

# FORTIFIED ALPHA ALTERNATIVE FUND



**THINK AHEAD.  
STAY AHEAD.**



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## MANAGEMENT'S RESPONSIBILITY STATEMENT

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The accompanying financial statements have been prepared by Picton Mahoney Asset Management, the Manager of the Picton Mahoney Fortified Alpha Alternative Fund (the "Fund"). The Manager is responsible for all of the information and representations contained in these financial statements.

The financial statements have been prepared in accordance with those requirements of International Financial Reporting Standards as issued by the International Accounting Standards Board and include certain amounts that are based on estimates and judgements. Management maintains appropriate processes to ensure that relevant and reliable financial information is produced.

The financial statements have been audited by PricewaterhouseCoopers LLP. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to the unitholders their opinion on these financial statements. Their report is set out on the following pages.

### **Picton Mahoney Asset Management**

Toronto, Ontario

March 24, 2025

## INDEPENDENT AUDITOR'S REPORT

To the Unitholders and Trustee of  
Picton Mahoney Fortified Alpha Alternative Fund (the Fund)

### Our opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2024 and 2023, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards).

### What we have audited

The Fund's financial statements comprise:

- the statements of financial position as at December 31, 2024 and 2023;
- the statements of comprehensive income for the years then ended;
- the statements of changes in net assets attributable to holders of redeemable units for the years then ended;
- the statements of cash flows for the years then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

### Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements.

### Other information

Management is responsible for the other information. The other information comprises the 2024 Annual Management Report of Fund Performance.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

### Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

## INDEPENDENT AUDITOR'S REPORT

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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Christina Fox.

**/s/PricewaterhouseCoopers LLP**

**Chartered Professional Accountants, Licensed Public Accountants**

Toronto, Ontario

March 24, 2025

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## STATEMENTS OF FINANCIAL POSITION

As at

	December 31, 2024 \$	December 31, 2023 \$		December 31, 2024 \$	December 31, 2023 \$
<b>Assets</b>			<b>Number of Redeemable Units Outstanding</b>		
<b>Current assets</b>			Class A	2,244,083	480,707
Long positions at fair value*	1,119,707,728	499,125,882	Class F	42,030,444	18,876,217
Cash	93,803,754	31,598,704	Class FT	648,047	55,459
Cash, pledged as collateral	5,338,290	-	Class I	846	2,071
Options purchased*	4,154,640	1,422,888	Class ETF	14,330,000	9,250,000
Unrealized gain on futures contracts	56,291	-			
Deposits with brokers for securities sold short	37,398,444	9,454,089	<b>Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Due from Manager	-	7,920	Class A	11.53	10.27
Subscriptions receivable	387,907	1,026,699	Class F	11.82	10.45
Receivable for investments sold	-	113,182	Class FT	10.71	9.91
Dividends receivable	1,318,690	487,083	Class I	12.58	10.68
Interest and other receivable	5,587,942	2,516,696	Class ETF***	11.82	10.45
	<u>1,267,753,686</u>	<u>545,753,143</u>			
<b>Liabilities</b>			* Long positions, at cost	1,031,466,509	479,047,911
<b>Current liabilities</b>			** Short positions, at cost	(544,809,646)	(235,677,332)
Short positions at fair value**	559,438,957	241,490,105	*** Closing Market Price (TSX)	11.86	10.45
Options written**	2,966,308	1,324,892			
Unrealized loss on futures contracts	-	27,037			
Credit default swap agreements at fair value	2,446,019	-			
Cash overdraft	-	1,338,584			
Management fee payable	504,443	174,783			
Performance fee payable	-	538,403			
Redemptions payable	97,194	33,164			
Accrued liabilities	446,281	185,684			
Payable for investments purchased	9,990	239,310			
Interest and other payable	1,510,648	713,089			
Dividends payable	1,465,314	363,555			
	<u>568,885,154</u>	<u>246,428,606</u>			
<b>Net Assets Attributable to Holders of Redeemable Units</b>	<u>698,868,532</u>	<u>299,324,537</u>			
<b>Net Assets Attributable to Holders of Redeemable Units per Class</b>					
Class A	25,871,983	4,938,532			
Class F	496,634,606	197,186,364			
Class FT	6,938,210	549,326			
Class I	10,644	22,123			
Class ETF	169,413,089	96,628,192			

* Long positions, at cost	1,031,466,509	479,047,911
** Short positions, at cost	(544,809,646)	(235,677,332)
*** Closing Market Price (TSX)	11.86	10.45

The accompanying notes are an integral part of the financial statements.

Approved on behalf of the Manager  
David Picton Arthur Galloway



President



CFO

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## STATEMENTS OF COMPREHENSIVE INCOME

For the years ended December 31

	2024 \$	2023 \$		2024 \$	2023 \$
<b>Income</b>			<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Class</b>		
Net gains (losses) on investments and derivatives			Class A	1,193,664	142,240
Interest for distribution purposes	20,903,060	8,300,719	Class F	41,322,695	6,864,645
Dividends	7,840,147	2,861,240	Class FT	345,182	15,229
Distributions from underlying funds	8,002,751	-	Class I	3,521	1,444
Net realized gain (loss) on investments and options	(3,078,754)	(2,958,085)	Class ETF	14,465,377	3,212,470
Net realized gain (loss) on futures contracts and credit default swap agreements	(1,342,851)	(327,093)			
Change in unrealized appreciation (depreciation) on investments, options, futures contracts and credit default swap agreements	60,363,031	12,940,219	<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Interest and borrowing expense	(6,666,392)	(2,443,565)	Class A	1.20	0.43
Dividend expense	(7,248,443)	(3,094,962)	Class F	1.35	0.54
Net gains (losses) on investments and derivatives	78,772,549	15,278,473	Class FT	1.21	0.57
			Class I	1.96	0.71
			Class ETF	1.37	0.61
Other income			The accompanying notes are an integral part of the financial statements.		
Securities lending income	49	-			
Foreign currency gain (loss) on cash and other assets and liabilities	630,348	(216,226)			
Total Income	79,402,946	15,062,247			
<b>Expenses</b>					
Performance fees	13,524,395	1,490,554			
Management fees	5,135,956	1,947,153			
Transaction costs	2,535,804	1,234,287			
Administrative fees	329,689	175,417			
Withholding taxes	240,880	88,202			
Securityholder reporting fees	165,116	92,796			
Audit fees	79,724	41,525			
Legal fees	53,874	35,509			
Independent review committee fees	7,069	6,814			
Total expense before manager absorption	22,072,507	5,112,257			
Less expenses absorbed by manager	-	(286,038)			
Total expense after manager absorption	22,072,507	4,826,219			
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	57,330,439	10,236,028			



# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the years ended December 31

	2024 \$	2023 \$		2024 \$	2023 \$
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Year</b>			<b>Distributions to Holders of Redeemable Units</b>		
Class A	4,938,532	1,093,660	From net investment income		
Class F	197,186,364	31,624,537	Class A	-	(78,044)
Class FT	549,326	20,413	Class F	-	(3,003,397)
Class I	22,123	20,679	Class FT	-	(13,587)
Class ETF	96,628,192	28,574,452	Class I	-	(460)
	<u>299,324,537</u>	<u>61,333,741</u>	Class ETF	-	(1,237,617)
				<u>-</u>	<u>(4,333,105)</u>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>			From return of capital		
Class A	1,193,664	142,240	Class A	(8,649)	(133)
Class F	41,322,695	6,864,645	Class F	(351,320)	(5,131)
Class FT	345,182	15,229	Class FT	(154,220)	(23)
Class I	3,521	1,444	Class I	(34)	(1)
Class ETF	14,465,377	3,212,470	Class ETF	(148,045)	(2,114)
	<u>57,330,439</u>	<u>10,236,028</u>		<u>(662,268)</u>	<u>(7,402)</u>
<b>Redeemable Unit Transactions</b>			<b>Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<b>399,543,995</b>	<b>237,990,796</b>
Proceeds from redeemable units issued					
Class A	22,170,033	4,781,252	<b>Net Assets Attributable to Holders of Redeemable Units at End of Year</b>		
Class F	310,611,033	180,727,015	Class A	25,871,983	4,938,532
Class FT	6,667,479	527,250	Class F	496,634,606	197,186,364
Class I	-	-	Class FT	6,938,210	549,326
Class ETF	87,918,995	73,461,086	Class I	10,644	22,123
	<u>427,367,540</u>	<u>259,496,603</u>	Class ETF	169,413,089	96,628,192
				<u>698,868,532</u>	<u>299,324,537</u>
Reinvestments of distributions to holders of redeemable units			<b>Net Assets Attributable to Holders of Redeemable Units at End of Year</b>	<b>698,868,532</b>	<b>299,324,537</b>
Class A	7,311	70,546			
Class F	208,476	1,532,186			
Class FT	16,208	1,044			
Class I	34	461			
Class ETF	-	-			
	<u>232,029</u>	<u>1,604,237</u>			
Redemption of redeemable units					
Class A	(2,428,908)	(1,070,988)			
Class F	(52,342,642)	(20,553,492)			
Class FT	(485,765)	(1,000)			
Class I	(15,000)	-			
Class ETF	(29,451,430)	(7,380,085)			
	<u>(84,723,745)</u>	<u>(29,005,565)</u>			
<b>Net Increase (Decrease) from Redeemable Unit Transactions</b>	<b>342,875,824</b>	<b>232,095,275</b>			

The accompanying notes are an integral part of the financial statements.

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## STATEMENTS OF CASH FLOWS

For the years ended December 31

	2024 \$	2023 \$		2024 \$	2023 \$
<b>Cash Flows from Operating Activities</b>			<b>Cash Flows from Financing Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	57,330,439	10,236,028	Distributions to holders of redeemable units, net of reinvested distributions	(430,239)	(3,026,685)
Adjustments for:			Proceeds from redeemable units issued	427,110,787	258,658,751
Unrealized foreign exchange (gain) loss on cash	8,744	5,550	Amount paid on redemption of redeemable units	(83,764,170)	(28,371,466)
Net realized (gain) loss on investments and options	3,078,754	2,958,085	<b>Net cash generated (used) by financing activities</b>	<b>342,916,378</b>	<b>227,260,600</b>
Change in unrealized (appreciation) depreciation on investments, options, futures contracts and credit default swap agreements	(60,363,031)	(12,940,219)	Unrealized foreign exchange gain (loss) on cash	(8,744)	(5,550)
(Increase) decrease in due from manager	7,920	22,460	Net increase (decrease) in cash	68,890,668	14,478,257
(Increase) decrease in interest and other receivables	(3,071,246)	(2,069,789)	Cash, beginning of year	30,260,120	15,787,413
(Increase) decrease in dividends receivable	(831,607)	(443,414)	<b>Cash, end of year</b>	<b>99,142,044</b>	<b>30,260,120</b>
(Increase) decrease in deposits with brokers for securities sold short	(27,944,355)	(9,454,089)	Cash	93,803,754	31,598,704
Increase (decrease) in interest and other payable	797,559	630,179	Cash, pledged as collateral	5,338,290	-
Increase (decrease) in dividends payable	1,101,759	319,966	Cash overdraft	-	(1,338,584)
Increase (decrease) in other payable and accrued liabilities	51,854	825,546	<b>Net Cash (Overdraft)</b>	<b>99,142,044</b>	<b>30,260,120</b>
Purchase of long positions and repurchase of investments sold short	(2,673,382,858)	(867,469,962)	<b>Items Classified as Operating Activities:</b>		
Reinvestment of distributions from underlying funds	(8,002,751)	-	Interest received, net of withholding tax	17,831,814	6,217,381
Proceeds from sale of long positions and on investments sold short	2,437,193,109	664,597,316	Dividends received, net of withholding tax	6,767,660	2,329,624
<b>Net cash generated (used) by operating activities</b>	<b>(274,025,710)</b>	<b>(212,782,343)</b>	Interest and borrowing expense paid	(5,868,833)	(1,813,386)
			Dividends paid	(6,146,684)	(2,774,996)

Net of non-cash transfers and switches of \$895,545 (2023 - \$601,972)

The accompanying notes are an integral part of the financial statements.

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)		No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
CCY*	Face value	Security Description			CCY*	Face value	Security Description		
LONG POSITIONS (160.8%)						169,208	First Quantum Minerals Ltd.	3,345,794	3,135,424
Canadian Equities (73.4%)						36,840	Fortuna Mining Corp.	237,010	227,303
Energy (8.3%)						117,695	Frontier Lithium Inc.	208,227	52,963
	52,295	Advantage Energy Ltd.	536,100	515,629		2,550	Frontier Lithium Inc., Warrants, 2025-11-08	-	-
	116,954	ARC Resources Ltd.	2,710,303	3,048,991		39,300	Gold Royalty Corp., Warrants, 2027-06-14	537	14,413
	82,785	Athabasca Oil Corp.	429,870	441,244		261,078	Hudbay Minerals Inc.	2,425,887	3,044,169
	21,476	Cameco Corp.	1,361,761	1,587,291		85,340	K92 Mining Inc.	676,634	740,751
	109,920	Canadian Natural Resources Ltd.	4,926,029	4,878,250		45,316	Kinross Gold Corp.	485,265	604,969
	37,000	Cenovus Energy Inc.	794,035	806,230		38,762	Labrador Iron Ore Royalty Corp.	1,228,450	1,121,385
	75,000	Cenovus Energy Inc., Preferred Series 5	1,745,620	1,867,500		19,311	Lundin Gold Inc.	400,788	592,075
	62,700	Cenovus Energy Inc., Preferred Series 7	1,429,733	1,551,825		133,530	Major Drilling Group International Inc.	1,212,853	1,096,281
	153,792	CES Energy Solutions Corp.	978,360	1,525,617		13,160	Methanex Corp.	743,086	945,283
	137,346	Denison Mines Corp.	333,319	358,473		35,230	NGEx Minerals Ltd.	288,254	472,434
	113,452	Enbridge Inc.	5,730,089	6,921,707		9,950	NGEx Minerals Ltd., Restricted 03/03/25	109,450	131,935
	61,500	Enbridge Inc., Preferred	1,788,170	2,096,259		112,144	OceanaGold Corp.	360,329	446,333
	115,000	Enbridge Inc., Preferred Series L	3,022,778	3,729,631		77,193	Orla Mining Ltd.	508,187	614,456
	20,300	Encore Energy Corp., Warrants, 2026-02-14	-	22,330		126,403	Osisko Gold Royalties Ltd.	2,730,127	3,290,270
	58,139	Encore Energy Corp.	239,871	281,974		576,500	Osisko Metals Inc., Warrants	-	2,883
	27,752	Enerflex Ltd.	363,580	397,131		1,153,000	Osisko Metals Inc.	299,780	396,765
	103,581	Gibson Energy Inc.	2,290,280	2,535,663		83,933	Pan American Silver Corp.	2,071,172	2,440,772
	49,004	Headwater Exploration Inc.	365,237	323,916		70,762	Silvercorp Metals Inc.	335,031	305,692
	11,097	Keyera Corp.	422,600	487,824		18,735	SilverCrest Metals Inc.	273,394	245,616
	63,223	MEG Energy Corp.	1,599,576	1,492,063		32,000	Snowline Gold Corp.	160,640	163,520
	45,396	NexGen Energy Ltd.	419,447	430,354		98,536	Solaris Resources Inc.	487,512	439,471
	8,371	North American Construction Group Ltd.	227,992	259,334		34,289	SSR Mining Inc.	295,993	344,262
	37,708	Obsidian Energy Ltd.	315,658	315,239		7,200	Stella-Jones Inc.	511,160	512,568
	7,967	Parex Resources Inc.	115,497	116,159		59,046	Teck Resources Ltd.	3,639,447	3,441,201
	72,814	Parkland Corp.	2,732,006	2,367,183		40,108	Transcontinental Inc.	562,075	744,806
	19,469	Pason Systems Inc.	328,386	264,973		9,734	Triple Flag Precious Metals Corp.	209,558	210,254
	38,679	Pembina Pipeline Corp.	1,981,683	2,054,242		34,673	Wesdome Gold Mines Ltd.	463,562	447,628
	102,300	Pembina Pipeline Corp., Preferred Series 19	2,282,259	2,540,109		237,563	West Red Lake Gold Mines Ltd.	172,341	142,538
	27,850	Pembina Pipeline Corp., Preferred Series 9	618,440	689,288		211,600	West Red Lake Gold Mines Ltd., Warrants, 2026-05-16	213	28,566
	8,283	Precision Drilling Corp.	716,213	728,241		12,439	Winpak Ltd.	611,987	593,713
	60,922	Secure Energy Services Inc.	701,674	990,592				36,075,775	39,769,658
	145,725	Suncor Energy Inc.	7,319,566	7,477,150					
	54,202	TC Energy Corp.	3,056,914	3,630,992					
	9,398	TerraVest Industries Inc.	786,160	1,050,696					
			52,669,206	57,784,100					
Materials (5.7%)									
	62,418	Agnico Eagle Mines Ltd.	5,222,487	7,019,528					
	30,182	Barrick Gold Corp.	743,937	672,757					
	369,600	BeMetals Corp.	36,960	18,480					
	184,800	BeMetals Corp., Warrants	-	-					
	25,100	Cascades Inc.	302,710	298,941					
	54,154	CCL Industries Inc.	3,875,167	4,004,688					
	34,690	Centerra Gold Inc.	339,669	283,764					
	30,951	Dundee Precious Metals Inc.	416,337	403,601					
	104,324	Faraday Copper Corp.	83,765	77,200					

