6,975,127</b>	<b>2.3%</b>

If the Canadian dollar had strengthened or weakened by 5% in relation to all other currencies held in the investment portfolio, net assets would have decreased or increased by approximately \$448,397 (December 31, 2022 - \$348,756). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### 6. INTEREST RATE RISK

If the yield curve had shifted in parallel by 1%, with all other variables held constant, net assets will increase or decrease by \$430,470 (December 31, 2022 - \$196,022). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

As at June 30, 2023 and December 31, 2022, the Fund's exposure to debt instruments by maturity were as follows:

Debt Instruments by Maturity Date		June 30, 2023 (\$)	
	Long Positions	Short Positions	Total
Less than 1 year	68,737,523	-	68,737,523
Greater than 5 years	6,541,813	-	6,541,813
<b>Total</b>	<b>75,279,336</b>	<b>-</b>	<b>75,279,336</b>

Debt Instruments by Maturity Date		December 31, 2022 (\$)	
	Long Positions	Short Positions	Total
3-5 years	217,504	-	217,504
Greater than 5 years	4,889,516	-	4,889,516
<b>Total</b>	<b>5,107,020</b>	<b>-</b>	<b>5,107,020</b>

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 7. CREDIT RISK

The following table shows debt as a percentage of net assets attributable to holders of redeemable units held under each credit rating. All counterparties to derivative contracts had a credit rating of A- or higher. All cash is held with a financial institution with a minimum of credit rating A+.

June 30, 2023				December 31, 2022			
Bond Ratings	Net	Long	Short	Bond Ratings	Net	Long	Short
AAA	20.8%	20.8%	0.0%	AAA	0.0%	0.0%	0.0%
BBB	0.6%	0.6%	0.0%	BBB	0.7%	0.7%	0.0%
BBB-	1.4%	1.4%	0.0%	BBB-	0.9%	0.9%	0.0%
NR	0.0%	0.0%	0.0%	NR	0.1%	0.1%	0.0%

The above credit ratings are obtained and disclosed from the rating services in the following hierarchical order: 1) Standard & Poor's; 2) Moody's; 3) Dominion Bond Rating Service, using first available.

### 8. CONCENTRATION RISK

The table below summarizes the Fund's concentration risk as a percentage of net assets attributable to holders of redeemable units as at June 30, 2023 and December 31, 2022.

Jurisdiction	% of Net Assets	
	June 30, 2023	December 31, 2022
<b>LONG POSITIONS</b>	<b>164.1%</b>	<b>135.0%</b>
<b>Canadian Equities</b>	<b>94.3%</b>	<b>92.8%</b>
Financials	25.4%	24.0%
Industrial	15.4%	14.7%
Energy	13.8%	12.5%
Materials	12.2%	13.6%
Information Technology	7.8%	6.9%
Real Estate	5.0%	4.8%
Utilities	4.9%	4.5%
Consumer Discretionary	4.3%	4.8%
Consumer Staples	2.4%	3.4%
Communication Services	1.9%	3.2%
Investment Funds	0.9%	0.0%
Health Care	0.3%	0.4%
<b>Global Equities</b>	<b>46.4%</b>	<b>39.9%</b>
United States	40.3%	34.1%
International	6.1%	5.8%
<b>Canadian Debt</b>	<b>21.8%</b>	<b>1.7%</b>
Short-Term Notes	19.8%	0.0%
Corporate Bonds	2.0%	1.7%
<b>Global Debt</b>	<b>1.0%</b>	<b>0.0%</b>
Short-Term Notes	1.0%	0.0%
<b>Derivatives</b>	<b>0.6%</b>	<b>0.6%</b>

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

Jurisdiction	% of Net Assets	
	June 30, 2023	December 31, 2022
<b>SHORT POSITIONS</b>	<b>-82.0%</b>	<b>-73.2%</b>
<b>Canadian Equities</b>	<b>-39.3%</b>	<b>-34.4%</b>
Index Equivalents	-25.1%	-18.6%
Financials	-3.9%	-6.6%
Energy	-3.8%	-2.6%
Materials	-1.6%	-2.0%
Consumer Staples	-1.1%	-1.1%
Utilities	-1.1%	-1.3%
Communication Services	-0.7%	-0.3%
Consumer Discretionary	-0.6%	-0.5%
Real Estate	-0.6%	-0.8%
Industrial	-0.4%	-0.4%
Information Technology	-0.4%	-0.2%
<b>Global Equities</b>	<b>-42.3%</b>	<b>-38.4%</b>
International Index Equivalents	-20.4%	-16.6%
United States Equities	-19.5%	-19.9%
International Equities	-2.4%	-1.9%
<b>Derivatives</b>	<b>-0.4%</b>	<b>-0.4%</b>

## 9. UNDERLYING FUND EXPOSURE TO OTHER PRICE RISK, CURRENCY RISK, INTEREST RATE RISK, CREDIT RISK

The Fund may also be exposed to indirect other price risk, currency risk, and credit risk through its investments in the underlying fund.

