PICTON
INVESTMENTS

December 1, 2025

Subject: Notice to unitholders regarding transition from monthly to weekly valuations for the funds below:

PICTON Arbitrage Plus Fund
PICTON Arbitrage Fund
(collectively, the "**Funds**")

Dear Unitholders,

Effective January 2, 2026, the valuation, performance fee calculation and accrual, subscription and redemption frequency of the Funds will transition from monthly to weekly. This change will impact each Fund in the following ways:

- Each Fund will calculate its respective net asset value on a more frequent basis, weekly instead of monthly. The final monthly valuation will occur on December 31, 2025, with the first weekly valuation taking place on January 2, 2026.

- As each Fund's net asset value will be calculated weekly, any performance fees earned will also be calculated and accrued on a weekly basis instead of monthly. Increasing the frequency of the Funds valuations will not change the performance fee rate or the performance fee calculation methodology. Any performance fees earned will continue to be paid to Picton Mahoney Asset Management, the manager of the Funds, on a quarterly basis.

- Unitholders will also be able to subscribe and redeem units of the Funds on a more frequent basis.

These changes are intended to provide more timely valuation information for unitholders, provide more opportunities for unitholders to subscribe or redeem units of a Fund, and better align the Funds with PICTON Investments' existing valuation practices for similar investment products. The Funds' service providers have confirmed their readiness to support the new weekly valuation cycle.

The Offering Memoranda for the Funds are being updated to reflect this change. The revised documents will be posted on our official website, **https://www.pictoninvestments.com/en** and can be accessed [Insert link to updated OMs].

Unitholders do not need to take any action as a result of this change. If you encounter any difficulties or have questions regarding this change, please contact your sales representative or contact us at service@pictoninvestments.com.

Yours sincerely,

Arthur Galloway

Chief Operating Officer
Picton Mahoney Asset Management