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	85,542	Canadian Pacific Kansas City Ltd.	9,185,540	8,903,211		58,244	Canaccord Genuity Group Inc.	542,638	588,847
	5,260	Cargojet Inc.	670,880	567,396		58,771	Canadian Imperial Bank of Commerce	4,192,881	5,344,047
	182,300	Element Fleet Management Corp.	4,136,331	5,297,638		26,127	CI Financial Corp.	625,169	808,369
	14,313	Heroux-Devtek Inc.	357,850	454,867		22,366	Dominion Lending Centres Inc.	60,816	174,455
	68,270	NFI Group Inc.	1,168,866	955,780		652	Fairfax Financial Holdings Ltd.	980,012	1,304,000
	2,691	RB Global Inc.	314,619	349,130		83,625	Fairfax Financial Holdings Ltd., Preferred	1,901,248	2,093,970
	3,181	Stantec Inc.	342,847	358,753		9,089	Goeasy Ltd.	1,621,454	1,515,227
	21,962	Thomson Reuters Corp.	4,486,444	5,069,269		4,478	Intact Financial Corp.	1,042,943	1,172,027
	21,221	Toromont Industries Ltd.	2,468,910	2,411,554		130,833	Manulife Financial Corp.	4,403,283	5,777,585
	29,965	Waste Connections Inc.	6,315,636	7,389,369		91,857	Power Corp. of Canada	3,574,302	4,118,868
	17,039	Westshore Terminals Investment Corp.	429,358	383,889		183,184	Preservation Capital Partners Strategic Opportunities I LP	313,599	329,954
	25,160	WSP Global Inc.	5,079,382	6,364,474		52,767	Royal Bank of Canada	7,773,119	9,145,576
			46,825,899	51,136,571		16,582	Sprott Inc.	982,401	1,004,372
<b>Consumer Discretionary (1.1%)</b>						67,264	Sun Life Financial Inc.	5,664,964	5,740,982
	426	Dollarama Inc.	48,425	59,759		56,973	Toronto-Dominion Bank	4,541,730	4,360,144
	48,188	Gildan Activewear Inc.	2,968,091	3,259,918		112,573	Trisura Group Ltd.	4,210,451	4,388,096
	3,583	Linamar Corp.	244,341	203,479		62,624	Westaim Corp.	302,068	323,766
	10,503	MTY Food Group Inc.	486,285	480,722				62,676,646	69,187,674
	22,350	Restaurant Brands International Inc.	2,226,673	2,093,972	<b>Information Technology (4.1%)</b>				
	56,439	Spin Master Corp.	1,892,263	1,911,589		352,855	BlackBerry Ltd.	1,414,425	1,926,588
			7,866,078	8,009,439		37,778	Celestica Inc.	1,854,029	5,011,629
<b>Consumer Staples (1.5%)</b>						42,362	Computer Modelling Group Ltd.	441,598	451,155
	5,306	Alimentation Couche-Tard Inc.	402,143	422,994		783	Constellation Software Inc.	2,988,598	3,480,365
	21,936	George Weston Ltd.	4,028,748	4,903,573		507	Constellation Software Inc., Warrants, 2040-03-31	-	-
	21,927	Metro Inc.	1,863,764	1,976,719		17,696	Descartes Systems Group Inc.	2,209,808	2,891,526
	42,168	North West Co Inc.	1,726,133	2,071,292		11,849	Docebo Inc.	730,035	763,787
	85,197	SunOpta Inc.	717,139	945,687		31,886	Dye & Durham Ltd.	520,230	560,556
			8,737,927	10,320,265		11,712	Kinaxis Inc.	1,799,273	2,027,816
<b>Health Care (0.7%)</b>						57,997	Lightspeed Commerce Inc.	1,158,951	1,271,294
	5,590	Arbutus Biopharma Corp.	27,799	26,289		14,437	Lumine Group Inc.	343,958	593,938
	117,678	Chartwell Retirement Residences	1,649,177	1,774,584		63,271	Shopify Inc.	6,380,578	9,679,825
	160,971	Kneat.com Inc.	562,126	943,290				19,841,483	28,658,479
	18,700	Profound Medical Corp.	198,292	201,978	<b>Communication Services (0.4%)</b>				
	84,793	Sienna Senior Living Inc.	1,299,753	1,324,467		788	Cogeco Communications Inc.	52,788	53,072
	99,213	Well Health Technologies Corp.	437,177	680,601		38,821	Cineplex Inc.	353,909	473,616
			4,174,324	4,951,209		46,167	Rogers Communications Inc.	2,602,086	2,040,120
<b>Financials (9.9%)</b>						16,600	VerticalScope Holdings Inc.	166,498	171,810
	55,430	AGF Management Ltd.	469,543	591,438				3,175,281	2,738,618
	71,294	Bank of Nova Scotia	5,409,985	5,503,184	<b>Utilities (2.7%)</b>				
	57,954	Bank of Montreal	7,846,703	8,087,481		149,327	AltaGas Ltd.	4,170,292	4,999,468
	14,523	Brookfield Asset Management Ltd.	953,504	1,132,213		15,554	Atco Ltd.	601,319	740,059
	60,171	Brookfield Corp.	4,716,364	4,971,328		50,943	Boralex Inc.	1,733,223	1,462,574
	28,300	Brookfield Corp., Preferred Ser. 44	547,469	711,745		70,557	Capital Power Corp.	3,165,125	4,495,892
						13,098	Canadian Utilities Ltd.	463,364	456,465
						33,614	Hydro One Ltd.	1,350,948	1,488,092

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	118,605	Innergex Renewable Energy Inc.	1,104,804	954,770					
	10,993	Northland Power Inc.	245,795	196,775					
	187,787	TransAlta Corp.	2,307,820	3,817,710					
			15,142,690	18,611,805					
<b>Real Estate (2.4%)</b>					<b>Government Bonds (0.6%)</b>				
	44,961	Boardwalk Real Estate Investment Trust	3,055,162	2,888,744	CAD	4,060,000	Province of Ontario Canada 4.150%, 2054-12-02	3,947,010	4,036,009
	71,850	Brookfield Office Properties Inc., Preferred Series CC	1,246,660	1,544,057					
	22,948	BSR Real Estate Investment Trust	390,985	400,338					
	53,145	Choice Properties Real Estate Investment Trust	729,422	709,486					
	11,076	Colliers International Group Inc.	1,993,916	2,165,136					
	142,098	Crombie Real Estate Investment Trust	2,068,945	1,877,115					
	19,732	CT Real Estate Investment Trust	297,300	281,970					
	59,629	Dream Industrial Real Estate Investment Trust	785,425	704,218					
	28,832	DREAM Unlimited Corp.	719,184	637,764					
	16,104	First Capital Real Estate Investment Trust	289,491	273,124					
	13,573	FirstService Corp.	3,033,670	3,534,273					
	11,272	Granite Real Estate Investment Trust	853,824	786,335					
	40,736	Minto Apartment Real Estate Investment Trust	629,320	543,418					
	6,396	Morguard North American Residential Real Estate Investment	118,426	109,691					
			16,211,730	16,455,669					
<b>Investment Funds (29.3%)</b>					<b>Corporate Bonds (40.1%)</b>				
	36,595	Chemtrade Logistics Income Fund	336,802	400,349	CAD	1,195,000	Advantage Energy Ltd. 5.000%, 2029-06-30	1,195,000	1,234,160
	16,071	Sprott Physical Uranium Trust	359,080	399,525	CAD	3,258,000	Algonquin Power & Utilities Corp. 5.250%, 2082-01-18	2,798,752	3,128,208
	19,139,340	Picton Mahoney Fortified Arbitrage Plus Alternative Fund, Class I Units**	197,357,166	203,655,974	CAD	2,435,000	Alimentation Couche-Tard Inc. 3.600%, 2025-06-02	2,410,285	2,435,349
			198,053,048	204,455,848	CAD	1,625,000	Allied Properties REIT 3.636%, 2025-04-21	1,604,363	1,624,100
<b>Total Canadian Equities - Long</b>					CAD	1,625,000	Allied Properties REIT 1.726%, 2026-02-12	1,547,813	1,583,220
<b>Canadian Debt (41.3%)</b>					CAD	4,060,000	Allied Properties REIT 5.534%, 2028-09-26	4,060,000	4,126,267
<b>Asset-Backed Securities (0.6%)</b>					CAD	4,600,000	AltaGas Ltd. 5.250%, 2082-01-11	4,070,741	4,450,873
CAD	772,000	BX Commercial Mortgage Trust 2024-PURE 6.961%, 2029-11-15	772,000	773,235	CAD	3,375,000	AltaGas Ltd. 7.350%, 2082-08-17	3,314,820	3,527,243
USD	600,000	Granville Usd Ltd. 0.000%, 2031-07-31	792,445	891,832	CAD	3,000,000	ATS Corp. 6.500%, 2032-08-21	3,018,750	3,030,930
USD	1,000,000	St Lawrence Srt Usd Corp. 0.000%, 2033-05-25	1,348,854	1,478,333	CAD	6,300,000	AutoCanada Inc. 5.750%, 2029-02-07	5,661,355	5,902,313
USD	500,000	St Lawrence Srt Usd 2 Corp. 0.000%, 2032-11-25	687,777	725,935	CAD	4,500,000	Bank of Montreal 7.373%, 2049-12-31	4,523,267	4,760,055
			3,601,076	3,869,335	CAD	1,150,000	Bank of Montreal 7.325%, 2082-11-26	1,105,438	1,215,949
					CAD	1,125,000	Bank of Montreal 5.625%, 2082-05-26	1,022,344	1,136,176
					CAD	3,000,000	Bank of Montreal 7.057%, 2049-12-31	2,945,136	3,163,110
					CAD	1,680,000	Bank of Montreal 6.034%, 2033-09-07	1,785,664	1,793,698
					USD	925,000	Bank of Nova Scotia 4.900%, 2049-12-31	1,185,969	1,319,825
					CAD	4,000,000	Bank of Nova Scotia 4.192%, 2026-08-04	4,000,120	3,999,578
					CAD	3,075,000	Bank of Nova Scotia 7.023%, 2082-07-27	3,016,821	3,203,735
					CAD	924,000	Bank of Nova Scotia 4.442%, 2035-11-15	938,577	934,482
					CAD	1,600,000	Brookfield Renewable Partners ULC 5.450%, 2055-03-12	1,600,000	1,605,485
					USD	305,670	Bruce Trail Funding Corporation 16.340%, 2028-08-31	411,925	416,097
					CAD	1,200,000	Canadian Imperial Bank of Commerce 6.987%, 2084-07-28	1,201,500	1,266,183
					CAD	5,000,000	Capital Power Corp. 8.125%, 2054-06-05	5,061,327	5,531,235
					CAD	4,625,000	Capital Power Corp. 7.950%, 2082-09-09	4,710,217	5,079,924
					CAD	2,600,000	Cascades Inc. 5.125%, 2025-01-15	2,567,494	2,603,315

# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
CAD	2,500,000	Chemtrade Logistics Income Fund 6.250%, 2027-08-31	2,555,489	2,904,700	CAD	1,815,000	Innergex Renewable Energy Inc. 4.750%, 2025-06-30	1,775,269	1,803,566
CAD	100,000	Clarity Trust Note 10.923%, 2025-04-15	100,000	100,000	CAD	2,400,000	Intact Financial Corp. 7.338%, 2083-06-30	2,406,848	2,542,266
CAD	950,000	Cominar Real Estate Investment Trust 7.800%, 2027-12-18	954,663	957,125	CAD	5,300,000	Inter Pipeline Ltd. 6.750%, 2054-12-12	5,300,000	5,310,201
CAD	3,000,000	Doman Building Materials Group Ltd. 5.250%, 2026-05-15	2,782,859	3,000,000	CAD	1,400,000	Keyera Corp. 6.875%, 2079-06-13	1,324,259	1,472,458
CAD	300,000	Doman Building Materials Group Ltd. 5.250%, 2026-05-15	290,438	302,661	CAD	2,325,000	Keyera Corp. 5.950%, 2081-03-10	2,047,291	2,353,908
CAD	5,000,000	Doman Building Materials Group Ltd. 7.500%, 2029-09-17	5,009,000	5,100,000	USD	2,000,000	Manitoulin USD Ltd. 13.290%, 2027-11-10	2,743,862	2,863,471
CAD	960,000	Doman Building Materials Group Ltd. 7.500%, 2029-09-17	974,400	982,195	CAD	3,100,000	Manulife Financial Corp. 7.117%, 2082-06-19	3,065,771	3,232,066
CAD	1,600,000	Dye & Durham Ltd. 3.750%, 2026-03-01	1,396,754	1,548,000	CAD	3,275,000	Matr Corp. 7.250%, 2031-04-02	3,336,406	3,336,406
USD	2,750,000	Empire Communities Corp. 9.750%, 2029-05-01	3,859,315	4,165,840	CAD	4,060,000	National Bank of Canada 3.462%, 2025-01-24	4,060,000	4,060,650
CAD	2,500,000	Empire Communities Corp. 7.625%, 2029-11-01	2,521,875	2,520,458	CAD	3,200,000	National Bank of Canada 7.500%, 2082-11-16	3,199,363	3,389,654
CAD	3,250,000	Enbridge Inc. 6.625%, 2078-04-12	3,380,000	3,417,154	USD	3,641,000	Northriver Midstream Finance LP 6.750%, 2032-07-15	5,184,260	5,272,546
CAD	5,200,000	Enbridge Inc. 5.000%, 2082-01-19	4,366,189	5,017,660	CAD	4,800,000	Parkland Corp. 4.375%, 2029-03-26	4,443,738	4,641,564
CAD	2,600,000	EQB Inc. 8.000%, 2084-10-31	2,602,294	2,745,851	CAD	3,931,000	Pembina Pipeline Corp. 4.800%, 2081-01-25	3,400,804	3,774,808
CAD	3,330,000	Equitable Bank 3.910%, 2027-12-17	3,329,168	3,334,211	CAD	1,670,000	Pembina Pipeline Corp. 3.310%, 2030-02-01	1,625,945	1,625,878
CAD	1,590,000	First Capital Real Estate Investment Trust 3.604%, 2026-05-06	1,586,120	1,589,424	CAD	1,680,000	Rogers Communications Inc. 4.250%, 2032-04-15	1,672,625	1,671,823
USD	2,500,000	First Quantum Minerals Ltd. 9.375%, 2029-03-01	3,509,267	3,828,148	CAD	1,670,000	Royal Bank of Canada 5.096%, 2034-04-03	1,745,016	1,736,099
CAD	4,060,000	Ford Credit Canada Co. 7.000%, 2026-02-10	4,191,544	4,194,300	CAD	6,600,000	Royal Bank of Canada 6.698%, 2049-12-31	6,648,466	6,890,994
CAD	4,510,000	Ford Credit Canada Co. 4.613%, 2027-09-13	4,510,000	4,560,296	CAD	3,900,000	Royal Bank of Canada 4.500%, 2080-11-24	3,763,993	3,900,954
CAD	100,000	Fusion Trust Note 10.923%, 2025-04-15	100,000	100,000	CAD	4,060,000	Royal Bank of Canada 4.000%, 2081-02-24	4,011,280	4,027,250
CAD	3,500,000	G Cooper Equipment Rentals Ltd. 7.450%, 2029-07-04	3,516,631	3,593,549	CAD	6,525,000	Royal Bank of Canada 7.408%, 2049-12-31	6,543,000	7,009,938
CAD	5,175,000	Gibson Energy Inc. 5.250%, 2080-12-22	4,412,087	5,053,849	CAD	5,205,000	Sleep Country Canada Holdings Inc. 6.625%, 2032-11-28	5,207,750	5,269,817
CAD	2,000,000	Gibson Energy Inc. 8.700%, 2083-07-12	2,016,812	2,190,216	CAD	1,622,000	Suncor Energy Inc. 5.600%, 2025-11-17	1,640,085	1,650,746
CAD	1,873,000	Gibson Energy Inc. 4.450%, 2031-11-12	1,871,989	1,894,876	CAD	4,200,000	Superior Plus LP 4.250%, 2028-05-18	3,955,320	3,985,796
CAD	3,416,000	iA Financial Corp. Inc. 6.611%, 2082-06-30	3,318,734	3,519,754	CAD	923,000	Surge Energy Inc. 8.500%, 2029-09-05	923,000	934,922
CAD	5,200,000	iA Financial Corp. Inc. 6.921%, 2084-09-30	5,200,000	5,455,532	CAD	4,060,000	Sysco Canada Inc. 3.650%, 2025-04-25	4,024,028	4,060,937
USD	2,905,000	IAMGOLD Corp. 5.750%, 2028-10-15	3,486,803	4,054,009	CAD	4,500,000	Tamarack Valley Energy Ltd. 7.250%, 2027-05-10	4,408,313	4,563,750
					CAD	2,438,000	TELUS Corp. 3.750%, 2025-01-17	2,426,663	2,437,934
					CAD	4,060,000	Thomson Reuters Corp. 2.239%, 2025-05-14	3,978,191	4,041,703
					CAD	2,000,000	Toronto-Dominion Bank 5.750%, 2049-12-31	1,919,700	1,999,100



## PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

Canadian Equities (28.7%)					Global Equities (28.7%)				
CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
CAD	1,530,000	Toronto-Dominion Bank 5.177%, 2034-04-09	1,585,967	1,592,971		3,915	Atlassian Corp.	1,015,862	1,370,371
CAD	1,660,000	Toronto-Dominion Bank 4.423%, 2035-10-31	1,667,088	1,676,700		542	Azenta Inc.	34,642	38,975
CAD	4,720,000	Toronto-Dominion Bank 5.909%, 2085-01-31	4,720,000	4,704,986		400	Ball Corp.	33,616	31,715
CAD	4,060,000	Toronto-Dominion Bank 4.229%, 2025-01-31	4,066,415	4,061,299		1,505	Banc of California Inc.	34,388	33,463
CAD	4,060,000	Toronto-Dominion Bank 3.105%, 2030-04-22	4,008,600	4,054,218		108	Bandwidth Inc.	2,762	2,644
CAD	6,200,000	Toronto-Dominion Bank 7.232%, 2049-12-31	6,158,493	6,527,298		30,403	Bank of America Corp.	1,693,398	1,921,750
CAD	2,670,000	Veren Inc. 5.503%, 2034-06-21	2,670,000	2,770,048		590	BankUnited Inc.	31,615	32,389
CAD	4,060,000	Videotron Ltd. 5.625%, 2025-06-15	4,084,482	4,074,594		3,682	Banner Corp.	337,911	353,579
CAD	1,020,000	VW Credit Canada Inc. 4.695%, 2027-02-19	1,020,000	1,019,939		741	Baxter International Inc.	32,818	31,076
CAD	2,649,000	Whitecap Resources Inc. 4.382%, 2029-11-01	2,649,000	2,671,420		630	BCB Bancorp Inc.	9,709	10,728
CAD	3,020,000	Wolf Midstream Canada LP 5.950%, 2033-07-18	3,019,607	3,048,363		109	Becton Dickinson & Co.	34,573	35,565
			270,031,007	281,264,359		7,278	BellRing Brands Inc.	529,849	788,604
			277,579,093	289,169,703		351	Berry Global Group Inc.	31,956	32,646
						1,592	Beyond Inc.	12,782	11,288
						75	Bio-Rad Laboratories Inc.	35,308	35,435
						1,617	Biomea Fusion Inc.	14,105	9,023
						270	Block Inc.	29,348	33,003
						30	Blueprint Medicines Corp.	3,958	3,763
						313	Boeing Co.	77,127	79,678
						212	BOK Financial Corp.	34,210	32,457
						4,358	BorgWarner Inc.	204,670	199,250
						16,881	Boston Scientific Corp.	1,452,403	2,168,545
						1,630	Bridgewater Bancshares Inc.	34,117	31,671
						12,280	Bristol-Myers Squibb Co.	910,438	998,917
						10,663	Broadcom Inc.	2,061,483	3,555,407
						2,011	Brookline Bancorp Inc.	30,441	34,128
						5,128	Builders FirstSource Inc.	1,061,052	1,054,127
						874	Business First Bancshares Inc.	30,706	32,305
						2,719	Cal-Maine Foods Inc.	317,448	402,467
						851	Cantaloupe Inc.	8,446	11,639
						871	Capital Bancorp Inc.	31,786	35,701
						631	Capital City Bank Group Inc.	29,805	33,260
						7,398	Cargurus Inc.	334,961	388,780
						8,227	Celsius Holdings Inc.	354,261	311,658
						789	Central Pacific Financial Corp.	34,602	32,964
						83	CEVA Inc.	3,320	3,766
						4,843	CF Industries Holdings Inc.	612,333	594,274
						483	Chemung Financial Corp.	32,225	33,906
						36,138	Chewy Inc.	1,480,969	1,740,607
						364	Ciena Corp.	34,704	44,399
						469	Citizens & Northern Corp.	12,483	12,546
						1,082	Civista Bancshares Inc.	28,613	32,741
						2,614	Clean Harbors Inc.	842,146	865,205
						6,389	Cloudflare Inc.	752,733	989,440
						882	CNB Financial Corp.	29,756	31,535
						811	Comfort Systems USA Inc.	453,675	494,618
						358	Commerce Bancshares Inc.	30,599	32,082
						1,859	Commercial Vehicle Group Inc.	6,277	

# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	11,305	Crescent Energy Co.	240,009	237,543		859	Gyre Therapeutics Inc.	14,161	14,949
	225	Crinetics Pharmaceuticals Inc.	17,908	16,546		422	Hancock Whitney Corp.	31,470	33,211
	439	CryoPort Inc.	4,439	4,912		4,495	Hartford Financial Services Group Inc.	696,014	707,243
	449	Customers Bancorp Inc.	33,272	31,435		3,375	Hasbro Inc.	299,838	271,384
	5,494	DR Horton Inc.	1,083,422	1,104,789		1,024	HBT Financial Inc.	32,251	32,253
	1,900	Darden Restaurants Inc.	492,980	510,148		15,528	Healthpeak Properties Inc.	423,156	452,679
	13,515	DHI Group Inc.	34,879	34,404		452	Home Bancorp Inc.	29,645	30,040
	48,546	DiamondRock Hospitality Co.	589,222	630,468		2,385	Home Depot Inc.	1,161,136	1,334,284
	771	Digimarc Corp.	33,096	41,527		97	Honeywell International Inc.	29,350	31,513
	5,525	DocuSign Inc.	509,571	714,672		29,546	Host Hotels & Resorts Inc.	740,039	744,482
	5,312	Dolby Laboratories Inc.	560,300	596,665		10,583	Howmet Aerospace Inc.	1,123,666	1,664,671
	1,344	Domino's Pizza Inc.	798,585	811,375		375	HubSpot Inc.	387,468	375,787
	5,793	Donaldson Co Inc.	595,503	561,129		816	Hyllion Holdings Corp.	4,221	3,045
	7,956	DoorDash Inc.	1,324,281	1,919,459		184	Illumina Inc.	36,334	35,363
	3,829	Duke Energy Corp.	590,751	593,313		3	Incyte Corp.	282	298
	55,000	Eagle SPV LP	74,486	118,146		7,444	Information Services Group Inc.	33,568	35,758
	239	Eastman Chemical Co.	33,562	31,390		400,000	Inovia Coinvestors SPV IV, Limited Partnership	549,058	575,283
	4,296	Edison International	511,095	493,295		1,390	Inovio Pharmaceuticals Inc.	7,899	3,658
	10,038	Editas Medicine Inc.	39,635	18,335		2,012	Insmmed Inc.	117,922	199,779
	1,380	Eli Lilly & Co.	1,271,751	1,532,209		2,050	Interactive Brokers Group Inc.	545,946	520,881
	743	EMCOR Group Inc.	462,361	485,032		2,275	Intercontinental Exchange Inc.	391,075	487,549
	11,868	Enact Holdings Inc.	546,793	552,683		133	InterDigital Inc.	28,386	37,055
	4,360	Enova International Inc.	550,312	601,224		411	International Paper Co.	31,228	31,813
	678	Enterprise Bancorp Inc.	29,159	38,556		1,771	Interparfums Inc.	324,469	334,965
	5,034	Equity Residential	495,021	519,538		55	Intra-Cellular Therapies Inc.	6,249	6,607
	4,860	Evergy Inc.	395,935	430,215		2,606	Intuitive Surgical Inc.	1,285,532	1,956,290
	5,847	Expand Energy Corp.	735,611	837,136		3,569	Invivyd Inc.	3,514	2,274
	1,600	Expedia Group Inc.	425,129	428,770		3,004	JPMorgan Chase & Co.	709,678	1,035,637
	1,799	F5 Inc.	548,768	650,637		1,519	Jones Lang LaSalle Inc.	515,688	553,019
	1,585	Farmers National Banc Corp.	32,131	32,415		1,272	KeyCorp	33,040	31,356
	949	FARO Technologies Inc.	26,805	34,613		7,961	KKR & Co Inc.	1,088,704	1,693,506
	11,006	Fastenal Co.	988,966	1,138,257		5,755	Korn Ferry	577,453	558,276
	2,750	Fate Therapeutics Inc.	9,730	6,526		7,175	La-Z-Boy Inc.	425,683	449,605
	522	Fifth Third Bancorp	31,024	31,741		2,371	Leidos Holdings Inc.	524,869	491,243
	917	Financial Institutions Inc.	30,781	35,991		35,742	LendingClub Corp.	742,469	832,237
	862	First Bancorp Inc.	32,560	33,907		3,114	Lennar Corp.	665,893	610,744
	1,674	First Bank	33,953	33,874		39	Lennox International Inc.	33,776	34,176
	486	First Business Financial Services Inc.	29,722	32,355		526	Live Oak Bancshares Inc.	34,838	29,919
	441	First Citizens BancShares Inc.	1,059,020	1,340,182		4,905	Loar Holdings Inc.	323,017	521,391
	15,923	First Financial Bancorp	595,420	615,568		3,663	LPL Financial Holdings Inc.	1,368,212	1,720,105
	1,218	First Horizon Corp.	30,271	35,280		4,061	M&T Bank Corp.	1,020,191	1,098,084
	1,550	First Solar Inc.	465,497	392,878		1,829	Masimo Corp.	409,623	434,819
	9,529	Fox Corp.	620,639	665,773		1,664	Mastercard Inc.	1,015,099	1,260,175
	2,997	Freshpet Inc.	544,138	638,400		2,869	Matson Inc.	574,101	556,379
	7,747	G-III Apparel Group Ltd.	299,903	363,445		501	Mercantile Bank Corp.	34,300	32,057
	1,607	Gartner Inc.	883,640	1,119,707		198	Merchants Bancorp/IN	11,282	10,385
	5,600	Gen Digital Inc.	236,339	220,517		7,685	Merck & Co Inc.	1,178,934	1,099,515
	2,931	Generac Holdings Inc.	565,496	653,596		151	Merit Medical Systems Inc.	20,216	21,005
	21,667	General Motors Co.	1,443,522	1,659,981		2,203	Mersana Therapeutics Inc.	5,123	4,531
	820	Gentex Corp.	35,744	33,882		3,367	Meta Platforms Inc.	2,180,444	2,835,300
	2,111	Goldman Sachs Group Inc.	1,185,084	1,738,506		18,887	MetLife Inc.	2,221,626	2,224,141
	21,409	GoPro Inc.	39,604	33,562		387	Metropolitan Bank Holding Corp.	29,908	32,505
	1,876	Groupon Inc.	29,853	32,782					
	671	Guaranty Bancshares Inc.	34,496	33,390					
	1,362	Guidewire Software Inc.	291,123	330,221					



# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	4,372	Micron Technology Inc.	515,630	529,185		422	Preferred Bank	52,209	52,426
	10,064	Microsoft Corp.	5,458,764	6,100,841		179	Preformed Line Products Co.	32,556	32,898
	922	Midland States Bancorp Inc.	31,722	32,355		4,965	PriceSmart Inc.	599,915	658,158
	5,450	Minerals Technologies Inc.	625,161	597,352		28,451	Primo Brands Corp.	880,693	1,259,060
	4,037	Mondelez International Inc.	392,509	346,795		3,133	Primoris Services Corp.	224,381	344,251
	1,286	Motorola Solutions Inc.	627,756	854,910		2,373	Procter & Gamble Co.	499,827	572,167
	249	Mr Cooper Group Inc.	31,678	34,382		6,198	Progressive Corp.	1,516,457	2,135,886
	4,785	Mueller Industries Inc.	534,115	546,141		486	Pure Storage Inc.	31,915	42,938
	1,123	MVB Financial Corp.	33,002	33,433		3,020	Q2 Holdings Inc.	251,235	437,162
	8,944	Nasdaq Inc.	847,403	994,464		2,440	Quanta Services Inc.	688,163	1,109,091
	5,257	Natera Inc.	619,730	1,196,852		720	Radian Group Inc.	33,802	32,846
	20,979	nCino Inc.	1,014,544	1,013,181		11,946	RadNet Inc.	869,530	1,199,909
	9,109	NexPoint Residential Trust Inc.	565,154	546,951		12,408	RAPT Therapeutics Inc.	19,260	28,196
	221	Nicolet Bankshares Inc.	30,881	33,345		2,824	RBC Bearings Inc.	964,307	1,214,956
	14,886	NiSource Inc.	597,780	787,001		415	Red River Bancshares Inc.	31,133	32,218
	2,230	nLight Inc.	34,735	33,644		6,004	Reddit Inc.	758,451	1,411,304
	96	Nordson Corp.	34,239	28,889		921	Regions Financial Corp.	34,375	31,154
	248	Northeast Bank	30,402	32,718		8,705	Reinsurance Group of America Inc.	1,968,457	2,674,561
	296	Northrim BanCorp Inc.	29,593	33,180		1,827	Reservoir Media Inc.	21,033	23,780
	39,142	NVIDIA Corp.	4,493,543	7,559,764		6,500	Revolve Group Inc.	334,880	313,076
	11,953	Oceaneering International Inc.	446,269	448,339		995	Rigel Pharmaceuticals Inc.	20,569	24,070
	10,581	OFG Bancorp	618,188	644,012		477	RingCentral Inc.	22,041	24,018
	2,015	Old Dominion Freight Line Inc.	516,764	511,205		27,598	Robinhood Markets Inc.	829,713	1,478,911
	1,316	Old Second Bancorp Inc.	30,911	33,652		3,237	Roku Inc.	323,240	346,088
	2,597	Ollie's Bargain Outlet Holdings Inc.	333,842	409,844		1,300	Roper Technologies Inc.	862,521	971,948
	3,866	Omeros Corp.	40,002	54,934		203	RTX Corp.	34,111	33,785
	8,968	OneMain Holdings Inc.	574,827	672,365		23,974	RXO Inc.	898,422	821,993
	3,213	Onto Innovation Inc.	696,104	770,175		4,927	Sage Therapeutics Inc.	40,132	38,477
	5,355	Oracle Corp.	1,051,657	1,283,395		2,375	Salesforce Inc.	1,146,410	1,141,985
	411	Orange County Bancorp Inc.	33,588	32,848		1,704	ScanSource Inc.	112,588	116,286
	614	Orion Group Holdings Inc.	6,678	6,473		22,202	Select Water Solutions Inc.	350,516	422,768
	2,479	PagerDuty Inc.	68,607	65,103		7,154	Sempra	798,840	902,545
	304	Pathward Financial Inc.	29,038	32,170		10,519	SentinelOne Inc.	384,646	335,853
	5,649	PC Connection Inc.	553,093	562,780		882	ServiceNow Inc.	818,107	1,344,761
	1,167	PCB Bancorp	31,831	33,971		6,405	Skechers USA Inc.	564,147	619,396
	2,282	Pegasystems Inc.	259,068	305,881		3,996	SkyWest Inc.	517,481	575,455
	37,079	Peloton Interactive Inc.	352,850	463,947		290	Skyworks Solutions Inc.	36,662	36,987
	356	Peoples Bancorp of North Carolina Inc.	13,142	16,000		68	Snap-on Inc.	29,159	33,201
	2,627	Performance Food Group Co.	293,145	319,444		638	South Plains Financial Inc.	29,681	31,886
	15,763	PG&E Corp.	443,632	457,490		375	Southern Missouri Bancorp Inc.	31,209	30,941
	275	Philip Morris International Inc.	48,900	47,599		272	Spectrum Brands Holdings Inc.	32,985	33,052
	18,069	Photronics Inc.	627,714	612,253		1,100	Stride Inc.	104,325	164,420
	9,423	Pinnacle Financial Partners Inc.	1,359,607	1,550,239		63	Stryker Corp.	34,243	32,623
	901	Pioneer Bancorp Inc.	14,816	14,928		1,808	Synopsys Inc.	1,190,563	1,262,071
	520	Plumas Bancorp	34,137	35,344		823	Tactile Systems Technology Inc.	18,309	20,276
	3,047	PNC Financial Services Group Inc.	870,829	845,111		2,089	Take-Two Interactive Software Inc.	411,182	553,053
	250	Popular Inc.	33,179	33,819		4,420	Targa Resources Corp.	652,794	1,134,703
	1,663	Powell Industries Inc.	505,865	530,129		40,075	Telephone and Data Systems Inc.	1,203,798	1,092,782
	28,754	PPL Corp.	1,122,926	1,342,358		1,200	Tesla Inc.	740,702	696,967
						129	Teradyne Inc.	20,149	23,362

As at December 31, 2024

U.S. Stocks					International Stocks				
CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	288	Texas Capital Bancshares Inc.	34,192	32,391		12,846	Endeavour Mining plc	360,862	334,638
	1,648	Texas Roadhouse Inc.	418,011	427,649		1,169	First BanCorp	33,897	31,255
	604	Third Coast Bancshares Inc.	29,697	29,492		2,509	Flutter Entertainment plc	783,125	932,607
	747	Timberland Bancorp Inc.	31,483	32,778		15,359	Galaxy Digital Holdings Ltd.	273,165	383,821
	7,175	TJX Cos Inc.	900,207	1,246,655		24,434	International Game Technology plc	813,660	620,593
	634	Towne Bank	31,244	31,057		9,928	Janus Henderson Group plc	563,458	607,266
	6,724	Trade Desk Inc.	842,901	1,136,575		32,545	Liberty Global Ltd.	612,757	615,037
	8,224	Travel + Leisure Co.	571,865	596,713		7,200	Norwegian Cruise Line Holdings Ltd.	271,687	266,437
	4,390	Twilio Inc.	656,867	682,388		25,813	OneSpaWorld Holdings Ltd.	544,008	738,777
	292	Twist Bioscience Corp.	17,063	19,515		44,465	ReNew Energy Global plc	374,506	436,778
	8,499	UFP Industries Inc.	1,451,018	1,376,958		2,109	SAP SE, ADR	717,060	746,799
	4,816	UL Solutions Inc.	328,632	345,489		2,115	Spotify Technology S.A.	703,572	1,360,844
	21,535	UMH Properties Inc.	574,670	584,748		4,966	Taiwan Semiconductor Manufacturing Co., Ltd.	1,193,049	1,410,501
	933	Unisys Corp.	8,392	8,494		462,258	Talon Metals Corp.	63,207	41,603
	1,993	Universal Electronics Inc.	31,202	31,530		37,716	Teva Pharmaceutical Industries Ltd.	932,959	1,195,525
	7,248	Unum Group	754,449	761,274		4,044	Weatherford International plc	507,466	416,608
	477	US Bancorp	34,287	32,813		127,969	Westgold Resources Ltd.	326,960	322,482
	60,000	United States Cellular Corp.	2,008,571	1,998,964				19,042,140	21,150,089
	1,040	United Rentals Inc.	752,263	1,053,656					
	12,434	Ventas Inc.	855,144	1,053,111					
	700	Veralto Corp.	77,525	102,537					
	2,464	Viavi Solutions Inc.	29,595	35,792					
	5,930	Victoria's Secret & Co.	236,705	353,253					
	1,857	Virtus Investment Partners Inc.	620,745	589,114					
	4,767	Vistra Corp.	588,431	945,228					
	4,513	Voyager Therapeutics Inc.	40,540	36,802					
	18,546	Walmart Inc.	1,564,989	2,409,905					
	5,980	Walt Disney Co.	942,758	957,663					
	435	Westamerica BanCorp	32,420	32,820					
	5,993	Wynn Resorts Ltd.	767,561	742,628					
	3,828	Xcel Energy Inc.	360,359	371,729					
	24,227	Xenia Hotels & Resorts Inc.	488,740	517,774					
	2,883	Xerox Holdings Corp.	36,136	34,954					
	1,909	Zoetis Inc.	476,711	447,331					
	10,641	Zymeworks Inc.	131,243	224,050					
			146,608,468	178,272,271					
		International Equities (3.0%)							
	3,372	Aon plc	1,597,487	1,741,795					
	460	Aptiv plc	36,902	40,012					
	5,031	Axis Capital Holdings Ltd.	568,607	641,221					
	41,293	Brookfield Business Partners LP	1,243,422	1,399,833					
	47,343	Brookfield Infrastructure Partners LP	2,094,330	2,162,628					
	35,169	Brookfield Renewable Partners LP	1,187,824	1,151,433					
	29,975	Brookfield Renewable Partners LP, Preferred	681,279	755,370					
	1,008,027	Burgundy Diamond Mines Ltd.	202,317	79,887					
	96,839	Champion Iron Ltd.	598,556	501,626					
	1,636	CyberArk Software Ltd.	458,622	783,871					
	2,132	Eaton Corp. plc	848,221	1,017,599					
	2,900	Elastic N.V.	449,175	413,243					