The table below summarizes the impact on the Fund's net assets, of reasonable possible changes in the returns of each of the strategies to which the Fund is exposed through the 1 underlying fund in which it invests at year-end. The impact on net assets is calculated by applying a 5% possible movement determined for each strategy as a percentage of the net assets of the Fund. The analysis is based on the assumption that the returns on each strategy have increased or decreased as disclosed with all other variables held constant. The underlying risk disclosures represent the market risks to which the various strategies are exposed; C,F,I,P representing Credit, Foreign Currency, Interest Rate, and Other Price Risks, respectively.

June 30, 2023			Impact on net assets based on 5% increase or decrease \$
Strategy	Underlying risk exposures	Number of Funds	
US Fixed Income	C,F,I	1	123,690
<b>Total</b>			<b>123,690</b>

# **PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND**

## **FUND SPECIFIC NOTES (CONTINUED)**

### **10. LIQUIDITY RISK**

The table below categorizes the Fund's financial liabilities into relevant maturity groupings based on the remaining period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Amounts due to holders of redeemable units are disclosed as net assets attributable to holders of redeemable units on the statements of financial position and are due on demand.

<b>June 30, 2023</b>	<b>On Demand</b>	<b>&lt; 3 months</b>	<b>&gt; 3 months</b>	<b>Total</b>
<b>Financial Liabilities</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Short positions	270,129,138	-	-	270,129,138
Redemptions payable	232,975	-	-	232,975
Accrued liabilities and other payables	-	2,412,973	-	2,412,973
Payable for investments purchased	5,692,803	-	-	5,692,803
Derivative liabilities	1,373,254	-	-	1,373,254

<b>December 31, 2022</b>	<b>On Demand</b>	<b>&lt; 3 months</b>	<b>&gt; 3 months</b>	<b>Total</b>
<b>Financial Liabilities</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Short positions	220,758,723	-	-	220,758,723
Redemptions payable	581,405	-	-	581,405
Accrued liabilities and other payables	-	679,179	-	679,179
Payable for investments purchased	1,528,815	-	-	1,528,815
Derivative liabilities	1,210,824	-	-	1,210,824

### **11. FUND UNIT TRANSACTIONS**

For the six month periods ended June 30 (unaudited)

	<b>2023</b>				<b>2022</b>			
	<b>Class A</b>	<b>Class F</b>	<b>Class I</b>	<b>Class ETF</b>	<b>Class A</b>	<b>Class F</b>	<b>Class I</b>	<b>Class ETF</b>
Units issued and outstanding, beginning of period	1,369,170	15,119,099	913,390	3,230,000	1,087,355	8,180,165	1,071,797	2,800,000
Units issued	231,631	3,114,606	-	670,000	346,100	6,187,404	-	630,000
Units redeemed	(154,163)	(1,590,867)	(598,089)	(830,000)	(79,961)	(1,191,717)	(495,999)	(40,000)
<b>Units issued and outstanding, end of period</b>	<b>1,446,638</b>	<b>16,642,838</b>	<b>315,301</b>	<b>3,070,000</b>	<b>1,353,494</b>	<b>13,175,852</b>	<b>575,798</b>	<b>3,390,000</b>
<b>Weighted average number of units held during the period</b>	<b>1,403,588</b>	<b>15,855,547</b>	<b>533,685</b>	<b>3,116,519</b>	<b>1,265,646</b>	<b>11,281,779</b>	<b>780,420</b>	<b>3,115,746</b>

### **12. COMMISSIONS**

For the six month periods ended June 30 (in \$000) (unaudited)

	<b>2023</b>	<b>2022</b>
Brokerage commissions	1,363	1,247
Soft Dollar commissions	185	200

### **13. TAX LOSS CARRY FORWARDS**

As at December 31 (in \$000)

	<b>2022</b>
Net capital losses carry forward	503
Non-capital losses carry forward	2041

## PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

### FUND SPECIFIC NOTES (CONTINUED)

#### 14. STRUCTURED ENTITIES

The table below illustrates the Fund's investment in the underlying funds as at June 30, 2023.

Underlying Funds	Fair Value of Fund's Investment (in \$000s)	Underlying Fund's Net Assets (in \$000s)	% of Net Assets of the Underlying Fund
<b>As at June 30, 2023</b>			
Picton Mahoney Fortified Inflation Opportunities Alternative Fund*	2,474	14,922	16.6%
Sprott Physical Uranium Trust	530	4,153,850	0.0%

As at December 31, 2022, the Fund did not hold any underlying funds.

*\*Funds managed by Picton Mahoney Asset Management.*

#### 15. LEVERAGE

During the six month period ended June 30, 2023, the Fund's aggregate exposure reached a low of 84.38% (year ended December 31, 2022 - 85.90%) and a high of 133.01% (year ended December 31, 2022 - 290.84%) of the Fund's NAV. As at June 30, 2023, the Fund's aggregate exposure was 105.62% (December 31, 2022 - 88.43%) of the Fund's NAV. The primary source of leverage was short positions in equity and fixed income securities.

