2ND ENGINE BY PICTON

INDEX FACTSHEET

September 30, 2026

2ND ENGINE
EVENT-DRIVEN INDEX

Index Overview
Event-driven strategies aim to capitalize on price inefficiencies resulting from events such as mergers and acquisitions, corporate restructuring, shareholder buybacks, financial distress, or other corporate events. The type of securities traded can range from the most senior in the corporate capital structure to common shares, and may involve additional derivative securities. Returns from event-driven strategies are typically idiosyncratic and less dependent on broad markets.

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)

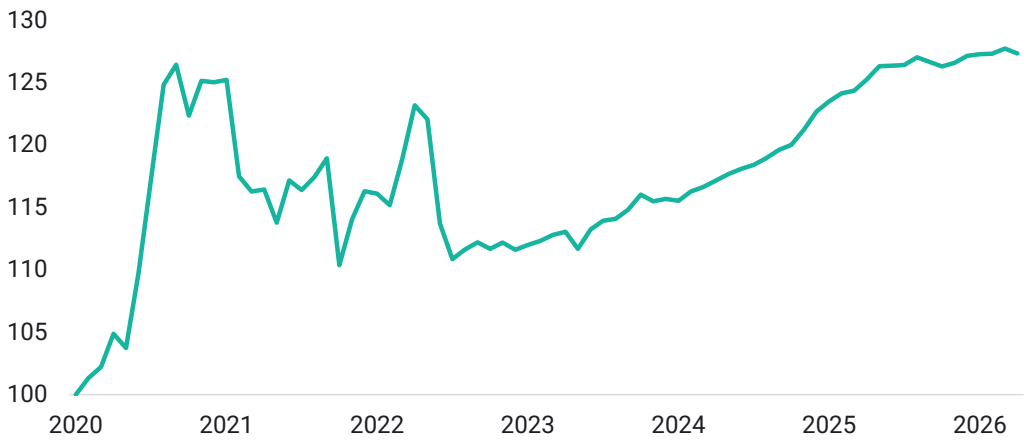
Re-constitution Frequency
Semi-annual - Jun and Dec

AUM Requirement
Inclusion: >C$20 million
Maintanance: >C$10 million

Base Value
Rebased to 100 on Jun 30, 2020

Number of Constituents
6

Cumulative Performance - Net Returns (CAD)
(Jun 30, 2020 - Sep 30, 2026)



Index Performance (%)

	1M	3M	YTD	1Y	3Y	5Y	Since 06/30/20
2ND ENGINE Event-Driven Index	-0.3	0.0	0.7	1.7	4.0	1.8	3.9
S&P/TSX Composite Index	-2.6	1.6	13.0	20.0	25.1	15.2	17.4
ICE BofA Canada Broad Market Index	-1.2	-3.0	-0.9	-1.2	4.6	0.2	-0.3

Index Risk and Return Characteristics

	Annualized Standard Deviation (%)			Sharpe Ratio			Maximum Drawdown	
	3Y	5Y	Since 06/30/20	3Y	5Y	Since 06/30/20	%	Period
2ND ENGINE Event-Driven Index	1.7	6.0	7.6	0.27	-0.60	0.20	-12.7	Feb 2021 - Mar 2022
S&P/TSX Composite Index	10.6	12.5	12.3	2.03	0.78	1.20	-14.4	Mar 2022 - Sep 2022
ICE BofA Canada Broad Market Index	4.9	5.8	5.5	0.20	-0.89	-0.53	-15.6	Jul 2020 - Sep 2023

Correlation (06/30/2020 - 09/30/2026)

	2ND ENGINE Event-Driven Index	ICE BofA Canada Broad Market Index	S&P/TSX Composite Index
2ND ENGINE Event-Driven Index	1.00	--	--
ICE BofA Canada Broad Market Index	-0.02	1.00	--
S&P/TSX Composite Index	-0.04	0.55	1.00

The table above aims to show the correlation coefficient of the 2ND ENGINE Event-Driven Index with broad Canadian equity and fixed income markets.

Index AUM Characteristics (C$ million)

Total	Mean	Median	Largest	Smallest
1,581	264	50	1,058	9

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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