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
USD	2,500,000	HealthEquity Inc. 4.500%, 2029-10-01	3,127,347	3,374,770	<b>SHORT POSITIONS (-80.5%)</b>				
USD	3,023,000	Helix Energy Solutions Group Inc. 9.750%, 2029-03-01	4,524,326	4,639,027	<b>Canadian Equities (-26.9%)</b>				
CAD	1,700,000	McDonald's Corp. 4.857%, 2031-05-21	1,759,143	1,775,511	<b>Energy (-1.1%)</b>				
USD	1,550,000	Nexstar Media Inc. 4.750%, 2028-11-01	1,911,434	2,081,025	(205,131)	Baytex Energy Corp.	(901,678)	(758,985)	
USD	4,350,000	NRG Energy Inc. 5.750%, 2029-07-15	5,509,480	6,113,058	(164,018)	Birchcliff Energy Ltd.	(923,321)	(888,978)	
USD	4,350,000	Option Care Health Inc. 4.375%, 2029-10-31	5,473,013	5,775,562	(155,024)	Ensign Energy Services Inc.	(400,837)	(461,972)	
CAD	3,400,000	Pacific Life Global Funding II 4.357%, 2027-02-01	3,408,806	3,408,228	(54,526)	International Petroleum Corp.	(919,866)	(916,582)	
USD	4,225,000	PetSmart Inc. 7.750%, 2029-02-15	5,575,408	5,881,226	(7,328)	Mattr Corp.	(90,719)	(92,626)	
USD	6,200,000	Prime Healthcare Services Inc. 9.375%, 2029-09-01	8,539,556	8,684,112	(217,059)	Spartan Delta Corp.	(817,903)	(748,854)	
USD	3,900,000	Shift4 Payments LLC 4.625%, 2026-11-01	5,252,671	5,558,892	(93,585)	Trican Well Service Ltd.	(419,288)	(480,091)	
USD	1,200,000	Spirit AeroSystems Inc. 9.750%, 2030-11-15	1,849,058	1,911,996	(192,248)	Veren Inc.	(1,750,959)	(1,420,713)	
USD	2,700,000	United States Cellular Corp. 6.700%, 2033-12-15	3,904,397	4,110,457	(65,095)	Vermilion Energy Inc.	(840,201)	(880,735)	
USD	1,000,000	United States Treasury Inflation Indexed Bond 1.625%, 2029-10-15	1,394,963	1,418,980	(100,489)	Whitecap Resources Inc.	(1,020,250)	(1,024,988)	
CAD	4,060,000	Wells Fargo & Co. 4.168%, 2026-04-28	4,034,999	4,067,336			(8,085,022)	(7,674,524)	
			96,662,175	101,336,630	<b>Materials (-1.7%)</b>				
<b>International Bonds (2.3%)</b>					(555)	Agnico Eagle Mines Ltd., NYSE	(66,068)	(62,428)	
USD	1,100,000	Barclays plc 6.125%, 2049-12-31	1,343,258	1,580,282	(39,811)	Algoma Steel Group Inc.	(512,197)	(560,539)	
GBP	1,500,000	Barclays plc 7.125%, 2049-12-31	2,369,890	2,708,581	(25,463)	Altius Minerals Corp.	(584,000)	(677,825)	
GBP	1,050,000	Barclays plc 8.875%, 2049-12-31	1,656,141	1,971,658	(51,799)	Artemis Gold Inc.	(691,698)	(712,236)	
USD	100,000	Standard Chartered plc 6.361%, 2049-12-31	126,525	134,501	(28,015)	Aya Gold & Silver Inc.	(440,996)	(300,881)	
USD	3,200,000	Trivium Packaging Finance BV 8.500%, 2027-08-15	4,342,836	4,600,394	(35,846)	B2Gold Corp.	(145,938)	(126,178)	
USD	1,200,000	UBS Group AG 3.875%, 2049-12-31	1,491,070	1,655,630	(17,872)	Capstone Copper Corp.	(166,858)	(158,882)	
USD	2,300,000	Deutsche Bank AG/CRAFT 2024-1 14.588%, 2033-11-21	3,123,387	3,304,569	(74,065)	Endeavour Silver Corp.	(337,616)	(390,323)	
			14,453,107	15,955,615	(36,956)	ERO Copper Corp.	(944,498)	(716,207)	
<b>Total Global Debt - Long</b>					(25,426)	First Majestic Silver Corp.	(217,013)	(200,865)	
			111,115,282	117,292,245	(74,082)	Interfor Corp.	(1,386,277)	(1,243,837)	
<b>Options (0.6%)</b>					(62,727)	Ivanhoe Mines Ltd.	(1,163,801)	(1,070,123)	
			4,439,334	4,154,640	(4,587)	Kinross Gold Corp., NYSE	(63,733)	(61,155)	
			(287,363)	-	(47,476)	Lundin Mining Corp.	(605,936)	(587,278)	
			1,031,466,509	1,123,862,368	(62,916)	New Found Gold Corp.	(322,188)	(162,952)	
					(186,900)	New Gold Inc.	(728,080)	(670,971)	
					(12,907)	New Pacific Metals Corp.	(43,908)	(21,942)	
					(151,764)	Novagold Resources Inc.	(848,351)	(729,985)	
					(15,478)	Nutrien Ltd.	(985,744)	(995,545)	
					(2,023)	Pan American Silver Corp., NYSE	(63,720)	(58,830)	
					(50,197)	Sandstorm Gold Ltd.	(362,839)	(403,584)	
					(32,488)	Seabridge Gold Inc.	(708,659)	(532,803)	
					(16,858)	Skeena Resources Ltd.	(188,306)	(210,725)	
					(21,880)	Torex Gold Resources Inc.	(613,717)	(619,642)	
					(2,976)	West Fraser Timber Co., Ltd.	(382,767)	(370,661)	
							(12,574,908)	(11,646,397)	
<b>Total Purchased Options - Refer to Appendix A</b>					<b>Industrial (-1.0%)</b>				
					(2,385)	ATS Corp.	(89,789)	(104,558)	
					(11,544)	Ballard Power Systems Inc.	(45,141)	(27,590)	
					(1,738)	Exchange Income Corp.	(85,048)	(102,281)	
					(20,046)	Finning International Inc.	(758,236)	(763,552)	
					(47,273)	GDI Integrated Facility Services Inc.	(1,726,415)	(1,855,465)	
					(13,201)	GFL Environmental Inc.	(610,992)	(845,920)	
					(56,466)	Mullen Group Ltd.	(777,663)	(823,274)	
					(24,502)	Richelieu Hardware Ltd.	(958,745)	(956,558)	

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(44,268)	TELUS International CDA Inc.	(327,074)	(250,114)
	(6,372)	TFI International Inc.	(1,241,910)	(1,237,697)
			(6,621,013)	(6,967,009)
<b>Consumer Discretionary (-0.7%)</b>				
	(2,077)	Aritzia Inc.	(105,696)	(110,995)
	(13,029)	AutoCanada Inc.	(264,283)	(225,793)
	(1,402)	BRP Inc.	(120,857)	(102,640)
	(9,018)	Canada Goose Holdings Inc.	(148,835)	(130,220)
	(18,757)	Canadian Tire Corp. Ltd.	(2,835,554)	(2,836,424)
	(20,933)	Magna International Inc.	(1,258,463)	(1,257,655)
	(13,055)	Pet Valu Holdings Ltd.	(342,462)	(329,508)
			(5,076,150)	(4,993,235)
<b>Consumer Staples (-1.1%)</b>				
	(22,370)	Empire Co., Ltd.	(813,879)	(981,819)
	(4,422)	Jamieson Wellness Inc.	(131,019)	(162,332)
	(13,208)	Loblaw Cos Ltd.	(2,306,686)	(2,498,557)
	(71,459)	Maple Leaf Foods Inc.	(1,667,015)	(1,453,476)
	(20,299)	Premium Brands Holdings Corp.	(1,794,292)	(1,605,245)
	(26,703)	Saputo Inc.	(753,533)	(667,308)
			(7,466,424)	(7,368,737)
<b>Health Care (0.0%)</b>				
	(358)	Aurora Cannabis Inc.	(9,752)	(2,187)
<b>Financials (-0.9%)</b>				
	(807)	Brookfield Corp., NYSE	(67,621)	(66,678)
	(20,606)	Definity Financial Corp.	(1,101,627)	(1,204,421)
	(4,362)	EQB Inc.	(464,217)	(431,707)
	(20,796)	Fiera Capital Corp.	(193,769)	(187,580)
	(21,391)	First National Financial Corp.	(787,582)	(862,913)
	(47,395)	Great-West Lifeco Inc.	(2,037,566)	(2,259,320)
	(1,947)	iA Financial Corp. Inc.	(251,947)	(259,574)
	(171)	IGM Financial Inc.	(6,478)	(7,851)
	(13,295)	Laurentian Bank of Canada	(345,782)	(385,023)
	(1,791)	National Bank of Canada	(223,147)	(234,693)
	(134)	Propel Holdings Inc.	(1,663)	(4,930)
	(11,276)	TMX Group Ltd.	(433,685)	(499,301)
			(5,915,084)	(6,403,991)
<b>Information Technology (-0.3%)</b>				
	(707)	CGI Inc.	(107,992)	(111,197)
	(22,522)	Enghouse Systems Ltd.	(684,947)	(610,121)
	(42,322)	Open Text Corp., NASD	(2,034,304)	(1,721,659)
			(2,827,243)	(2,442,977)
<b>Communication Services (-0.1%)</b>				
	(13,271)	BCE Inc.	(559,681)	(442,190)
	(15,375)	Quebecor Inc.	(484,473)	(484,313)
	(4,455)	TELUS Corp.	(94,555)	(86,828)
			(1,138,709)	(1,013,331)
CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
<b>Utilities (-0.9%)</b>				
	(207,507)	Algonquin Power & Utilities Corp.	(1,642,977)	(1,323,895)
	(20,836)	Brookfield Infrastructure Corp.	(1,078,065)	(1,201,820)
	(19,281)	Brookfield Renewable Corp.	(803,559)	(766,998)
	(7,215)	Emera Inc.	(357,115)	(387,662)
	(27,084)	Fortis Inc.	(1,541,643)	(1,617,727)
	(110,651)	Superior Plus Corp.	(917,357)	(707,060)
			(6,340,716)	(6,005,162)
<b>Real Estate (-0.7%)</b>				
	(5,218)	Allied Properties Real Estate Investment Trust	(90,670)	(89,489)
	(1,885)	Altus Group Ltd.	(105,522)	(105,560)
	(38,846)	Canadian Apartment Properties REIT	(1,904,071)	(1,656,005)
	(9,531)	H&R Real Estate Investment Trust	(92,805)	(88,448)
	(100,737)	InterRent Real Estate Investment Trust	(1,231,766)	(1,022,481)
	(5,252)	Killam Apartment Real Estate Investment Trust	(95,796)	(89,809)
	(22,519)	NorthWest Healthcare Properties Real Estate Investment Trust	(109,442)	(100,210)
	(63,697)	RioCan Real Estate Investment Trust	(1,207,218)	(1,164,381)
	(165,605)	StorageVault Canada Inc.	(769,052)	(652,484)
			(5,606,342)	(4,968,867)
<b>Index Equivalents (-18.4%)</b>				
	(228,029)	iShares S&P/TSX Capped Energy Index ETF	(4,180,130)	(3,901,576)
	(2,476,622)	iShares Core S&P/TSX Capped Composite Index ETF	(92,688,078)	(97,603,673)
	(729,356)	iShares S&P/TSX 60 Index ETF	(24,186,901)	(27,328,969)
			(121,055,109)	(128,834,218)
<b>Total Canadian Equities - Short</b>			<b>(182,716,472)</b>	<b>(188,320,635)</b>
<b>Canadian Debt (-6.2%)</b>				
<b>Government Bonds (-5.3%)</b>				
CAD	(1,815,000)	Canadian Government Bond 2.250%, 2029-06-01	(1,766,539)	(1,768,935)
CAD	(2,110,000)	Canadian Government Bond 2.750%, 2030-03-01	(2,089,533)	(2,085,811)
CAD	(197,000)	Canadian Government Bond 5.000%, 2037-06-01	(228,766)	(231,769)
CAD	(1,540,000)	Canadian Government Bond 1.500%, 2026-06-01	(1,507,814)	(1,511,427)
CAD	(8,039,000)	Canadian Government Bond 2.750%, 2027-09-01	(7,996,312)	(8,009,113)
CAD	(5,660,000)	Canadian Government Bond 3.250%, 2028-09-01	(5,728,242)	(5,723,390)
CAD	(3,487,000)	Canadian Government Bond 4.000%, 2029-03-01	(3,631,268)	(3,630,342)
CAD	(5,687,000)	Canadian Government Bond 3.000%, 2034-06-01	(5,594,065)	(5,589,042)

## PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

	No. of shares/ units/		Average cost	Fair value		No. of shares/ units/		Average cost	Fair value
CCY*	Face value	Security Description	(\$)	(\$)	CCY*	Face value	Security Description	(\$)	(\$)
CAD	(2,932,000)	Canadian Government Bond 3.500%, 2029-09-01	(3,000,043)	(2,999,918)		(6,333)	Americold Realty Trust Inc.	(215,798)	(194,915)
CAD	(4,025,000)	Canadian Government Bond 1.500%, 2031-06-01	(3,629,343)	(3,659,963)		(1,243)	Amgen Inc.	(524,242)	(465,944)
CAD	(1,810,000)	Canadian Government Bond 1.500%, 2031-12-01	(1,632,649)	(1,630,626)		(659)	Amphenol Corp.	(69,195)	(65,823)
			(36,804,574)	(36,840,336)		(584)	Amplitude Inc.	(8,522)	(8,861)
						(1,315)	Amprius Technologies Inc.	(3,606)	(5,295)
						(1,775)	Annaly Capital Management Inc.	(48,196)	(46,717)
						(8,749)	Antero Resources Corp.	(370,352)	(441,030)
						(7,900)	Apellis Pharmaceuticals Inc.	(379,537)	(362,556)
						(8,064)	API Group Corp.	(416,088)	(417,169)
						(412)	Apollo Commercial Real Estate Finance Inc.	(5,276)	(5,131)
			(4,146,275)	(4,279,822)		(8,037)	Aprian Corp.	(398,960)	(381,212)
			(5,911,200)	(6,103,330)		(179)	Applied Industrial Technologies Inc.	(67,021)	(61,649)
						(3,867)	ArcBest Corp.	(615,746)	(519,004)
						(452)	Arista Networks Inc.	(72,320)	(71,852)
						(3,982)	Arrow Electronics Inc.	(681,417)	(647,832)
						(498)	Arrow Financial Corp.	(20,691)	(20,563)
						(1,158)	Asana Inc.	(22,496)	(33,759)
						(212)	Ashland Inc.	(23,684)	(21,788)
						(607)	Associated Banc-Corp	(22,608)	(20,865)
						(7,387)	Atlanta Braves Holdings Inc.	(408,253)	(406,476)
						(391)	Atlantic Union Bankshares Corp.	(21,053)	(21,301)
						(8,435)	Atossa Therapeutics Inc.	(13,871)	(11,453)
						(2,675)	Avery Dennison Corp.	(778,988)	(719,927)
						(1,116)	Aviat Networks Inc.	(29,006)	(29,067)
						(59)	Axon Enterprise Inc.	(54,313)	(50,431)
						(334)	AZEK Co Inc.	(23,181)	(22,803)
						(1,865)	Applied Materials Inc.	(497,373)	(436,215)
						(542)	Baker Hughes Co.	(32,571)	(31,975)
						(12,491)	Baldwin Insurance Group Inc.	(803,815)	(696,310)
						(7,206)	Bancorp Inc.	(500,995)	(545,443)
						(157)	Bank First Corp.	(22,983)	(22,374)
						(631)	Bank of Marin Bancorp	(18,971)	(21,571)
						(608)	Bank of New York Mellon Corp.	(68,166)	(67,182)
						(11,042)	Bank OZK	(667,773)	(707,167)
						(507)	Bankwell Financial Group Inc.	(22,930)	(22,714)
						(8,731)	Beazer Homes USA Inc.	(401,957)	(344,815)
						(343)	Benchmark Electronics Inc.	(22,807)	(22,396)
						(5,641)	Bentley Systems Inc.	(379,501)	(378,874)
						(538)	Berkshire Hills Bancorp Inc.	(17,766)	(21,998)
						(1,773)	Biogen Inc.	(442,553)	(389,937)
						(1,413)	Bioventus Inc.	(18,051)	(21,338)
						(276)	BlackLine Inc.	(20,871)	(24,118)
						(3,054)	Blackstone Inc.	(702,154)	(757,318)
						(15,641)	Blackstone Mortgage Trust Inc.	(405,937)	(391,638)
						(6,905)	Bloom Energy Corp.	(158,219)	(220,564)
						(1,458)	Blue Foundry Bancorp	(21,213)	(20,571)
						(32,830)	Blue Owl Capital Inc.	(870,701)	(1,098,252)
						(104)	Booking Holdings Inc.	(556,915)	(743,144)
						(607)	Bridgebio Pharma Inc.	(20,893)	(23,955)



# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(820)	Bright Horizons Family Solutions Inc.	(126,864)	(130,729)		(216)	Coastal Financial Corp.	(22,731)	(26,378)
	(205)	Broadridge Financial Solutions Inc.	(68,213)	(66,659)		(3,566)	Cogent Communications Holdings Inc.	(367,790)	(395,265)
	(465)	Brown & Brown Inc.	(68,833)	(68,228)		(632)	Cohu Inc.	(25,272)	(24,269)
	(7,204)	Brown-Forman Corp.	(433,984)	(393,505)		(4,680)	Colgate-Palmolive Co.	(641,091)	(611,898)
	(560)	Bruker Corp.	(41,652)	(47,212)		(898)	Columbia Financial Inc.	(22,790)	(20,419)
	(3,700)	Brunswick Corp.	(408,537)	(344,186)		(3,600)	Commercial Metals Co.	(294,097)	(256,806)
	(238)	Burke & Herbert Financial Services Corp.	(20,039)	(21,345)		(3,716)	CommScope Holding Co Inc.	(18,278)	(27,844)
	(394)	BWX Technologies Inc.	(67,684)	(63,120)		(1,047)	CompoSecure Inc.	(21,206)	(23,084)
	(521)	Byline Bancorp Inc.	(22,755)	(21,730)		(580)	Confluent Inc.	(16,557)	(23,323)
	(1)	Byrna Technologies Inc.	(28)	(41)		(607)	ConnectOne Bancorp Inc.	(21,817)	(20,000)
	(113)	CACI International Inc.	(65,707)	(65,667)		(5,234)	ConocoPhillips	(810,081)	(746,510)
	(435)	Cadence Bank	(20,759)	(21,553)		(134)	Constellation Brands Inc.	(44,476)	(42,591)
	(1,237)	Cadence Design Systems Inc.	(481,878)	(534,537)		(205)	Constellation Energy Corp.	(69,691)	(65,957)
	(935)	California BanCorp	(20,889)	(22,242)		(1,182)	Contineum Therapeutics Inc.	(23,617)	(24,904)
	(5,683)	California Water Service Group	(406,928)	(370,497)		(306)	Cooper Cos Inc.	(42,870)	(40,458)
	(315)	Camden National Corp.	(20,536)	(19,363)		(9,954)	Corebridge Financial Inc.	(430,418)	(428,475)
	(14,134)	Cannae Holdings Inc.	(390,728)	(403,707)		(133)	Corpay Inc.	(67,609)	(64,734)
	(6,375)	Cardiff Oncology Inc.	(21,573)	(39,792)		(135)	CorVel Corp.	(19,331)	(21,602)
	(20,211)	Carlyle Group Inc.	(1,241,716)	(1,467,624)		(8,768)	CoStar Group Inc.	(922,687)	(902,764)
	(207)	CarMax Inc.	(21,689)	(24,341)		(49)	Costco Wholesale Corp.	(69,155)	(64,572)
	(267)	Carpenter Technology Corp.	(65,943)	(65,169)		(32,199)	Coty Inc.	(379,001)	(322,310)
	(863)	Carter Bankshares Inc.	(20,680)	(21,832)		(1,367)	Coupang Inc.	(45,618)	(43,213)
	(367)	Cass Information Systems Inc.	(21,868)	(21,593)		(296)	CSG Systems International Inc.	(19,773)	(21,758)
	(60)	Castle Biosciences Inc.	(2,420)	(2,300)		(3,396)	CubeSmart	(211,502)	(209,286)
	(1,800)	Caterpillar Inc.	(912,054)	(939,103)		(130)	Curtiss-Wright Corp.	(67,760)	(66,349)
	(379)	Cava Group Inc.	(66,688)	(61,485)		(721)	Cytokinetics Inc.	(52,698)	(48,778)
	(3,727)	CBIZ Inc.	(412,613)	(438,625)		(3,400)	Datadog Inc.	(724,485)	(698,719)
	(5,152)	CBRE Group Inc.	(974,664)	(972,812)		(398)	Dayforce Inc.	(34,562)	(41,580)
	(132)	Centene Corp.	(11,095)	(11,501)		(3,007)	Deckers Outdoor Corp.	(681,662)	(878,301)
	(8,778)	CenterPoint Energy Inc.	(378,531)	(400,578)		(763)	Delta Air Lines Inc.	(66,758)	(66,390)
	(4,600)	CH Robinson Worldwide Inc.	(597,357)	(683,540)		(843)	DENTSPLY SIRONA Inc.	(23,127)	(23,012)
	(11,082)	ChargePoint Holdings Inc.	(17,399)	(17,054)		(652)	Design Therapeutics Inc.	(4,301)	(5,786)
	(5)	Chefs' Warehouse Inc.	(288)	(355)		(7,160)	Diebold Nixdorf Inc.	(440,776)	(443,207)
	(13,000)	Chegg Inc.	(150,876)	(30,102)		(6,126)	DigitalOcean Holdings Inc.	(331,292)	(300,172)
	(225)	Cheniere Energy Inc.	(68,354)	(69,531)		(465)	Dime Community Bancshares Inc.	(20,092)	(20,555)
	(739)	Chipotle Mexican Grill Inc.	(67,754)	(64,089)		(272)	Discover Financial Services	(68,129)	(67,766)
	(450)	ChoiceOne Financial Services Inc.	(19,428)	(23,066)		(1,578)	Dollar Tree Inc.	(199,140)	(170,076)
	(2,074)	Churchill Downs Inc.	(398,956)	(398,329)		(10,586)	Dominion Energy Inc.	(746,888)	(820,011)
	(50)	Cigna Group	(22,916)	(19,857)		(10,070)	DoubleVerify Holdings Inc.	(233,863)	(278,214)
	(229)	Cintas Corp.	(68,863)	(60,172)		(323)	Doximity Inc.	(18,019)	(24,802)
	(319)	Citigroup Inc.	(32,271)	(32,294)		(20,443)	DraftKings Inc.	(1,057,680)	(1,093,727)
	(10,272)	Citizens Financial Group Inc.	(606,489)	(646,478)		(1,400)	Duolingo Inc.	(406,923)	(652,834)
	(95)	Citizens Financial Services Inc.	(9,350)	(8,650)		(591)	DuPont de Nemours Inc.	(67,985)	(64,811)
	(126)	City Holding Co.	(20,939)	(21,470)		(878)	Eastern Bankshares Inc.	(21,221)	(21,782)
	(45,078)	Claros Mortgage Trust Inc.	(448,594)	(293,038)		(98)	Ecovyst Inc.	(1,106)	(1,077)
	(1,636)	Clearwater Analytics Holdings Inc.	(68,894)	(64,752)		(233)	Edgewise Therapeutics Inc.	(9,440)	(8,947)
	(40,652)	Cleveland-Cliffs Inc.	(828,851)	(549,580)		(2,971)	Edwards Lifesciences Corp.	(281,496)	(316,324)
	(5,236)	Climb Bio Inc.	(27,483)	(13,555)		(3,194)	eGain Corp.	(25,205)	(28,618)
	(7,238)	CNX Resources Corp.	(409,944)	(381,725)		(1,881)	Electronic Arts Inc.	(352,705)	(395,781)
						(1,200)	Elf Beauty Inc.	(233,250)	(216,680)
						(21,530)	Ellington Financial Inc.	(377,636)	(375,291)
						(477)	Encompass Health Corp.	(66,760)	(63,354)

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(2,479)	Enphase Energy Inc.	(342,050)	(244,866)		(151)	General Electric Co.	(35,678)	(36,222)
	(93)	Enpro Inc.	(21,552)	(23,066)		(6,365)	General Mills Inc.	(636,452)	(583,763)
	(3,208)	Entegris Inc.	(476,091)	(457,040)		(259)	Genuine Parts Co.	(46,151)	(43,493)
	(6,238)	EQT Corp.	(347,208)	(413,678)		(359)	German American Bancorp Inc.	(20,143)	(20,766)
	(1,305)	Equifax Inc.	(462,831)	(478,318)		(6,516)	Gilead Sciences Inc.	(726,752)	(865,632)
	(50)	Equinix Inc.	(68,740)	(67,804)		(264)	Gitlab Inc.	(20,161)	(21,395)
	(1,027)	Equitable Holdings Inc.	(69,264)	(69,672)		(289)	Glacier Bancorp Inc.	(18,953)	(20,874)
	(346)	Equity Bancshares Inc.	(20,184)	(21,109)		(339)	Glaukos Corp.	(67,522)	(73,104)
	(4,108)	Equity LifeStyle Properties Inc.	(405,620)	(393,483)		(169,768)	Globalstar Inc.	(340,925)	(505,415)
	(110)	ESCO Technologies Inc.	(19,968)	(21,074)		(584)	Globus Medical Inc.	(68,450)	(69,469)
	(221)	Esquire Financial Holdings Inc.	(21,052)	(25,269)		(968)	GoDaddy Inc.	(203,274)	(274,776)
	(803)	ESSA Bancorp Inc.	(21,686)	(22,520)		(3,318)	Goosehead Insurance Inc.	(503,723)	(511,651)
	(8,252)	Essential Utilities Inc.	(441,767)	(431,049)		(2,284)	GrafTech International Ltd.	(6,622)	(5,683)
	(163)	Essex Property Trust Inc.	(69,462)	(66,915)		(240)	Graphic Packaging Holding Co.	(10,049)	(9,375)
	(1,013)	Evercore Inc.	(424,120)	(403,839)		(231)	Greif Inc., Class A	(22,386)	(20,306)
	(5,000)	Eversource Energy	(436,996)	(412,981)		(220)	Greif Inc., Class B	(22,668)	(21,468)
	(1,367)	Exelixis Inc.	(68,111)	(65,469)		(203)	Griffon Corp.	(20,619)	(20,808)
	(800)	FactSet Research Systems Inc.	(472,176)	(552,594)		(168)	Guardant Health Inc.	(7,260)	(7,381)
	(22)	Fair Isaac Corp.	(67,910)	(62,994)		(741)	GXO Logistics Inc.	(58,272)	(46,358)
	(8,001)	Federated Hermes Inc.	(395,973)	(473,057)		(14,888)	Halliburton Co.	(659,674)	(582,193)
	(359)	First Bancorp/Southern Pines NC	(21,931)	(22,702)		(636)	Hanmi Financial Corp.	(22,850)	(21,605)
	(663)	First Community Corp.	(19,548)	(22,885)		(1,244)	HarborOne Bancorp Inc.	(22,154)	(21,165)
	(357)	First Community Bankshares Inc.	(22,798)	(21,380)		(5,489)	Harley-Davidson Inc.	(270,206)	(237,856)
	(721)	First Financial Northwest Inc.	(22,049)	(22,502)		(24,032)	Harmonic Inc.	(414,047)	(457,269)
	(2,114)	First Foundation Inc.	(22,879)	(18,881)		(2,771)	Jack Henry & Associates Inc.	(618,422)	(698,618)
	(252)	First Interstate BancSystem Inc.	(11,899)	(11,768)		(3,553)	Henry Schein Inc.	(348,090)	(353,609)
	(237)	Fiserv Inc.	(69,029)	(70,018)		(633)	Heritage Financial Corp.	(19,524)	(22,304)
	(500)	Five Star Bancorp	(20,852)	(21,638)		(8,957)	Hexcel Corp.	(786,447)	(807,703)
	(2,899)	Five9 Inc.	(115,851)	(169,443)		(507)	Hillenbrand Inc.	(25,750)	(22,444)
	(5,045)	Flagstar Financial Inc.	(76,761)	(67,696)		(8,505)	Hilltop Holdings Inc.	(372,733)	(350,201)
	(2,805)	Floor & Decor Holdings Inc.	(393,632)	(402,207)		(7,200)	Hims & Hers Health Inc.	(272,062)	(250,386)
	(789)	Flowserve Corp.	(68,188)	(65,271)		(60)	Hingham Institution For Savings The	(20,009)	(21,930)
	(867)	Fluor Corp.	(67,516)	(61,498)		(122)	Hooker Furnishings Corp.	(3,092)	(2,458)
	(544)	Flushing Financial Corp.	(12,032)	(11,172)		(893)	Horizon Bancorp Inc.	(20,131)	(20,690)
	(4,828)	FMC Corp.	(374,697)	(337,532)		(3,367)	JB Hunt Transport Services Inc.	(812,182)	(826,412)
	(10,042)	Forestar Group Inc.	(402,903)	(374,349)		(2,785)	Huntington Bancshares Inc.	(67,977)	(65,168)
	(2,200)	Fortinet Inc.	(297,259)	(298,940)		(170)	Huntington Ingalls Industries Inc.	(46,477)	(46,202)
	(613)	L B Foster Co.	(19,865)	(23,716)		(4,300)	IAC Inc.	(297,688)	(266,790)
	(2,769)	Franklin Electric Co Inc.	(411,703)	(388,085)		(142)	IDEX Corp.	(45,390)	(42,742)
	(1,127)	Freeport-McMoRan Inc.	(66,798)	(61,722)		(550)	IDEXX Laboratories Inc.	(344,686)	(327,037)
	(2,046)	Freshworks Inc.	(32,928)	(47,581)		(3,383)	Illinois Tool Works Inc.	(1,151,943)	(1,233,685)
	(34,113)	FTAI Infrastructure Inc.	(403,124)	(356,187)		(7,906)	Immuneering Corp.	(19,773)	(25,015)
	(6,420)	FuboTV Inc.	(16,371)	(11,634)		(228)	Independent Bank Corp.	(22,962)	(21,049)
	(54)	FuelCell Energy Inc.	(8,261)	(702)		(2,815)	Ingersoll Rand Inc.	(387,724)	(366,232)
	(933)	Fulgent Genetics Inc.	(24,693)	(24,784)		(1,149)	Inhibrx Biosciences Inc.	(23,131)	(25,449)
	(774)	Fulton Financial Corp.	(22,924)	(21,462)		(3,029)	Inozyme Pharma Inc.	(14,443)	(12,067)
	(1,217)	FVCBankcorp Inc.	(22,538)	(22,001)		(79)	Inspire Medical Systems Inc.	(21,168)	(21,063)
	(10,043)	FirstEnergy Corp.	(540,739)	(574,579)		(1,604)	Intel Corp.	(80,654)	(46,253)
	(10,897)	Franklin Resources Inc.	(306,463)	(317,988)		(2,326)	International Business Machines Corp.	(701,700)	(735,391)
	(1,906)	GATX Corp.	(319,232)	(424,780)		(692)	Investar Holding Corp.	(19,354)	(21,855)
	(141)	GE Vernova Inc.	(66,431)	(66,703)					

# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **SCHEDULE OF INVESTMENT PORTFOLIO**