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at June 30, 2023 (unaudited)

### 1. GENERAL INFORMATION

Picton Mahoney Fortified Long Short Alternative Fund (the "Fund") is an open-ended mutual fund trust established under the laws of the Province of Ontario pursuant to a trust agreement dated September 19, 2018, as amended and restated as of June 26, 2019 and July 7, 2020. (the "Trust Declaration"). The Fund commenced operations on July 7, 2020. Picton Mahoney Asset Management acts as manager (the "Manager"), portfolio advisor (the "Portfolio Advisor"), and trustee (the "Trustee") for the Fund pursuant to the Trust Declaration. The Manager is responsible for the day-to-day business of the Fund, including the management of the Fund's investment portfolio. The address of the Fund's registered office is 33 Yonge Street, Suite 830, Toronto, Ontario, M5E 1G4. The financial statements are presented in Canadian dollars (CAD). These financial statements were authorized for issue by the Manager on August 29, 2023.

On July 7, 2020, 5,001 Class A units, 5,000 Class F units, and 5,000 Class I units of the Fund were issued to the Manager of the Fund, for cash consideration of CAD \$10.00 per unit. These units are not redeemable until an additional \$500,000 has been invested by other investors in the aggregate in the Fund.

The Fund may issue an unlimited number of classes or series and may issue an unlimited number of units of each class or series. The Fund has created Class A, Class F, Class I units, and Class ETF units.

Class A units are available to all investors. Class F units are available to investors who are enrolled in a dealer sponsored fee for service or wrap program and who are subject to an annual asset based fee rather than commissions on each transaction or, at the discretion of the Manager, any other investor for whom the Manager does not incur distribution costs. Class I units are available to institutional investors or to other investors on a case-by-case basis, all at the discretion of the Manager. Class ETF units are listed and issued and sold on a continuous basis and will be available to investors that purchase such units on the TSX through a registered broker or dealer in the province or territory where the investor resides.

As at June 30, 2023, the Fund currently has 4 Classes of Units: Class A, Class F, Class I and Class ETF. As at June 30, 2023, the Manager holds 1 unit of Class A, 200 units of Class F, and 533 units of Class I.

The investment objective of the Fund is to provide consistent long-term capital appreciation and to provide unitholders with an attractive risk-adjusted rate of return by actively investing in a portfolio comprised of long and short equity securities. The Fund may also invest in fixed income securities, derivative instruments, such as options, futures, forward contracts and swaps, securities of investment funds, and cash and cash equivalents. The Fund may engage in borrowing for investment purposes.

The Fund is considered an "alternative fund" meaning it has received exemptions from National Instrument 81-102 - Investment Funds ("NI 81-102") to permit it to use strategies generally prohibited by conventional mutual funds, such as the ability to borrow, up to 50% of the Fund's net asset value, cash to use for investment purposes; sell, up to 50% of the Fund's net asset value, securities short (the combined level of cash borrowing and short selling is limited to 50% in aggregate); and leverage up to 300% of the Fund's net asset value.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of the Fund.

#### (a) Basis of Preparation

These unaudited interim financial statements have been prepared in accordance with International Accounting Standard 34 - Interim Financial

Reporting ("IAS 34"), as published by the International Accounting Standards Board. The accounting policies and methods of computation followed in these unaudited interim financial statements are consistent with the most recent annual financial statements for the year ended December 31, 2022. These unaudited interim financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

#### (b) Classification

##### (i) Assets

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

##### (ii) Liabilities

The Fund makes short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss. As such, the Fund classifies all of its investment portfolio as financial assets or liabilities as fair value through profit or loss. The Fund's policy requires the Manager to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

#### (c) Fair Value Measurements

The Fund utilizes a three tier hierarchy as a framework for disclosing fair value based on inputs used to value the Fund's investments. The three levels of the fair value hierarchy are as follows:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair values are classified as Level 1 when the related security or derivative is actually traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3. The Fund's policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

#### (d) Valuation of Investments and Derivatives

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at



# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at June 30, 2023 (unaudited)

the measurement date. The fair value of financial assets and liabilities traded in active markets, which include equities, bonds, options, and warrants are based on quoted market prices at the close of trading on the reporting date. The Fund uses the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.

Securities not listed on any recognized public securities exchange are valued in the same manner based on available public quotations from recognized dealers in such securities. If market quotations are not readily available, securities will be valued at fair value as determined in good faith by or under the supervision of the Manager. The cost of investments represents the amount paid for each security and is determined on an average cost basis.

The fair value of financial assets and liabilities that are not traded in an active market, including over-the-counter derivatives, is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and others commonly used by market participants and which make the maximum use of observable inputs.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

Investment fund units held as investments are valued at their respective Net Asset Values on the relevant valuation dates as reported by the investment fund manager, as these values are the most readily and regularly available.

Warrants, options, and futures that are not listed on any recognized public securities exchange are valued using the Black-Scholes model and based on observable market inputs.

Foreign exchange forward contracts are valued on each valuation day based on the difference between the value of the contract on the date the contract originated and the value of the contract on the valuation day.

The difference between fair value and the average cost is shown as the change in unrealized appreciation (depreciation) on investments, options and foreign exchange forward contracts.

Other financial assets (held for collection) and other financial liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid, discounted, where appropriate at the contract's effective interest rate. Due to their short-term nature, the fair value of other financial assets and financial liabilities carried at amortized cost approximates their carrying amount.

