

INDEX FACTSHEET

June 30, 2026

Objective

Establish an appropriate and representative baseline for measuring the performance of the liquid alternative strategies in Canada.

Key Features

- Designed to measure the performance of the liquid alternative universe that is increasingly popular, but difficult to track
- Constituents comprised of NI 81-102 alternative mutual funds
- Consists of 1) an overall index, 2) seven strategy-based indices, and 3) three goal-based indices

Weighting

Equal weighted

Rebalance Frequency

Quarterly
(Mar, Jun, Sep, and Dec)

Re-constitution Frequency

Semi-annual - Jun and Dec

AUM Requirement

Inclusion: >C\$20 million
Maintenance: >C\$10 million

Base Value

Rebased to 100 on Jun 30, 2019

Number of Constituents

35

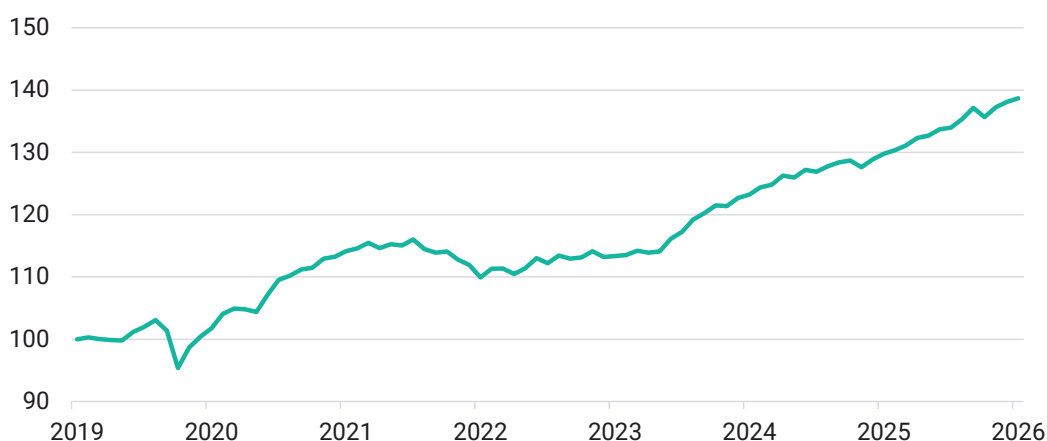
2ND ENGINE LIQUID ALTERNATIVE 35 INDEX

Index Overview

The 2ND ENGINE Liquid Alternative 35 Index serves as an aggregate benchmark, encompassing the top 35 Canadian liquid alternative funds by AUM. This index represents a diverse set of strategies, providing a comprehensive view of the overall market performance.

Cumulative Performance - Net Returns (CAD)

(Jun 30, 2019 - Jun 30, 2026)



Index Performance (%)

	1M	3M	YTD	1Y	3Y	5Y	Since 06/30/19
2ND ENGINE Liquid Alternative 35 Index	0.4	2.2	3.5	6.9	7.0	4.0	4.8
S&P/TSX Composite Index	0.5	7.0	11.2	32.9	23.5	14.9	14.7
ICE BofA Canada Broad Market Index	0.4	1.9	2.2	3.3	4.3	0.7	1.2

Index Risk and Return Characteristics

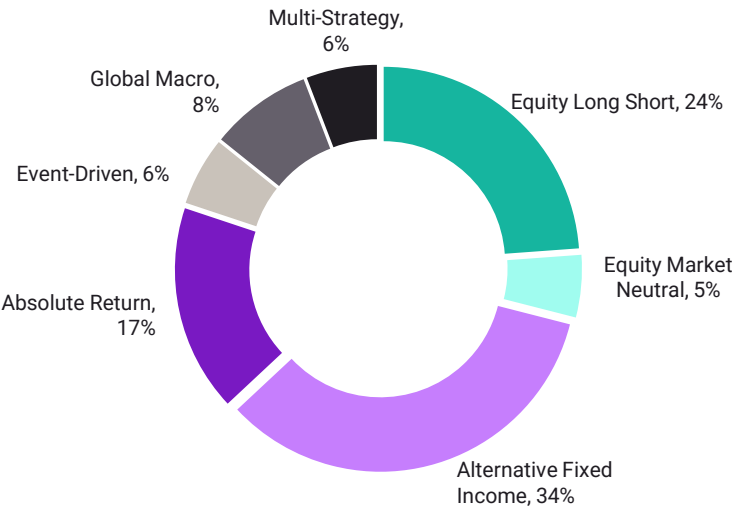
	Annualized Standard Deviation (%)			Sharpe Ratio			Maximum Drawdown	
	3Y	5Y	Since 06/30/19	3Y	5Y	Since 06/30/19	%	Period
2ND ENGINE Liquid Alternative 35 Index	2.2	2.7	4.0	1.46	-0.46	0.58	-7.5	Jan 2020 - Mar 2020
S&P/TSX Composite Index	10.8	12.5	14.4	1.82	0.77	0.85	-22.3	Jan 2020 - Mar 2020
ICE BofA Canada Broad Market Index	5.1	5.8	5.7	0.09	-0.77	-0.22	-15.6	Jul 2020 - Sep 2023

Correlation (06/30/2019 - 06/30/2026)

	2ND ENGINE Liquid Alternative 35 Index	ICE BofA Canada Broad Market Index	S&P/TSX Composite Index
2ND ENGINE Liquid Alternative 35 Index	1.00	–	–
ICE BofA Canada Broad Market Index	0.55	1.00	–
S&P/TSX Composite Index	0.86	0.54	1.00

The table above aims to show the correlation coefficient of the 2ND ENGINE Liquid Alternative 35 Index with broad Canadian equity and fixed income markets.

Strategy Weights



Index AUM Characteristics (C\$ million)

Total	Mean	Median	Largest	Smallest
34,872	996	666	3,356	106

Family of 2ND ENGINE Liquid Alternative Indices

2ND ENGINE
LIQUID ALTERNATIVE 35 INDEX

STRATEGY-BASED

EQUITY

- 2ND ENGINE
Equity Long Short Index
- 2ND ENGINE
Equity Market Neutral Index

FIXED INCOME

- 2ND ENGINE
Alternative Fixed Income Index
- 2ND ENGINE
Absolute Return Index

MULTI-STRATEGY

- 2ND ENGINE
Multi-Strategy Index

SPECIALTY

- 2ND ENGINE
Event-Driven Index
- 2ND ENGINE
Merger Arbitrage Index
- 2ND ENGINE
Global Macro Index

GOAL-BASED

- 2ND ENGINE
Equity Enhancer 10 Index
- 2ND ENGINE
Fixed Income Enhancer 10 Index
- 2ND ENGINE
Diversifier 10 Index

OTHERS

- 2ND ENGINE
Option-Selling Index
- 2ND ENGINE
Digital Assets Index

Disclosure

For further information, please email inquiry@secondengine.com.

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