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(175)	IQVIA Holdings Inc.	(48,363)	(49,459)		(1,870)	Moody's Corp.	(1,173,736)	(1,273,104)
	(3,817)	Iron Mountain Inc.	(572,828)	(577,016)		(1,337)	Moog Inc.	(369,268)	(378,500)
	(2,449)	JBT Marel Corp.	(406,875)	(447,668)		(3,500)	Morgan Stanley	(644,271)	(632,840)
	(733)	John Marshall Bancorp Inc.	(23,541)	(21,168)		(6,931)	MSC Industrial Direct Co Inc.	(852,564)	(744,526)
	(105)	Johnson & Johnson	(22,807)	(21,839)		(77)	MSCI Inc.	(68,430)	(66,446)
	(753)	Kadant Inc.	(378,991)	(373,614)		(331)	NBT Bancorp Inc.	(20,707)	(22,736)
	(1,999)	Kearny Financial Corp.	(19,957)	(20,355)		(343)	National Bank Holdings Corp.	(21,177)	(21,242)
	(601)	Kellanova	(69,013)	(69,987)		(492)	National Bankshares Inc.	(20,703)	(20,315)
	(17,116)	Kennametal Inc.	(608,709)	(591,285)		(6,100)	National Storage Affiliates Trust	(355,963)	(332,587)
	(3,639)	Kforce Inc.	(299,085)	(296,747)		(809)	NB Bancorp Inc.	(21,352)	(21,013)
	(36)	Kinsale Capital Group Inc.	(24,236)	(24,082)		(193)	NCR Atleos Corp.	(8,229)	(9,415)
	(797)	KLA Corp.	(727,758)	(722,276)		(1,050)	NeoGenomics Inc.	(21,853)	(24,887)
	(3,899)	Kodiak Gas Services Inc.	(223,336)	(228,957)		(52)	Netflix Inc.	(68,089)	(66,659)
	(343)	Korro Bio Inc.	(22,153)	(18,780)		(250)	Nevro Corp.	(13,686)	(1,338)
	(505)	Kyndryl Holdings Inc.	(25,402)	(25,130)		(11,312)	Newmont Corp.	(689,787)	(605,532)
	(197)	Lakeland Financial Corp.	(18,623)	(19,482)		(1,666)	News Corp.	(67,840)	(65,987)
	(4,206)	Lamb Weston Holdings Inc.	(431,060)	(404,261)		(141)	Norfolk Southern Corp.	(47,967)	(47,594)
	(187)	Lantheus Holdings Inc.	(23,961)	(24,060)		(174)	Northern Oil & Gas Inc.	(9,841)	(9,299)
	(302)	Lattice Semiconductor Corp.	(20,602)	(24,605)		(1,236)	Northfield Bancorp Inc.	(20,241)	(20,656)
	(952)	LCNB Corp.	(20,363)	(20,716)		(1,115)	Northwest Bancshares Inc.	(22,762)	(21,152)
	(6,290)	Lemonade Inc.	(403,997)	(331,819)		(146)	Norwood Financial Corp.	(6,001)	(5,712)
	(6,983)	LGI Homes Inc.	(1,030,905)	(897,844)		(948)	Novavax Inc.	(10,668)	(10,962)
	(3,315)	Liberty Broadband Corp.	(374,967)	(356,430)		(507)	NRG Energy Inc.	(68,792)	(65,786)
	(2,235)	LINKBANCORP Inc.	(21,307)	(24,044)		(747)	Nutanix Inc.	(69,932)	(65,728)
	(43)	Lithia Motors Inc.	(23,080)	(22,105)		(38)	O'Reilly Automotive Inc.	(68,923)	(64,806)
	(7,215)	LiveRamp Holdings Inc.	(284,285)	(315,139)		(807)	OceanFirst Financial Corp.	(20,632)	(21,007)
	(96)	Lockheed Martin Corp.	(67,552)	(67,093)		(2,300)	Okta Inc.	(298,823)	(260,661)
	(317)	LSB Industries Inc.	(3,670)	(3,460)		(771)	Old National Bancorp/IN	(20,969)	(24,068)
	(24,332)	Lumen Technologies Inc.	(236,080)	(185,821)		(398)	Olympic Steel Inc.	(23,165)	(18,781)
	(22,687)	Lyft Inc.	(464,803)	(420,909)		(3,975)	ON Semiconductor Corp.	(398,167)	(360,449)
	(16,553)	Macerich Co.	(324,606)	(474,228)		(2,565)	ONEOK Inc.	(358,236)	(370,376)
	(72)	Madison Square Garden Sports Corp.	(21,183)	(23,369)		(535)	Onity Group Inc.	(20,597)	(23,630)
	(781)	Madrigal Pharmaceuticals Inc.	(246,991)	(346,598)		(8,576)	Origin Bancorp Inc.	(410,186)	(410,601)
	(11,381)	Maplebear Inc.	(564,608)	(677,972)		(11,047)	Ormat Technologies Inc.	(1,189,022)	(1,075,927)
	(2,059)	MarketAxess Holdings Inc.	(752,178)	(669,365)		(9,618)	Oscar Health Inc.	(217,391)	(185,911)
	(435)	Marvell Technology Inc.	(74,812)	(69,100)		(5,475)	Oshkosh Corp.	(821,771)	(748,599)
	(19,762)	MaxLinear Inc.	(422,313)	(562,184)		(4,300)	Otis Worldwide Corp.	(589,614)	(572,727)
	(25)	MercadoLibre Inc.	(65,113)	(61,140)		(1,611)	Ovintiv Inc.	(93,312)	(93,809)
	(269)	Meritage Homes Corp.	(64,407)	(59,510)		(244)	Owens Corning	(66,354)	(59,769)
	(28)	Metrocity Bankshares Inc.	(1,158)	(1,287)		(584)	Pacific Premier Bancorp Inc.	(21,277)	(20,931)
	(3,409)	MGIC Investment Corp.	(115,466)	(116,247)		(203)	Packaging Corp. of America	(68,758)	(65,728)
	(1,534)	Microchip Technology Inc.	(152,850)	(126,526)		(85)	Park National Corp.	(20,340)	(20,957)
	(3,046)	Mid-America Apartment Communities Inc.	(585,618)	(677,137)		(71)	Parker-Hannifin Corp.	(67,989)	(64,947)
	(119)	Middleby Corp.	(22,574)	(23,182)		(2,541)	PayPal Holdings Inc.	(307,334)	(311,910)
	(532)	Middlefield Banc Corp.	(19,784)	(21,462)		(540)	Penns Woods Bancorp Inc.	(18,638)	(23,602)
	(18,065)	Mirion Technologies Inc.	(410,308)	(453,372)		(131)	Penumbra Inc.	(37,218)	(44,742)
	(1,906)	Mobileye Global Inc.	(39,578)	(54,605)		(306)	Peoples Financial Services Corp.	(21,007)	(22,524)
	(742)	Moderna Inc.	(52,478)	(44,372)		(2,263)	PepsiCo Inc.	(516,250)	(494,904)
	(900)	Molina Healthcare Inc.	(378,323)	(376,731)		(690)	Phibro Animal Health Corp.	(19,788)	(20,840)
	(991)	MongoDB Inc.	(383,145)	(331,816)		(1,894)	Phillips 66	(351,532)	(310,341)
	(56)	Monolithic Power Systems Inc.	(47,515)	(47,655)		(6,800)	Plug Power Inc.	(65,080)	(20,831)
	(5,397)	Monster Beverage Corp.	(376,146)	(407,971)		(6,860)	Polaris Inc.	(877,666)	(568,485)
						(2,489)	Powerfleet Inc. NJ	(19,613)	(23,841)



# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(156)	Premier Inc.	(4,876)	(4,756)		(1,555)	Sirius XM Holdings Inc.	(53,653)	(50,990)
	(10,696)	Principal Financial Group Inc.	(1,229,137)	(1,190,803)		(452)	SmartFinancial Inc.	(22,744)	(20,139)
	(4,189)	Procore Technologies Inc.	(356,833)	(451,427)		(10,897)	SmartRent Inc.	(24,271)	(27,426)
	(17,900)	ProPetro Holding Corp.	(234,694)	(240,191)		(39,004)	Snap Inc.	(641,481)	(604,152)
	(197)	Prosperity Bancshares Inc.	(19,845)	(21,349)		(10,600)	SoFi Technologies Inc.	(236,336)	(234,773)
	(1,460)	Provident Bancorp Inc.	(22,029)	(23,938)		(2,944)	SolarEdge Technologies Inc.	(248,511)	(57,584)
	(779)	Provident Financial Services Inc.	(22,662)	(21,141)		(6,260)	Solventum Corp.	(543,106)	(594,750)
	(14,314)	PubMatic Inc.	(335,117)	(302,416)		(1,407)	SoundThinking Inc.	(23,017)	(26,428)
	(348)	Q32 Bio Inc.	(13,386)	(1,722)		(375)	Southern First Bancshares Inc.	(22,655)	(21,438)
	(98)	Quaker Chemical Corp.	(22,762)	(19,839)		(459)	Southside Bancshares Inc.	(21,629)	(20,966)
	(1,512)	QUALCOMM Inc.	(336,844)	(334,057)		(7,284)	Sphere Entertainment Co.	(417,115)	(422,388)
	(1,045)	Qualys Inc.	(219,150)	(210,740)		(9,031)	Spire Inc.	(794,528)	(881,007)
	(29)	Quest Diagnostics Inc.	(6,628)	(6,292)		(10,668)	Sprinklr Inc.	(108,930)	(129,647)
	(8,257)	Range Resources Corp.	(380,102)	(427,273)		(7,758)	Sprout Social Inc.	(348,730)	(342,650)
	(2,830)	Raymond James Financial Inc.	(465,457)	(632,213)		(325)	Sprouts Farmers Market Inc.	(68,277)	(59,395)
	(136)	RBB Bancorp	(3,655)	(4,008)		(220)	SS&C Technologies Holdings Inc.	(22,520)	(23,977)
	(40,320)	Ready Capital Corp.	(407,440)	(395,482)		(511)	Standard Motor Products Inc.	(21,728)	(22,768)
	(11,955)	RealReal Inc.	(129,284)	(187,928)		(4,014)	Stanley Black & Decker Inc.	(501,035)	(463,511)
	(10,521)	Realty Income Corp.	(819,808)	(808,167)		(4,032)	Starbucks Corp.	(471,982)	(529,145)
	(5,842)	Red Rock Resorts Inc.	(408,135)	(388,509)		(14,699)	Starwood Property Trust Inc.	(407,908)	(400,607)
	(11,520)	Regulus Therapeutics Inc.	(23,998)	(26,178)		(6,466)	Stellar Bancorp Inc.	(248,992)	(263,639)
	(227)	Repligen Corp.	(43,836)	(46,993)		(431)	Stifel Financial Corp.	(67,816)	(65,756)
	(1,226)	Replimune Group Inc.	(18,696)	(21,353)		(2,619)	Stock Yards Bancorp Inc.	(244,537)	(269,731)
	(230)	Republic Services Inc.	(68,443)	(66,548)		(91)	Sturm Ruger & Co Inc.	(4,801)	(4,629)
	(8,585)	Reynolds Consumer Products Inc.	(330,556)	(333,246)		(951)	Summit Materials Inc.	(68,730)	(69,207)
	(151)	RH	(70,271)	(85,476)		(2,101)	Sun Communities Inc.	(370,205)	(371,575)
	(1,141)	Richardson Electronics Ltd.	(21,041)	(23,023)		(27,419)	Sunrun Inc.	(389,935)	(364,766)
	(11,800)	Rivian Automotive Inc.	(232,852)	(225,712)		(6,222)	Super Micro Computer Inc.	(354,650)	(272,751)
	(7,054)	Robert Half Inc.	(718,924)	(714,825)		(707)	Synchrony Financial	(68,273)	(66,093)
	(809)	ROBLOX Corp.	(68,755)	(67,321)		(293)	Synovus Financial Corp.	(22,913)	(21,588)
	(18,921)	Rocket Cos Inc.	(422,450)	(306,411)		(2,871)	Sysco Corp.	(296,002)	(315,710)
	(1,953)	Rockwell Automation Inc.	(734,411)	(802,732)		(207)	T-Mobile US Inc.	(68,357)	(65,713)
	(5,100)	Ryan Specialty Holdings Inc.	(524,407)	(470,604)		(3,989)	T Rowe Price Group Inc.	(591,415)	(648,798)
	(94)	S&P Global Inc.	(67,609)	(67,329)		(230)	Talen Energy Corp.	(68,384)	(66,644)
	(3,836)	Sable Offshore Corp.	(122,779)	(126,338)		(112)	Tarsus Pharmaceuticals Inc.	(7,250)	(8,919)
	(3,203)	Sabre Corp.	(15,015)	(16,814)		(400)	Tattooed Chef Inc.	(4,038)	-
	(605)	Saia Inc.	(405,386)	(396,538)		(79)	Teladoc Health Inc.	(1,061)	(1,033)
	(766)	Samsara Inc.	(47,171)	(48,132)		(102)	Teledyne Technologies Inc.	(68,991)	(68,087)
	(4,200)	Sanmina Corp.	(407,880)	(457,082)		(194)	Teleflex Inc.	(58,095)	(49,659)
	(6,659)	Charles Schwab Corp.	(694,512)	(708,795)		(8,679)	Tempur Sealy International Inc.	(632,368)	(707,616)
	(4,800)	ScPharmaceuticals Inc.	(25,146)	(24,438)		(533)	Teradata Corp.	(22,193)	(23,878)
	(551)	Seacoast Banking Corp. of Florida	(21,226)	(21,816)		(10,526)	Terex Corp.	(806,081)	(699,705)
	(3,254)	Selective Insurance Group Inc.	(407,528)	(437,667)		(7,922)	Terreno Realty Corp.	(665,073)	(673,810)
	(174)	ServisFirst Bancshares Inc.	(20,474)	(21,206)		(467)	TFS Financial Corp.	(8,891)	(8,436)
	(83)	Sherwin-Williams Co.	(45,681)	(40,578)		(31)	Thermo Fisher Scientific Inc.	(22,252)	(23,194)
	(1,007)	Shore Bancshares Inc.	(20,544)	(22,955)		(5)	Third Harmonic Bio Inc.	(87)	(74)
	(527)	Sierra Bancorp	(21,907)	(21,919)		(340)	Toll Brothers Inc.	(64,442)	(61,588)
	(2,859)	Silicon Laboratories Inc.	(429,660)	(510,772)		(5,026)	Toro Co.	(589,638)	(578,997)
	(669)	Simmons First National Corp.	(19,899)	(21,341)		(4,297)	TPG Inc.	(418,911)	(388,350)
	(274)	Simon Property Group Inc.	(69,946)	(67,863)		(5,155)	Tractor Supply Co.	(340,810)	(393,385)
	(1,622)	Simpson Manufacturing Co Inc.	(410,085)	(386,844)		(371)	Tradeweb Markets Inc.	(69,357)	(69,856)
						(39)	TransDigm Group Inc.	(69,745)	(71,082)
						(482)	TransUnion	(67,376)	(64,268)

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As at December 31, 2024

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# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)	CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
	(1,566)	TechnipFMC plc	(69,083)	(65,180)	USD	(1,400,000)	Clear Channel Outdoor Holdings Inc. 9.000%, 2028-09-15	(2,015,436)	(2,117,258)
	(121)	Trane Technologies plc	(68,808)	(64,275)					
	(1,324)	Tronox Holdings plc	(24,698)	(19,175)	USD	(1,350,000)	Cloud Software Group Inc. 9.000%, 2029-09-30	(1,801,872)	(1,973,701)
	(23,931)	United Microelectronics Corp.	(230,603)	(223,371)	USD	(1,190,000)	Compass Minerals International Inc. 6.750%, 2027-12-01	(1,546,749)	(1,687,640)
	(8,030)	Valaris Ltd.	(509,763)	(510,919)	USD	(1,294,000)	Crescent Energy Finance LLC 7.375%, 2033-01-15	(1,740,913)	(1,809,124)
	(1,052)	Viking Holdings Ltd.	(68,592)	(66,663)	USD	(1,600,000)	DaVita Inc. 4.625%, 2030-06-01	(1,905,811)	(2,117,467)
	(156)	Willis Towers Watson plc	(68,789)	(70,279)					
	(223)	Wix.com Ltd.	(69,785)	(68,811)	USD	(1,100,000)	Diversified Healthcare Trust 4.750%, 2028-02-15	(1,306,936)	(1,359,475)
	(2,808)	XP Inc.	(48,656)	(47,856)	USD	(1,400,000)	Ellucian Holdings Inc. 6.500%, 2029-12-01	(1,969,301)	(2,019,378)
			(14,258,748)	(13,744,806)	USD	(1,250,000)	Energizer Holdings Inc. 4.375%, 2029-03-31	(1,409,391)	(1,671,481)
<b>International Index Equivalents (-15.7%)</b>					USD	(2,000,000)	Fortrea Holdings Inc. 7.500%, 2030-07-01	(2,766,871)	(2,884,782)
	(11,726)	SPDR Consumer Staples Select Sector Fund	(1,286,370)	(1,325,712)	USD	(1,250,000)	Gap Inc. 3.875%, 2031-10-01	(1,371,076)	(1,556,301)
	(45,441)	Invesco S&P 500 Top 50 ETF	(2,896,715)	(3,265,065)	USD	(750,000)	Gray Television Inc. 7.000%, 2027-05-15	(1,033,740)	(1,047,489)
	(4,950)	Invesco QQQ Trust Series 1	(3,380,768)	(3,639,511)	USD	(1,550,000)	Hilton Grand Vacations Borrower LLC 5.000%, 2029-06-01	(1,858,990)	(2,102,745)
	(13,605)	iShares 20+ Year Treasury Bond ETF	(1,794,146)	(1,708,770)	USD	(1,025,000)	LBM Acquisition LLC 6.250%, 2029-01-15	(1,269,906)	(1,357,485)
	(13,740)	iShares J.P. Morgan USD Emerging Markets Bond ETF	(1,656,591)	(1,759,517)	USD	(2,125,000)	Madison IAQ LLC 5.875%, 2029-06-30	(2,846,721)	(2,889,123)
	(30,851)	iShares MSCI Emerging Markets ETF	(1,814,255)	(1,855,559)	USD	(2,125,000)	McAfee Corp. 7.375%, 2030-02-15	(2,901,118)	(2,972,119)
	(19,386)	iShares MSCI USA Momentum Factor ETF	(5,430,015)	(5,769,155)	USD	(1,500,000)	NCR Atleos Corp. 9.500%, 2029-04-01	(2,194,764)	(2,339,054)
	(99,800)	iShares Core S&P 500 ETF	(77,244,881)	(84,495,066)	USD	(1,575,000)	NRG Energy Inc. 3.625%, 2031-02-15	(1,790,405)	(1,982,374)
	(10,235)	SPDR Industrial Select Sector Fund	(1,818,685)	(1,939,514)	USD	(500,000)	Olin Corp. 5.625%, 2029-08-01	(618,809)	(699,713)
	(8,300)	SPDR S&P Homebuilders ETF	(1,358,022)	(1,247,429)	USD	(750,000)	Performance Food Group Inc. 4.250%, 2029-08-01	(906,651)	(1,002,020)
	(14,892)	SPDR S&P Metals & Mining ETF	(1,324,740)	(1,215,459)	USD	(1,900,000)	Post Holdings Inc. 4.625%, 2030-04-15	(2,324,590)	(2,522,521)
	(62)	SPDR S&P 500 ETF Trust	(51,406)	(52,260)	USD	(1,000,000)	Real Hero Merger Sub 2 Inc. 6.250%, 2029-02-01	(1,262,072)	(1,237,817)
	(9,405)	SPDR Utilities Select Sector Fund	(1,011,555)	(1,023,809)	USD	(1,750,000)	Sally Holdings LLC 6.750%, 2032-03-01	(2,343,707)	(2,524,600)
	(1,274)	VanEck Semiconductor ETF	(428,591)	(443,722)	USD	(850,000)	Taylor Morrison Communities Inc. 5.125%, 2030-08-01	(1,068,040)	(1,172,319)
			(101,496,740)	(109,740,548)	USD	(1,400,000)	Tenneco Inc. 8.000%, 2028-11-17	(1,742,431)	(1,878,767)
<b>Total Global Equities - Short</b>			<b>(244,800,329)</b>	<b>(252,830,394)</b>	USD	(1,100,000)	TransDigm Inc. 4.875%, 2029-05-01	(1,364,283)	(1,495,241)
<b>Global Debt (-10.8%)</b>					USD	(775,000)	Uber Technologies Inc. 4.500%, 2029-08-15	(959,712)	(1,080,017)
<b>United States Bonds (-10.2%)</b>					USD	(1,113,000)	United States Treasury Note/Bond 4.125%, 2029-10-31	(1,560,064)	(1,582,666)
USD	(1,750,000)	ACCO Brands Corp. 4.250%, 2029-03-15	(2,005,141)	(2,292,102)					
USD	(1,400,000)	AmeriGas Partners LP 9.375%, 2028-06-01	(2,018,893)	(1,939,028)					
USD	(1,400,000)	AthenaHealth Group Inc. 6.500%, 2030-02-15	(1,756,222)	(1,915,506)					
USD	(1,450,000)	Bath & Body Works Inc. 6.625%, 2030-10-01	(1,885,426)	(2,109,224)					
USD	(225,000)	Caesars Entertainment Inc. 4.625%, 2029-10-15	(266,111)	(303,230)					
USD	(1,400,000)	CD&R Smokey Buyer Inc. 9.500%, 2029-10-15	(1,979,762)	(1,981,598)					
USD	(1,925,000)	Central Garden & Pet Co. 4.125%, 2030-10-15	(2,216,627)	(2,489,039)					
USD	(500,000)	Civitas Resources Inc. 8.750%, 2031-07-01	(663,283)	(750,589)					