### *Receivable for investments sold and payable for investments purchased*

Receivable for investments sold and payable for investments purchased represent trades that have been contracted for but not yet settled or delivered on the statements of financial position dates. These amounts are recognized initially at fair value and subsequently measured at amortized cost. At each reporting date, the Funds measure the loss allowance on

receivable for investments sold and payable for investments purchased at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganization, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due or a significant deterioration in a counterparty credit quality. Any contractual payment which is more than 90 days past due is considered credit impaired.

### **(e) Cash**

Cash is comprised of cash on demand deposit with a Canadian financial institution and is stated at fair value.

### **(f) Investment Transactions and Income Recognition**

Investment transactions are accounted for as of the trade date. Expenses are recorded on an accrual basis. Dividend income is recorded on the ex-dividend date. The interest for distribution purposes shown on the statement of comprehensive income represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis. Realized gains and losses on sale of investments and unrealized appreciation and depreciation in investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero coupon bonds. Income, common expenses and gains (losses) are allocated to each Class of the Fund based on the Class' prorated share of total Net Asset Value. Interest and borrowing expense and dividend expense on short sales are included within net gains (losses) on investments and derivatives.

Distributions received from investment trusts and underlying funds are recorded as dividend income, interest for distribution purposes, net realized gains (loss) on non-derivative investment or a return of capital, based on the best information available to the Manager. Due to the nature of those investments, actual allocations could vary from this information. Distributions from income trusts and underlying funds that are treated as a return of capital for income tax purposes reduce the average cost of the income trusts and underlying funds.

### **(g) Valuation of Fund Units**

The Fund's net asset value is calculated at the close of regular trading, normally 4:00pm (Eastern Time), on a day the Toronto Stock Exchange ("TSX") is open (a "Valuation Day"). The net asset value of the Fund will be calculated in Canadian dollars and the units of the Fund are denominated in Canadian dollars.

The Fund's units are divided into the Class A, Class F, Class I, and Class ETF units. Each class is divided into units of equal value. When you invest in the Fund, you are purchasing units of a specific class of the Fund.

A separate net asset value per unit is calculated for each class of units (the "Unit Price"). The Unit Price is the price used for all purchases, switches, reclassifications and redemptions of units of that class (including purchases made on the reinvestment of distributions). The price at which units are issued or redeemed is based on the next applicable Unit Price determined after the receipt of the purchase or redemption order.

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at June 30, 2023 (unaudited)

The Unit Price of each class of the Fund is calculated by taking the fair value of all the investments and other assets allocated to the class and subtracting the liabilities allocated to that class. This gives us the net asset value for the class. The Unit Price for the class is obtained by dividing the net asset value for the class by the total number of units of the class that investors in a Fund are holding.

Although the purchases and redemptions of units are recorded on a class basis, the assets attributable to all of the class of a Fund are pooled to create one fund for investment purposes.

Each class pays its proportionate share of fund costs in addition to its management fee and performance fee. The difference in fund costs, management fees and performance fees between each class means that each class has a different Unit Price.

Any purchase, switch, reclassification or redemption instruction received after 4:00pm (Eastern Time) on Valuation Day will be processed on the next Valuation Day.

ETF units of the Fund are available for purchase or sale on the TSX through a registered broker or dealer. The cut-off time for ETF units of the Fund is 2:00pm (Eastern Time) on a trading day.

### (h) Foreign Currency Translation

The Fund's functional and presentation currency is Canadian dollars. The fair value of foreign investments and other assets and liabilities are translated into Canadian dollars at the exchange rates prevailing at the close of each valuation day. Purchases and sales of foreign securities and the related income and expenses are translated into Canadian dollars at rates of exchange prevailing on the respective dates of such transactions.

Foreign exchange gains and losses relating to cash and other assets and liabilities are presented as 'Foreign currency gain (loss) on cash and other assets and liabilities' and those relating to other financial assets and liabilities are presented within 'Net realized gain (loss) on investments, options, and foreign exchange forward contracts and 'Change in unrealized appreciation (depreciation) on investments, options, and foreign exchange forward contracts.

### (i) Increase (decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit

Increase (decrease) in net assets attributable to holders of redeemable units per unit of each Class of the Fund is determined by dividing the net increase in net assets attributable to holders of redeemable units from each Class of Units by the weighted average number of Units outstanding of that Class during the year.

### (j) Transaction Costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchange, and transfer taxes and duties. Such costs are expensed and included in "Transaction costs" in the Statement of Comprehensive Income.

### (k) Securities Lending Transactions

The Fund may enter into securities lending transactions. These transactions involve the temporary exchange of securities as collateral with a commitment to deliver the same securities on a future date. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on securities held as collateral. Income earned from these transactions is recognized on an accrual basis and included in the Statements of Comprehensive Income.

The Fund has entered into a securities lending program with their custodian, RBC Investor Services Trust. The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund will receive collateral of at least 102% of the value of the securities on loan. Collateral will generally be comprised of cash and obligations of, or guaranteed by, the Government of Canada or a province thereof, or a permitted supranational agency as defined in National Instrument 81-102. Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charge which the Fund's custodian, RBC Investor Services Trust, is entitled to receive.

