

## INDEX FACTSHEET

March 31, 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

10

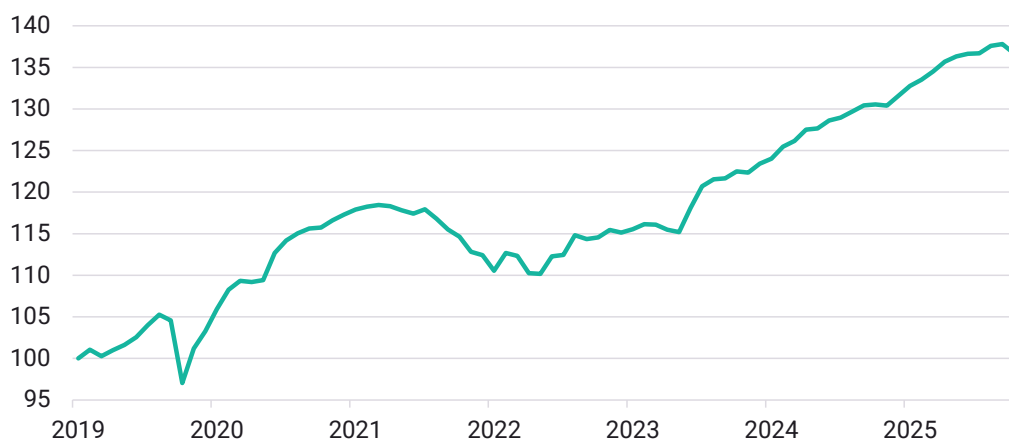
# 2ND ENGINE FIXED INCOME ENHANCER 10 INDEX

### Index Overview

The Second engine Fixed Income Enhancer 10 Index measures the performance of alternative strategies that take similar risk exposure as traditional fixed income securities, but aim to deliver better outcomes by either amplifying returns or mitigating risks through active portfolio management. These strategies primarily focus on fixed income or fixed income derivative markets.

### Cumulative Performance - Net Returns (CAD)

(Jun 30, 2019 - Mar 31, 2026)



### Index Performance (%)

	1M	3M	YTD	1Y	3Y	5Y	Since 06/30/19
2ND ENGINE Fixed Income Enhancer 10 Index	-0.8	0.0	0.0	4.7	6.1	3.4	4.7
S&P/TSX Composite Index	-4.3	3.9	3.9	34.8	21.2	15.2	14.2
ICE BofA Canada Broad Market Index	-2.0	0.3	0.3	0.7	3.4	0.7	1.0

### 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 Fixed Income Enhancer 10 Index	2.2	3.0	4.6	0.94	-0.54	0.49	-7.8	Jan 2020 - Mar 2020
S&P/TSX Composite Index	11.5	12.5	14.6	1.50	0.82	0.80	-22.3	Jan 2020 - Mar 2020
ICE BofA Canada Broad Market Index	5.1	5.8	5.8	-0.12	-0.75	-0.26	-15.6	Jul 2020 - Sep 2023

## Correlation (06/30/2019 - 03/31/2026)

	2ND ENGINE Fixed Income Enhancer 10 Index	ICE BofA Canada Broad Market Index	S&P/TSX Composite Index
2ND ENGINE Fixed Income Enhancer 10 Index	1.00	--	--
ICE BofA Canada Broad Market Index	0.60	1.00	--
S&P/TSX Composite Index	0.79	0.54	1.00

## Index AUM Characteristics (C\$ million)

Total	Mean	Median	Largest	Smallest
13,382	1,338	955	3,245	460

The table above aims to show the correlation coefficient of the 2ND ENGINE Fixed Income Enhancer 10 Index with broad Canadian equity and fixed income markets.

## 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

##### BOND

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  
Global Macro Index

#### GOAL-BASED

2ND ENGINE  
Equity Enhancer 10 Index

2ND ENGINE  
Fixed Income Enhancer 10 Index

2ND ENGINE  
Diversifier 10 Index

**Disclosure**

For further information, please email [inquiry@secondengine.com](mailto:inquiry@secondengine.com).

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