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2024

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
USD	(1,400,000)	UWM Holdings LLC 6.625%, 2030-02-01	(2,001,010)	(2,002,974)
USD	(1,400,000)	Viking Baked Goods Acquisition Corp. 8.625%, 2031-11-01	(1,927,809)	(1,982,998)
USD	(1,400,000)	Windsor Holdings III LLC 8.500%, 2030-06-15	(2,016,357)	(2,121,134)
USD	(1,365,000)	Wolverine World Wide Inc. 4.000%, 2029-08-15	(1,581,176)	(1,726,331)
USD	(450,000)	Wynn Resorts Finance LLC 7.125%, 2031-02-15	(596,273)	(674,450)
			(66,794,449)	(71,370,880)
<b>International Bonds (-0.6%)</b>				
EUR	(850,000)	Bundesrepublik Deutschland Bundesanleihe 0.000%, 2031-02-15	(1,066,166)	(1,113,542)
USD	(2,150,000)	Intelsat Jackson Holdings S.A. 6.500%, 2030-03-15	(2,803,224)	(2,859,840)
			(3,869,390)	(3,973,382)
<b>Total Global Debt - Short</b>			<b>(70,663,839)</b>	<b>(75,344,262)</b>
<b>Options (-0.4%)</b>				
<b>Total Written Options - Refer to Appendix A</b>			<b>(3,705,631)</b>	<b>(2,966,308)</b>
<b>Transaction Costs</b>			<b>(207,601)</b>	<b>-</b>
<b>Total Short Positions</b>			<b>(544,809,646)</b>	<b>(562,405,265)</b>

CCY*	No. of shares/ units/ Face value	Security Description	Average cost (\$)	Fair value (\$)
<b>Futures Contracts (0.0%)</b>				
<b>Total Futures Contracts - Refer to Appendix B</b>				<b>56,291</b>
<b>Credit Default Swaps (-0.3%)</b>				
<b>Total Credit Default Swap Agreements - Refer to Appendix C</b>				<b>(2,446,019)</b>
<b>TOTAL INVESTMENT PORTFOLIO (80.0%)</b>			<b>486,656,863</b>	<b>559,067,375</b>
Other Assets Net of Liabilities (20.0%)				139,801,157
<b>TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (100.0%)</b>				<b>698,868,532</b>

\*CCY denotes local currency of debt security

\*\*The Picton Mahoney Fortified Alpha Alternative Fund invests in other Picton Mahoney related Funds. For further details, please refer to the disclosure under Note 14.

## APPENDIX A OPTIONS (0.2%)

Issuer	Option Type	Number of Options	Strike \$	Expiry	Average Cost \$	Fair Value \$
Aplovin Corp.	Call Option	39	\$380	February, 2025	175,646	108,253
Aplovin Corp.	Call Option	12	\$440	February, 2025	29,758	14,152
ARK Innovation ETF	Call Option	658	\$60	January, 2025	58,691	32,175
ARK Innovation ETF	Call Option	263	\$65	January, 2025	2,838	4,728
Bank Of Nova Scotia	Call Option	636	\$79	January, 2025	32,150	5,724
BCE Inc.	Call Option	700	\$36	February, 2025	39,207	34,300
BCE Inc.	Call Option	315	\$42	January, 2025	1,103	69
Canadian Pacific Kansas City Ltd.	Call Option	191	\$115	February, 2025	26,434	4,966
CDX.NA.HY	Call Option	15,900,000	\$109	January, 2025	12,634	617
CDX.NA.HY	Call Option	17,500,000	\$110	February, 2025	16,524	2,743
Chewy Inc.	Call Option	318	\$33	January, 2025	60,830	55,339
Chewy Inc.	Call Option	95	\$39	January, 2025	4,643	888
Chicago Board Options Exchange	Call Option	445	\$19	January, 2025	71,436	75,520
Chicago Board Options Exchange	Call Option	212	\$25	February, 2025	45,749	38,265
Dexcom Inc.	Call Option	84	\$85	January, 2025	35,249	15,705
Element Fleet Management	Call Option	603	\$30	March, 2025	27,286	50,652
Eli Lilly & Co.	Call Option	24	\$830	February, 2025	90,481	73,348
Eli Lilly & Co.	Call Option	6	\$910	February, 2025	10,034	6,515
Gold Futures	Call Option	8	\$2,800	January, 2025	9,722	4,717
iShares iBoxx High Yield Corp. Bond	Call Option	2,109	\$82	January, 2025	20,582	74
iShares Russell 2000 ETF	Call Option	526	\$226	January, 2025	35,226	33,664
Metlife Inc.	Call Option	318	\$88	February, 2025	89,524	43,448
Metlife Inc.	Call Option	127	\$95	February, 2025	13,519	2,740
Mobileye Global Inc.	Call Option	395	\$21	January, 2025	58,531	59,649

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## APPENDIX A

### OPTIONS (0.2%)

Issuer	Option Type	Number of Options	Strike \$	Expiry	Average Cost \$	Fair Value \$
Mobileye Global Inc.	Call Option	158	\$25	January, 2025	4,944	3,977
Monday.Com Ltd.	Call Option	109	\$310	February, 2025	112,211	52,516
Monday.Com Ltd.	Call Option	33	\$350	February, 2025	11,447	7,594
Oracle Corp.	Call Option	105	\$195	March, 2025	82,515	34,657
Peloton Interactive Inc.	Call Option	164	\$8	January, 2025	19,849	24,884
Roku Inc.	Call Option	161	\$105	February, 2025	65,563	21,650
Sentinelone Inc.	Call Option	279	\$31	January, 2025	51,265	19
Sentinelone Inc.	Call Option	393	\$31	March, 2025	58,465	14,130
Silver Futures	Call Option	12	\$37	February, 2025	32,820	7,162
Teck Resources Ltd.	Call Option	434	\$72	January, 2025	75,082	4
The Trade Desk Inc.	Call Option	73	\$140	March, 2025	51,335	35,959
The Trade Desk Inc.	Call Option	22	\$170	March, 2025	3,761	2,088
Toronto-Dominion Bank	Call Option	655	\$76	January, 2025	39,588	68,448
Toronto-Dominion Bank	Call Option	141	\$84	January, 2025	2,045	5
					1,578,687	941,344
3 Month SOFR	Put Option	230	\$95	December, 2025	200,694	39,281
C\$ Curr. 9 am.	Put Option	25	\$69	February, 2025	12,959	12,944
CDX.NA.HY	Put Option	15,900,000	\$96	January, 2025	14,282	114
CDX.NA.HY	Put Option	17,500,000	\$105	February, 2025	82,008	63,928
CDX.NA.HY	Put Option	17,000,000	\$107	January, 2025	37,137	43,373
Datadog Inc.	Put Option	23	\$105	February, 2025	1,871	2,034
Datadog Inc.	Put Option	76	\$135	February, 2025	46,265	59,844
Deckers Outdoor Corp.	Put Option	25	\$135	February, 2025	3,870	1,244
Deckers Outdoor Corp.	Put Option	64	\$165	February, 2025	53,648	16,108
Elf Beauty Inc.	Put Option	29	\$85	February, 2025	5,823	5,943
Elf Beauty Inc.	Put Option	98	\$115	February, 2025	93,678	115,574
Garmin Ltd.	Put Option	21	\$135	April, 2025	2,220	419
Garmin Ltd.	Put Option	60	\$180	April, 2025	38,479	24,593
Invesco QQQ Trust Ser.1	Put Option	95	\$480	January, 2025	29,709	16,600
Invesco QQQ Trust Ser.1	Put Option	51	\$495	January, 2025	28,429	22,188
Invesco QQQ Trust Ser.1	Put Option	382	\$505	January, 2025	252,532	298,595
iShares iBoxx High Yield Corp. Bond	Put Option	3,516	\$78	January, 2025	130,546	116,304
iShares MSCI USA Momentum	Put Option	393	\$205	January, 2025	95,066	120,108
Maplebear Inc.	Put Option	191	\$37	April, 2025	43,033	43,265
Palantir Technologies Inc.	Put Option	53	\$40	February, 2025	3,187	1,868
Palantir Technologies Inc.	Put Option	153	\$55	February, 2025	49,938	28,166
S&P 500 Index 3Wk	Put Option	20	\$5,625	January, 2025	56,510	43,721
S&P 500 Index 3Wk	Put Option	66	\$5,725	January, 2025	303,841	257,711
S&P 500 Index 3Wk	Put Option	10	\$5,760	February, 2025	48,183	82,265
S&P 500 Index 3Wk	Put Option	50	\$5,825	January, 2025	232,602	64,719
S&P 500 Index 3Wk	Put Option	65	\$5,900	February, 2025	475,198	923,147
S&P 500 Index 3Wk	Put Option	22	\$5,920	January, 2025	95,660	248,377
S&P E-Mini 1st Week	Put Option	68	\$5,800	January, 2025	74,392	8,802
Tesla Inc.	Put Option	122	\$345	February, 2025	173,752	253,979
Tesla Inc.	Put Option	26	\$360	January, 2025	4,167	3,683
Tesla Inc.	Put Option	100	\$385	January, 2025	95,511	180,494
Tesla Inc.	Put Option	132	\$390	January, 2025	75,457	113,905
					2,860,647	3,213,296
<b>Total Purchased Options</b>					<b>4,439,334</b>	<b>4,154,640</b>
Applivin Corp.	Written Call Option	(28)	\$400	February, 2025	(102,588)	(62,015)
Applivin Corp.	Written Call Option	(4)	\$420	January, 2025	(4,251)	(676)
Applivin Corp.	Written Call Option	(28)	\$420	February, 2025	(83,146)	(45,505)
ARK Innovation ETF	Written Call Option	(493)	\$62	January, 2025	(17,199)	(9,926)
ARK Innovation ETF	Written Call Option	(493)	\$63	January, 2025	(10,993)	(6,381)
Bank Of Nova Scotia	Written Call Option	(382)	\$80	January, 2025	(10,792)	(1,732)
Bank Of Nova Scotia	Written Call Option	(318)	\$82	January, 2025	(2,385)	(337)
BCE Inc.	Written Call Option	(445)	\$37	February, 2025	(15,241)	(14,463)
BCE Inc.	Written Call Option	(127)	\$41	January, 2025	(1,207)	(55)
BCE Inc.	Written Call Option	(477)	\$42	February, 2025	(7,394)	(3,210)
Canadian Pacific Kansas City Ltd.	Written Call Option	(19)	\$115	January, 2025	(1,026)	(62)
Canadian Pacific Kansas City Ltd.	Written Call Option	(172)	\$120	February, 2025	(9,460)	(1,376)



# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **APPENDIX A**

### **OPTIONS (0.2%)**

Issuer	Option Type	Number of Options	Strike \$	Expiry	Average Cost \$	Fair Value \$
CDX.NA.HY	Written Call Option	(15,900,000)	\$109	January, 2025	(24,170)	(3,339)
CDX.NA.HY	Written Call Option	(17,500,000)	\$109	February, 2025	(31,212)	(6,342)
Chewy Inc.	Written Call Option	(223)	\$35	January, 2025	(16,624)	(14,593)
Chewy Inc.	Written Call Option	(223)	\$37	January, 2025	(26,347)	(5,132)
Chicago Board Options Exchange	Written Call Option	(350)	\$23	January, 2025	(37,950)	(39,263)
Datadog Inc.	Written Call Option	(8)	\$175	January, 2025	(1,638)	(127)
Dexcom Inc.	Written Call Option	(59)	\$100	January, 2025	(8,982)	(636)
Element Fleet Management	Written Call Option	(211)	\$30	February, 2025	(5,328)	(10,550)
Element Fleet Management	Written Call Option	(422)	\$31	March, 2025	(11,078)	(21,311)
Elf Beauty Inc.	Written Call Option	(10)	\$160	January, 2025	(4,695)	(467)
Eli Lilly & Co.	Written Call Option	(16)	\$860	February, 2025	(45,903)	(31,123)
Eli Lilly & Co.	Written Call Option	(3)	\$880	January, 2025	(3,134)	(188)
Eli Lilly & Co.	Written Call Option	(16)	\$880	February, 2025	(35,638)	(23,356)
Gold Futures	Written Call Option	(4)	\$2,950	January, 2025	(9,203)	(518)
iShares iBoxx High Yield Corp. Bond	Written Call Option	(2,109)	\$81	January, 2025	(24,992)	(652)
iShares Russell 2000 ETF	Written Call Option	(526)	\$230	January, 2025	(10,216)	(8,321)
Metlife Inc.	Written Call Option	(223)	\$90	February, 2025	(39,353)	(17,640)
Metlife Inc.	Written Call Option	(223)	\$93	February, 2025	(30,920)	(9,622)
Mobileye Global Inc.	Written Call Option	(39)	\$21	January, 2025	(1,361)	(1,262)
Mobileye Global Inc.	Written Call Option	(296)	\$22	January, 2025	(23,846)	(25,542)
Mobileye Global Inc.	Written Call Option	(296)	\$24	January, 2025	(14,585)	(12,771)
Monday.Com Ltd.	Written Call Option	(11)	\$310	January, 2025	(3,203)	(554)
Monday.Com Ltd.	Written Call Option	(76)	\$320	February, 2025	(60,980)	(29,239)
Monday.Com Ltd.	Written Call Option	(76)	\$340	February, 2025	(34,301)	(20,221)
Oracle Corp.	Written Call Option	(21)	\$195	February, 2025	(6,844)	(1,299)
Oracle Corp.	Written Call Option	(105)	\$210	March, 2025	(39,872)	(16,083)
Palantir Technologies Inc.	Written Call Option	(15)	\$90	January, 2025	(1,772)	(1,025)
Peloton Interactive Inc.	Written Call Option	(98)	\$9	January, 2025	(8,316)	(7,329)
Roku Inc.	Written Call Option	(155)	\$125	February, 2025	(21,601)	(7,022)
Sentinelone Inc.	Written Call Option	(255)	\$32	January, 2025	(37,197)	(5)
Sentinelone Inc.	Written Call Option	(353)	\$34	March, 2025	(25,652)	(6,346)
Silver Futures	Written Call Option	(12)	\$41	February, 2025	(15,126)	(3,279)
Teck Resources Ltd.	Written Call Option	(434)	\$74	January, 2025	(51,646)	-
Tesla Inc.	Written Call Option	(7)	\$520	February, 2025	(41,469)	(11,150)
Tesla Inc.	Written Call Option	(7)	\$520	January, 2025	(5,256)	(3,322)
The Trade Desk Inc.	Written Call Option	(7)	\$140	January, 2025	(1,342)	(136)
The Trade Desk Inc.	Written Call Option	(54)	\$150	March, 2025	(22,739)	(15,338)
The Trade Desk Inc.	Written Call Option	(44)	\$160	March, 2025	(12,107)	(7,024)
Toronto-Dominion Bank	Written Call Option	(511)	\$78	January, 2025	(12,903)	(10,476)
Toronto-Dominion Bank	Written Call Option	(330)	\$82	January, 2025	(5,115)	(1,320)
					(1,080,298)	(519,661)
3 Month SOFR	Written Put Option	(230)	\$96	December, 2025	(412,472)	(167,460)
ARK Innovation ETF	Written Put Option	(66)	\$54	January, 2025	(1,424)	(949)
Bank Of Nova Scotia	Written Put Option	(95)	\$72	January, 2025	(5,225)	(1,140)
BCE Inc.	Written Put Option	(127)	\$34	January, 2025	(2,096)	(13,526)
C\$ Curr. 9 am.	Written Put Option	(25)	\$68	February, 2025	(3,206)	(3,955)
Canadian Pacific Kansas City Ltd.	Written Put Option	(19)	\$100	January, 2025	(1,216)	(694)
CDX.NA.HY	Written Put Option	(15,900,000)	\$100	January, 2025	(34,058)	(320)
CDX.NA.HY	Written Put Option	(17,500,000)	\$102	February, 2025	(30,906)	(29,346)
CDX.NA.HY	Written Put Option	(17,000,000)	\$105	January, 2025	(10,958)	(8,997)
Chewy Inc.	Written Put Option	(32)	\$28	January, 2025	(2,610)	(368)
Datadog Inc.	Written Put Option	(53)	\$115	February, 2025	(7,880)	(8,651)
Datadog Inc.	Written Put Option	(53)	\$125	February, 2025	(16,280)	(21,457)
Datadog Inc.	Written Put Option	(8)	\$135	January, 2025	(1,840)	(1,438)
Deckers Outdoor Corp.	Written Put Option	(45)	\$145	February, 2025	(10,024)	(3,681)
Deckers Outdoor Corp.	Written Put Option	(6)	\$155	January, 2025	(1,038)	(18)
Deckers Outdoor Corp.	Written Put Option	(48)	\$155	February, 2025	(26,712)	(6,903)
Element Fleet Management	Written Put Option	(91)	\$23	January, 2025	(865)	(104)
Elf Beauty Inc.	Written Put Option	(69)	\$95	February, 2025	(22,831)	(25,553)
Elf Beauty Inc.	Written Put Option	(69)	\$105	February, 2025	(40,393)	(49,122)
Garmin Ltd.	Written Put Option	(42)	\$150	April, 2025	(5,784)	(4,077)
Garmin Ltd.	Written Put Option	(45)	\$165	April, 2025	(13,396)	(8,737)