### (l) Leverage

Leverage occurs when the Fund borrows money or securities, or uses derivatives, to generate investment exposure that would otherwise not be possible.

The Fund's aggregate exposure to its sources of leverage is calculated as the sum of the following: (i) the market value of short holdings; (ii) the amount of cash borrowed for investment purposes; and (iii) the notional value of the Fund's derivatives positions, excluding any derivatives used for hedging purposes. The Fund's exposure to leverage must not exceed 300% of the Fund's NAV.

The Fund has received exemptive relief from Canadian securities regulatory authorities from certain investment restrictions set out in NI 81-102 that would restrict the ability of the Fund to leverage their assets through borrowing, short sales and/or derivatives. Investment decisions may be made for the assets of the Fund that exceed the net asset value of the Fund. As a result, if these investment decisions are incorrect, the resulting losses will be more than if investments were made solely in an unleveraged long portfolio as is the case in most conventional equity mutual funds. In addition, leveraged investment strategies can also be expected to increase a Fund's turnover, transaction and market impact costs, interest and other costs and expenses.

The Fund has also obtained exemptive relief such that the Fund is permitted to engage in short selling transactions and cash borrowing up to a combined maximum of 100% of its net asset value, which is in excess of the short sale and cash borrowing limits provided for both conventional mutual funds and alternative mutual funds in NI 81-102.

### (m) Structured Entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. Picton Mahoney has determined that all of the underlying funds in which the Fund invests are unconsolidated structured entities. In making this determination, Picton Mahoney evaluated the fact that decision making about the underlying funds' activities is not governed by voting or similar rights held by the Fund and other investors in any underlying funds.

The Fund may invest in underlying funds whose investment objectives range from achieving short- to long-term income and capital growth potential. Underlying funds may use leverage in a manner consistent with their respective investment objectives. Underlying funds finance their operations by issuing redeemable units which are puttable at the holder's option and entitle the holder to a proportionate stake in the respective fund's net assets. The Fund's interests in underlying funds as at June 30, 2023 and December 31, 2022, held in the form of redeemable units, are included at their fair value in the Statement of Financial Position, which represent the Fund's maximum exposure in these underlying funds. The Fund does not provide and has not committed to provide any additional significant financial or other support to the underlying funds. The change

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at June 30, 2023 (unaudited)

in fair value of each of the underlying funds during the periods is included in 'Change in unrealized appreciation (depreciation) of investments, options, and foreign exchange forward contracts' in the Statement of Comprehensive Income.

### (n) Offsetting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

### 3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

These financial statements, include estimates and assumptions by management that affect the reported amounts of certain assets and liabilities at the date of the financial statements and the reported amounts of certain revenue and expenses during the period. Actual results could differ from these estimates. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements.

*Fair value measurement of derivatives and securities not quoted in an active market*

The Fund holds financial instruments that are not quoted in active markets, including derivatives. Fair values of such instruments are determined using recognized valuation techniques and may be determined using reputable pricing sources or indicative prices from market makers.

Where no market data is available, the Fund may value positions using its own models, which are based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by the Manager, independent of the party that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

### 4. FINANCIAL INSTRUMENTS RISKS

The Fund is exposed to various financial risks, including market risk (which includes currency risk, interest rate risk and price risk), credit risk and liquidity risk. The investment team reviews and rebalances the portfolio on a regular and ongoing basis to maintain the risk reward targets. Portfolios within each strategy are reviewed relative to each other and to their benchmark. Active industry and security allocations are analyzed. All investments may result in a risk of loss of capital.

Please refer to the Fund Specific Notes for details of the Fund's financial instruments risks.

#### Price risk:

The Fund trades in financial instruments, taking positions in traded and over-the-counter instruments which may include derivatives. As of June 30, 2023 and December 31, 2022, the Fund held or had exposure to long and short equity positions in publicly traded companies whose securities are

actively traded on a recognized public exchange. Equities are susceptible to price risk arising from uncertainties about future prices of those instruments (other than those arising from interest rate risk or currency risk).

Short sales entail certain risks, including the risk that a short sale of a security may expose a Fund to losses if the value of the security increases. A short sale creates the risk of a theoretically unlimited loss, in that the price of the underlying security could theoretically increase without limit, thus increasing the cost to the Fund of buying those securities to cover the short position. In addition, a short sale by a Fund requires the Fund to borrow securities in order that the short sale may be transacted. There is no assurance that the lender of the securities will not require the security to be paid back by a Fund before the Fund wants to do so, possibly requiring the Fund to borrow the security elsewhere or purchase the security on the market at an unattractive price. Moreover, the borrowing of securities entails the payment of a borrowing fee. The borrowing fee may increase during the borrowing period, adding to the expense of the short sale strategy. There is also no guarantee that the securities sold short can be repurchased by a Fund due to supply and demand constraints in the equity markets. Finally, in order to maintain the appropriate ratios between the long portfolio and the short portfolio of a Fund, the Manager may be required to buy or sell short securities at unattractive prices. The maximum risk resulting for financial instruments held long is determined by the fair value of the instrument.

