

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 Dec 31, 2021

Number of Constituents

21

2ND ENGINE DIGITAL ASSETS INDEX

Index Overview

Funds in Digital Assets category provide exposure to cryptocurrencies and other blockchain-based assets. Funds may hold assets directly, or employ staking, leverage and options overlays to generate income or amplify returns. Strategies can vary widely in terms of asset concentration, from single-asset funds to diversified baskets. Returns typically exhibit elevated volatility relative to traditional asset classes.

Cumulative Performance - Net Returns (CAD)

(Dec 31, 2021 - Jun 30, 2026)



Index Performance (%)

	1M	3M	YTD	1Y	3Y	5Y	Since 12/31/21
2ND ENGINE Digital Assets Index	-17.6	-15.8	-37.8	-39.9	15.4	-	-0.9
S&P/TSX Composite Index	0.5	7.0	11.2	32.9	23.5	14.9	15.3
ICE BofA Canada Broad Market Index	0.4	1.9	2.2	3.3	4.3	0.7	0.0

Index Risk and Return Characteristics

	Annualized Standard Deviation (%)			Sharpe Ratio			Maximum Drawdown	
	3Y	5Y	Since 12/31/21	3Y	5Y	Since 12/31/21	%	Period
2ND ENGINE Digital Assets Index	55.1	-	59.3	0.21	-	-0.06	-63.4	Dec 2021 - Jun 2022
S&P/TSX Composite Index	10.8	-	12.8	1.82	-	0.66	-14.4	Mar 2022 - Sep 2022
ICE BofA Canada Broad Market Index	5.1	-	6.0	0.09	-	-0.35	-15.6	Jul 2020 - Sep 2023

Correlation (12/31/2021 - 06/30/2026)

	2ND ENGINE Digital Assets Index	ICE BofA Canada Broad Market Index	S&P/TSX Composite Index
2ND ENGINE Digital Assets Index	1.00	--	--
ICE BofA Canada Broad Market Index	0.31	1.00	--
S&P/TSX Composite Index	0.39	0.54	1.00

Index AUM Characteristics (C\$ million)

Total	Mean	Median	Largest	Smallest
5,940	283	108	1,552	14

Family of 2ND ENGINE Liquid Alternative Indices

2ND ENGINE
LIQUID ALTERNATIVE 35 INDEX

STRATEGY-BASED				GOAL-BASED	OTHERS
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	2ND ENGINE Equity Enhancer 10 Index 2ND ENGINE Fixed Income Enhancer 10 Index 2ND ENGINE Diversifier 10 Index	2ND ENGINE Option-Selling Index 2ND ENGINE Digital Assets Index

Disclosure

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

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