#### Currency risk:

Currency risk is the risk that the cash and securities held by the Fund as well as due to and due from broker balances may be valued in or have exposure to currencies other than the Canadian dollar which is the functional currency of the Fund. The prices of the foreign securities are denominated in foreign currencies which are converted to the Fund's functional currency for determining fair value and, accordingly, each Class Net Asset Value will be affected by fluctuations in the value of such foreign currencies relative to the Canadian dollar.

#### Interest rate risk:

Interest rate risk arises when a fund invests in interest-bearing financial instruments and from the possibility that changes in the prevailing levels of market interest rates will affect future cash flows or fair values of such financial instruments. There is minimal fair value sensitivity to interest rate fluctuations on any cash and cash equivalents invested at short-term market interest rates. Market prices may also be affected by changes in market interest rates. Also, changes in the market interest rate may affect the borrowing expenses of the short positions held by the Fund.

#### Credit risk:

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation. However, there are risks involved in dealing with custodians or prime brokers who settle trades and in rare circumstances, the securities and other assets deposited with the custodian or broker may be exposed to credit risk with regard to such parties. In addition, there may be practical problems or time delays associated with enforcing the Fund's rights to its assets in the case of an insolvency of any such party.

The Fund is exposed to credit risk. For other financial assets at amortized cost, the Manager considers both historical analysis and forward looking information in determining any expected credit loss. At June 30, 2023 and December 31, 2022, all receivables for investments sold, dividends receivable, due from manager, due from manager, deposits with brokers

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at June 30, 2023 (unaudited)

for securities sold short, and cash are held with counterparties with a good credit quality and are due to be settled within one week. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

### Liquidity Risk:

Liquidity risk is the risk that a Fund will not be able to generate sufficient cash availability to execute its payment obligations. The Fund primarily invests in liquid securities that are readily realizable in an active market which is essential if the Fund is required to fund daily redemptions in the course of operations. The Fund from time to time may invest in restricted securities through private placements. However, this type of investment does not constitute a significant percentage of the Fund's Net Asset Value. The Fund may also maintain a cash reserve to accommodate normal-type redemptions. All liabilities of the Fund mature in one year or less. Redeemable units are redeemable on demand at the holder's option. However, the Manager does not expect that the contractual maturity will be representative of the actual cash outflows, as holders of these instruments typically retain them for a longer period.

### Concentration risk:

Concentration risk arises as a result of the concentration of financial instrument exposures within the same category, whether it is geographic region, asset type or industry sector.

### Leverage Risk:

The Fund has received exemptive relief from Canadian securities regulatory authorities from certain investment restrictions set out in NI 81-102 that would restrict the ability of the Fund to leverage their assets through borrowing, short sales and/or derivatives. Investment decisions may be made for the assets of the Fund that exceed the net asset value of the Fund. As a result, if these investment decisions are incorrect, the resulting losses will be more than if investments were made solely in an unleveraged long portfolio as is the case in most conventional equity mutual funds. In addition, leveraged investment strategies can also be expected to increase a Fund's turnover, transaction and market impact costs, interest and other costs and expenses.

Pursuant to the terms of the exemptive relief, the Fund's aggregate gross exposure, calculated as the sum of the following, must not exceed three times the Fund's net asset value: (i) the aggregate market value of the Fund's long positions; (ii) the aggregate market value of physical short sales on equities, fixed income securities or other portfolio assets; and (iii) the aggregate notional value of the Fund's specified derivatives positions excluding any specified derivatives used for hedging purposes. If the Fund's aggregate gross exposure exceeds three times the Fund's net asset value, the Fund must, as quickly as is commercially reasonable, take all necessary steps to reduce the aggregate gross exposure to three times the Fund's net asset value or less.

## 5. CAPITAL MANAGEMENT

The capital of a Fund is represented by the issued and outstanding units and the net asset value attributable to participating unitholders. The Manager utilizes the capital of the Fund in accordance with the Fund's investment objectives, strategies and restrictions, as outlined in the Fund's prospectus, while maintaining sufficient liquidity to meet normal redemptions. The Fund does not have any externally imposed capital requirements.

## 6. REDEEMABLE UNIT TRANSACTIONS

The Fund is permitted to have an unlimited number of Classes of Units having such terms and conditions as the Manager may determine. Additional Classes

may be offered in future on different terms, including having different fee and dealer compensation terms and different minimum subscription levels. Each Unit of a Class represents an undivided ownership interest in the Net Asset Value of the Fund attributable to that Class of Units.

Investors may be admitted to the Fund or may acquire additional Units on a daily basis. Units of the Fund are offered at the Class Net Asset Value per Unit calculated as of the applicable Valuation Date. The minimum initial investment in the Fund is \$2,000 for all Classes and the Manager has the discretion to accept a lesser initial subscription, provided, in each case, that the issuance of Units in respect of such subscription shall otherwise be exempt from the prospectus requirements of applicable securities legislation. Subsequent investments are subject to an additional minimum investment of CAD \$500 subject to applicable securities legislation. The capital of the Fund is represented by issued redeemable Units with no par value. The Units are entitled to distributions, if any, and to payment of a proportionate share based on the Fund's Net Asset Value per Unit upon redemption. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of Units other than as described above. The relevant movements are shown on the Statement of Changes in Net Assets Attributable to Holders of Redeemable Units and in the Fund Specific Notes of each Fund.

IAS 32, Financial Instrument - Recognition and Measurement, requires that units of an entity that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as financial liability. The Fund's units have been classified as financial liabilities. The Fund has multiple series of units that carry different management fee rates and therefore do not have identical features. As all units are equally subordinate, the units also would not meet the requirements of IAS 32 and therefore do not meet the conditions to be classified as equity.

Generally, all orders to purchase ETF units directly from a Fund must be placed by a Designated Broker or an "ETF Dealer", which is a registered dealer (that may or may not be a Designated Broker) that has entered into an agreement with us authorizing the dealer to subscribe for, purchase and redeem ETF units from one or more Funds on a continuous basis from time to time. For each Prescribed Number of Units issued, an ETF Dealer must deliver payment consisting of, either: (i) a group of securities or assets representing the constituents of the Fund (a "Basket of Securities") for each Prescribed Number of Units for which the subscription order has been accepted and cash, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate net asset value of the Prescribed Number of Units next determined following the receipt of the subscription order; or (ii) cash only, securities other than Baskets of Securities or a combination of securities other than Baskets of Securities and cash, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate net asset value of the Prescribed Number of Units next determined following the receipt of the subscription order. When you redeem ETF units of a Fund, you receive the proceeds of your sale in cash at a redemption price per unit equal to 95% of the closing trading price on the effective date of the cash redemption request, subject to a maximum redemption price of the applicable net asset value per unit. As unitholders will generally be able to sell ETF units at the market price on the TSX or another exchange or marketplace through a registered broker or dealer subject only to customary brokerage commissions.

## 7. DISTRIBUTIONS

The Fund intends to distribute net income and net realized capital gains, if any, to Unitholders at the end of each taxation year to ensure that the Fund is not liable for income tax under Part I of the Income Tax Act (Canada) (the "Act"), after taking into account any loss carry forwards and capital gains refunds.

# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at June 30, 2023 (unaudited)

All annual distributions paid on Class A, Class F, Class I and Class ETF units will be automatically reinvested in additional units.

### 8. TAXATION

The Fund qualifies as a “mutual fund trust” and will be subject to tax in each taxation year under Part I of the Act on the amount of its income for the year, including net realized taxable capital gains, less the portion thereof that it claims in respect of the amount paid or payable to Unitholders in the year. The Fund deducts, in computing its income in each taxation year, the full amount available for deduction in each year and, therefore, provided the Fund makes distributions in each year of its net income and net realized capital gains, it will generally not be liable in such year for any tax on its net income or profit under Part I of the Tax Act. As a result, the Fund does not record income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statement of Financial Position as a deferred tax asset.

Non-capital losses have expiry periods of up to 20 years and can be offset against future taxable income. Net capital losses can be carried forward indefinitely and offset against future taxable capital gains. For tax loss carry forward information, please refer to Note 13 in the Fund Specific Notes.

The Fund is required to include in income for each taxation year any dividends received by it in a taxation year and all interest that accrues to it to the end of the year, or becomes receivable or is received by it before the end of the year, except to the extent that such interest was included in computing its income for a preceding taxation year. In computing its income, the Fund will take into account any loss carry-forwards, any capital gains refund and all deductible expenses, including management fees.

Gains and losses realized by the Fund on the disposition of securities will generally be reported as capital gains and capital losses. The Fund will elect under section 39(4) of the Tax Act so that all gains or losses realized on the disposition of securities that are “Canadian securities” (as defined in the Tax Act), including Canadian securities acquired in connection with short sales, will be deemed to be capital gains or losses to the Fund. Generally, gains and losses realized by the Fund from derivative securities and in respect of short sales of securities (other than Canadian securities) will be treated as income and losses of the Fund, except where a derivative is used to hedge securities held on capital account provided there is sufficient linkage and subject to detailed rules in the Tax Act. Whether gains or losses realized by the Fund in respect of a particular security (other than a Canadian security) is on income or capital account will depend largely on factual considerations. Losses incurred by the Fund in a taxation year cannot be allocated to unitholders, but may be deducted by the Fund in future years in accordance with the Tax Act.

### 9. OPERATING EXPENSES

The Manager is responsible for the day-to-day operations of the Fund. The Fund pays its own operating expenses, other than advertising costs and costs of dealer compensation programs, which are paid by the Manager. Operating expenses include, but are not limited to, brokerage commissions and fees, taxes, audit and legal fees, fees of the members of the Independent Review Committee (“IRC”), costs and fees in connection with the operation of the IRC, safekeeping and custodial fees, interest expenses, operating, administrative and systems costs, investor servicing costs and costs of financial and other reports to investors, as well as prospectuses, annual information forms and fund facts.

With the exception of Class specific expenses, all other expenses are allocated to each Class of the Fund based on the Class’ pro-rated share of total Net Asset Value of the Fund. The Manager may from time to time

waive any portion of the fees and reimbursement of expenses otherwise payable to it, but no such waiver affects its right to received fees and reimbursement of expenses subsequently accruing to it.

### 10. RELATED PARTY TRANSACTIONS

#### (a) Management Fees

The Manager receives a management fee payable for providing its services to the Fund. The management fee varies for each class of units. The management fee is calculated and accrued daily based on a percentage of the net asset value of the class of units of the Fund, plus applicable taxes, and is payable on the last business day of each calendar quarter. This fee differs among the classes of units of the Fund. The annual management fee payable by the Fund to the Manager on Class A units is 1.95% and on Class F units and Class ETF units is 0.95%. The management fee for Class I units of the Fund is negotiated by the investor and paid directly by the investor, and would not exceed the management fee payable on Class A units of the Fund.

#### Management Fee Distributions

The Manager may, in its discretion, agree to charge a reduced management fee as compared to the fee that the Manager otherwise would be entitled to receive from the Fund with respect to investments in the Fund by unitholders who hold a minimum amount of units during any period and/or meet other criteria as determined by the Manager from time to time. In such cases, an amount equal to the difference between the management fee otherwise chargeable and the reduced fee payable by the Fund will be distributed regularly by the Fund to those unitholders as “Management Fee Distributions”. The Manager reserves the right, in its discretion, to discontinue or change Management Fee Distributions at any time.

#### (b) Performance Fees

The Manager receives a performance fee in respect of each of the Class A units, Class F units, and Class ETF units of the Fund. The performance fee for each class shall be calculated and become a liability of the Fund on each Valuation Day and shall be payable at the end of each calendar quarter.

The performance fee is equal to 20% of the amount by which the performance of the applicable class exceeds an annual hurdle rate of return equal to 2%, for each of the Class A units, Class F units, or Class ETF units, plus applicable taxes. The performance fee in respect of each of the Class A units, Class F units, and Class ETF units of the Fund on a particular Valuation Day shall be equal to the product of, (a) 20% of the positive difference between (i) the Unit Price on the Valuation Day; and (ii) the greatest Unit Price on any previous Valuation Day or the Unit Price on the date when the units of the class were first issued, where no performance fee liability has previously arisen in respect of units of the class (the “High Water Mark”); less (iii) the hurdle amount (the “Hurdle Amount”) per unit on the Valuation Day; and (b) the number of units outstanding on the applicable Valuation Day on which the performance fee is determined, plus applicable taxes.

The Hurdle Amount per unit is the product of (a) 2% for each calendar year (prorated for the number of days in the year); (b) the Unit Price on the applicable Valuation Day; and (c) the number of days since the most recently determined High Water Mark or the beginning of the current calendar year, whichever is most recent. The Manager may make such adjustments to the Unit Price, the High Water Mark and/or the Hurdle Amount per unit as are determined by the Manager to be necessary to account for the payment of any distributions on units, any unit splits or consolidations or any other event or matter that would, in the opinion of the Manager, impact upon the computation of the performance fee.



# PICTON MAHONEY FORTIFIED LONG SHORT ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

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As at June 30, 2023 (unaudited)

Any such determination of the Manager shall, absent manifest error, be binding on all unitholders. Investors in Class I units may negotiate a different performance fee than the one described herein or no performance fee at all. Any performance fee for Class I units will be paid directly to the Manager. The Manager reserves the right, in its discretion, to discontinue, decrease or waive the performance fee at any time. For the period January 1, 2023 to June 30, 2023, the Fund incurred performance fees of \$1,890,552.

### **(c) Fund-on-Fund Fees and Expenses**

When the Fund invests in an underlying fund, the underlying fund may pay a management and performance fee and other expenses in addition to the fees and expenses payable by the Fund. The fees and expenses of the underlying fund will have an impact on the management expense ratio of the Fund. However, the Fund will not pay a management or performance fee that, to a reasonable person, would duplicate a fee payable by the underlying fund(s) for the same service. In addition, the Fund will not pay any sales charges, redemption fees or short-term trading fees for its purchase or redemption of units of any underlying fund that is managed by the Manager, or that, in respect of the other underlying funds, to a reasonable person, would duplicate a fee payable by an investor in any underlying fund.

### **11. COMPARATIVE FIGURES**

For the period January 1, 2022 to June 30, 2022, the Fund reported HST expenses in "Harmonized sales tax" on the Statement of Comprehensive Income. For the period January 1, 2023 to June 30, 2023, the Fund reported HST expenses in "Management fees", "Performance fees", "Administrative fees", "Securityholder reporting fees", "Legal fees", "Independent Review Committee fees", "Audit fees", and "Custody fees" on the Statement of Comprehensive Income and revised the comparative amounts to conform to the current year presentation.



**THINK AHEAD.  
STAY AHEAD.**

A decorative horizontal bar consisting of several segments of varying shades of gray and black.

## **PICTON MAHONEY ASSET MANAGEMENT CORPORATE INFORMATION**

### **Corporate Address**

#### **Picton Mahoney Asset Management**

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### **Auditor**

#### **PricewaterhouseCoopers LLP**

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### **Fund Administration & Transfer Agent**

#### **Picton Mahoney Funds**

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