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## APPENDIX A

### OPTIONS (0.2%)

Issuer	Option Type	Number of Options	Strike \$	Expiry	Average Cost \$	Fair Value \$
Invesco QQQ Trust Ser.1	Written Put Option	(223)	\$485	January, 2025	(83,556)	(52,758)
Invesco QQQ Trust Ser.1	Written Put Option	(109)	\$490	January, 2025	(49,638)	(34,958)
Invesco QQQ Trust Ser.1	Written Put Option	(267)	\$500	January, 2025	(143,831)	(156,480)
iShares iBoxx High Yield Corp. Bond	Written Put Option	(3,516)	\$75	January, 2025	(61,023)	(19,569)
iShares iBoxx High Yield Corp. Bond	Written Put Option	(1,980)	\$76	January, 2025	(34,853)	(12,814)
iShares MSCI USA Momentum	Written Put Option	(353)	\$200	January, 2025	(52,546)	(67,268)
iShares Russell 2000 ETF	Written Put Option	(39)	\$210	January, 2025	(1,318)	(393)
Maplebear Inc.	Written Put Option	(38)	\$30	April, 2025	(1,565)	(2,459)
Maplebear Inc.	Written Put Option	(172)	\$34	April, 2025	(23,977)	(23,500)
Metlife Inc.	Written Put Option	(48)	\$75	January, 2025	(4,235)	(1,553)
Palantir Technologies Inc.	Written Put Option	(114)	\$45	February, 2025	(11,545)	(6,640)
Palantir Technologies Inc.	Written Put Option	(15)	\$50	January, 2025	(596)	(108)
Palantir Technologies Inc.	Written Put Option	(107)	\$50	February, 2025	(19,866)	(11,465)
Roku Inc.	Written Put Option	(19)	\$70	January, 2025	(1,975)	(3,484)
S&P 500 Index 3Wk	Written Put Option	(46)	\$5,650	January, 2025	(145,260)	(115,775)
S&P 500 Index 3Wk	Written Put Option	(7)	\$5,670	January, 2025	(15,891)	(15,252)
S&P 500 Index 3Wk	Written Put Option	(8)	\$5,700	January, 2025	(13,629)	(13,979)
S&P 500 Index 3Wk	Written Put Option	(4)	\$5,700	January, 2025	(9,939)	(10,614)
S&P 500 Index 3Wk	Written Put Option	(46)	\$5,700	January, 2025	(185,893)	(154,808)
S&P 500 Index 3Wk	Written Put Option	(13)	\$5,775	January, 2025	(45,170)	(5,282)
S&P 500 Index 3Wk	Written Put Option	(44)	\$5,800	January, 2025	(176,345)	(33,222)
S&P 500 Index 3Wk	Written Put Option	(8)	\$5,800	February, 2025	(42,871)	(77,030)
S&P 500 Index 3Wk	Written Put Option	(6)	\$5,820	January, 2025	(28,414)	(35,941)
S&P 500 Index 3Wk	Written Put Option	(71)	\$5,830	February, 2025	(418,927)	(768,905)
S&P 500 Index 3Wk	Written Put Option	(14)	\$5,890	January, 2025	(53,926)	(131,480)
S&P E-Mini 1st Week	Written Put Option	(68)	\$5,600	January, 2025	(38,545)	(1,222)
Sentinelone Inc.	Written Put Option	(39)	\$22	January, 2025	(1,067)	(3,646)
Tesla Inc.	Written Put Option	(17)	\$210	February, 2025	(14,909)	(2,042)
Tesla Inc.	Written Put Option	(11)	\$225	February, 2025	(14,563)	(1,724)
Tesla Inc.	Written Put Option	(26)	\$260	February, 2025	(34,298)	(8,301)
Tesla Inc.	Written Put Option	(21)	\$280	January, 2025	(6,405)	(2,039)
Tesla Inc.	Written Put Option	(21)	\$310	February, 2025	(25,798)	(20,840)
Tesla Inc.	Written Put Option	(76)	\$335	February, 2025	(90,505)	(129,251)
Tesla Inc.	Written Put Option	(81)	\$345	January, 2025	(30,979)	(41,064)
Tesla Inc.	Written Put Option	(68)	\$365	January, 2025	(40,228)	(66,013)
Tesla Inc.	Written Put Option	(79)	\$370	January, 2025	(18,029)	(20,054)
Tesla Inc.	Written Put Option	(79)	\$380	January, 2025	(27,744)	(37,494)
The Trade Desk Inc.	Written Put Option	(7)	\$105	January, 2025	(1,722)	(418)
Toronto-Dominion Bank	Written Put Option	(47)	\$70	January, 2025	(2,538)	(306)
					(2,625,333)	(2,446,647)
<b>Total Written Options</b>					<b>(3,705,631)</b>	<b>(2,966,308)</b>

## APPENDIX B

### FUTURES CONTRACTS (0.0%)

Issuer	Number of Contracts	Fair Value (\$)	Contracted Value (\$)	Unrealized Gain/ Loss \$
VIX Index Futures, January 2025	43	1,083,340	1,027,049	56,291
<b>Unrealized gain (loss) on Futures Contracts</b>				<b>56,291</b>

## APPENDIX C

### CREDIT DEFAULT SWAPS (-0.3%)

Buy/Sell Protection	Referenced Entity	Fixed Rate	Expiry Date	Effective Date	Counterparty	Counterparty Credit Rating	Notional Amount	Fair Value
Buy	Markit CDX North America High Yield Index	5%	20-Dec-29	01-Oct-24	Goldman Sachs International	A-1	USD 21,600,000	(2,446,019)
<b>Total credit default swap contracts at fair value</b>								<b>(2,446,019)</b>

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES

As at December 31, 2024 and December 31, 2023

### 1. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

The following table illustrates the classifications of the Fund's financial instruments within the fair value hierarchy as at December 31, 2024 and 2023.

ASSETS (LIABILITIES) AT FAIR VALUE AS AT DECEMBER 31, 2024				
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Equities - Long	505,584,626	53,779	1,407,442	507,045,847
Mutual funds - Long	204,455,848	-	-	204,455,848
Exchange Traded Funds - Long	1,744,085	-	-	1,744,085
Bonds - Long	-	395,808,476	10,653,472	406,461,948
Options - Long	4,154,640	-	-	4,154,640
Futures - Long	56,291	-	-	56,291
Equities - Short	(202,576,263)	-	-	(202,576,263)
Exchange Traded Funds - Short	(238,574,766)	-	-	(238,574,766)
Bonds - Short	-	(118,287,928)	-	(118,287,928)
Options - Short	(2,966,308)	-	-	(2,966,308)
Credit default swaps - Short	-	(2,446,019)	-	(2,446,019)
<b>Total</b>	<b>271,878,153</b>	<b>275,128,308</b>	<b>12,060,914</b>	<b>559,067,375</b>

ASSETS (LIABILITIES) AT FAIR VALUE AS AT DECEMBER 31, 2023				
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Equities - Long	240,171,468	29,724	366,153	240,567,345
Mutual funds - Long	94,560,577	-	-	94,560,577
Exchange Traded Funds - Long	3,441,719	-	-	3,441,719
Bonds - Long	-	157,278,595	3,277,646	160,556,241
Options - Long	1,422,888	-	-	1,422,888
Equities - Short	(91,066,978)	-	-	(91,066,978)
Exchange Traded Funds - Short	(106,996,825)	-	-	(106,996,825)
Bonds - Short	-	(43,426,302)	-	(43,426,302)
Options - Short	(1,324,892)	-	-	(1,324,892)
Futures - Short	(27,037)	-	-	(27,037)
<b>Total</b>	<b>140,180,920</b>	<b>113,882,017</b>	<b>3,643,799</b>	<b>257,706,736</b>

### 2. TRANSFERS BETWEEN LEVELS 1 AND 2

There were no transfers between Levels 1 and 2 for securities held at December 31, 2024.

The following table presents the transfers between Levels 1 and 2 for securities held at December 31, 2023.

December 31, 2023	Transfer from Level 1 to 2 \$	Transfer from Level 2 to 1 \$
Equities - Long	86	-
	86	-

As of December 31, 2023, the equity securities transferred out of Level 1 relate to positions which were thinly traded on and around the period end, but were actively traded on December 31, 2022.



# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 3. RECONCILIATION OF LEVEL 3 FAIR VALUE MEASUREMENTS

The following table reconciles the Fund's Level 3 fair value measurements of financial instruments for the period ended December 31, 2024 and 2023.

December 31, 2024	Equities - Long \$	Debt Instruments - Long \$	Total \$
<b>Balance at Beginning of year</b>	366,153	3,277,646	3,643,799
Investment purchases during the year	969,734	6,725,206	7,694,940
Proceeds from sales during the year	-	-	-
Transfers in during the year	-	-	-
Transfers out during the year	-	-	-
Net realized gain (loss) on sale of investments	-	-	-
Change in unrealized appreciation (depreciation) in value of investments	71,555	650,620	722,175
<b>Balance at End of year</b>	<b>1,407,442</b>	<b>10,653,472</b>	<b>12,060,914</b>
<b>Total change in unrealized appreciation (depreciation) for assets held as at December 31, 2024</b>			<b>722,175</b>

December 31, 2023	Equities - Long \$	Debt Instruments - Long \$	Total \$
<b>Balance at Beginning of year</b>	74,523	271,100	345,623
Investment purchases during the year	266,787	3,079,353	3,346,140
Proceeds from sales during the year	-	-	-
Transfers in during the year	-	-	-
Transfers out during the year	-	-	-
Net realized gain (loss) on sale of investments	-	-	-
Change in unrealized appreciation (depreciation) in value of investments	24,843	(72,807)	(47,964)
<b>Balance at End of year</b>	<b>366,153</b>	<b>3,277,646</b>	<b>3,643,799</b>
<b>Total change in unrealized appreciation (depreciation) for assets held as at December 31, 2023</b>			<b>(47,964)</b>

For the years ended December 31, 2024 and 2023, certain securities held long were classified as Level 3. The Fund's long Level 3 securities consist of equities and debt instruments which were measured at the transaction price as determined at the time of purchase. If there was a 5% increase or decrease in the price of Level 3 securities, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased, respectively, by approximately \$603,047 as at December 31, 2024 (December 31, 2023 - \$182,190). Transfers between levels on the fair value hierarchy table are deemed to have occurred at the beginning of the reporting period.

# **PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND**

## **FUND SPECIFIC NOTES (CONTINUED)**

<b>December 31, 2024</b>							
<b>Security Name</b>	<b>Fair Value</b>	<b>Valuation Technique</b>	<b>Unobservable Inputs</b>	<b>Reasonable Shift (+)</b>	<b>Reasonable Shift (-)</b>	<b>Change in Valuation (+)</b>	<b>Change in Valuation (-)</b>
Bruce Trail Funding Corporation 16.340%, 2028-08-31	416,097	Private valuation	Broker quote	5%	5%	\$20,805	\$(20,805)
Clarity Trust Note 10.923%, 2025-04-15	100,000	Private valuation	Broker quote	5%	5%	\$5,000	\$(5,000)
Eagle SPV LP	118,146	Fair value based on Net Asset Value	Discounted Net Asset Value	5%	5%	\$5,907	\$(5,907)
Fusion Trust 10.923%, 2025-04-15	100,000	Private valuation	Broker quote	5%	5%	\$5,000	\$(5,000)
Granville Usd Ltd. 0.000%, 2031-07-31	891,832	Private valuation	Broker quote	5%	5%	\$44,592	\$(44,592)
Manitoulin USD Ltd. 13.290%, 2027-11-10	2,863,471	Private valuation	Broker quote	5%	5%	\$143,174	\$(143,174)
Preservation Capital Partners Strategic Opportunities I LP	329,954	Recent precedent transaction	N/A	5%	5%	\$16,498	\$(16,498)
St Lawrence Srt Usd Corp. 0.000%, 2033-05-25	1,478,333	Private valuation	Broker quote	5%	5%	\$73,917	\$(73,917)
Anthropic, PBC	384,059	Recent precedent transaction	N/A	5%	5%	\$19,203	\$(19,203)
Inovia Coinvestors SPV IV, Limited Partnership	575,283	Recent precedent transaction	N/A	5%	5%	\$28,764	\$(28,764)
Deutsche Bank AG/CRAFT 2024-1 14.588%, 2033-11-21	3,304,569	Private valuation	Broker Quote	5%	5%	\$165,228	\$(165,228)
BX Commercial Mortgage Trust 2024-PURE 6.961%, 2029-11-15	773,235	Private valuation	Broker Quote	5%	5%	\$38,662	\$(38,662)
St Lawrence Srt Usd 2 Corp. 0.000%, 2032-11-25	725,935	Private valuation	Broker Quote	5%	5%	\$36,297	\$(36,297)

<b>December 31, 2023</b>							
<b>Security Name</b>	<b>Fair Value</b>	<b>Valuation Technique</b>	<b>Unobservable Inputs</b>	<b>Reasonable Shift (+)</b>	<b>Reasonable Shift (-)</b>	<b>Change in Valuation (+)</b>	<b>Change in Valuation (-)</b>
Bruce Trail Funding Corporation 16.340%, 2028-08-31	704,825	Private valuation	Broker quote	5%	5%	\$35,241	\$(35,241)
Clarity Trust Note 10.923%, 2025-04-15	100,000	Private valuation	Broker quote	5%	5%	\$5,000	\$(5,000)
Eagle SPV LP	101,532	Discounted cash flow, Enterprise value	Discount rate, peer multiples	5%	5%	\$5,077	\$(5,077)
Fusion Trust 10.923%, 2025-04-15	100,000	Private valuation	Broker quote	5%	5%	\$5,000	\$(5,000)
Granville Usd Ltd. 0.000%, 2031-07-31	791,556	Private valuation	Broker quote	5%	5%	\$39,578	\$(39,578)
Manitoulin USD Ltd. 13.290%, 2027-11-10	259,896	Private valuation	Broker quote	5%	5%	\$12,995	\$(12,995)
Preservation Capital Partners Strategic Opportunities I LP	264,621	Discounted cash flow, Enterprise value	Discount rate, peer multiples	5%	5%	\$13,231	\$(13,231)
St Lawrence Srt Usd Corp. 0.000%, 2033-05-25	1,321,369	Private valuation	Broker quote	5%	5%	\$66,068	\$(66,068)

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 4. SECURITIES LENDING TRANSACTIONS

The Fund has entered into a securities lending program with its custodian, RBC Investor Services Trust. The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund will receive collateral of at least 102% of the value of the securities on loan. Collateral consists primarily of fixed income securities. As at December 31, 2024, there was \$nil (Collateral - \$nil) of securities on loan. Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charge which the Fund's custodian is entitled to receive.

For the year ended December 31, 2024 securities lending income were as follows:

	2024 (\$)
Gross securities lending income	75
Securities lending charges	(26)
<b>Net securities lending income</b>	<b>49</b>
Withholding taxes on securities lending income	-
<b>Net securities lending income received by the Fund</b>	<b>49</b>
Security lending charges percentage of gross securities lending income	35%

There were no securities lending income for the year ended December 31, 2023.

### 5. OTHER PRICE RISK

Using Beta as a measure of the relationship of the Fund's performance versus its index, if the S&P/TSX Composite Total Return Index were to increase or decrease by 10%, net assets would have increased or decreased by approximately \$3,447,818 (December 31, 2023 - \$1,180,551). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

### 6. CURRENCY RISK

Foreign currencies to which the Fund had exposure as at December 31, 2024 and 2023 were as follows:

FINANCIAL INSTRUMENTS				
December 31, 2024 Currency	Monetary \$	Non-Monetary \$	Total \$	Percentage of Net Assets %
United States Dollar	77,942,234	(52,483,642)	25,458,592	3.6%
European Euro	58,067	-	58,067	0.0%
British Pound	(329,815)	329,954	139	0.0%
Australian Dollar	(227,216)	79,887	(147,329)	0.0%
<b>Net Exposure</b>	<b>77,443,270</b>	<b>(52,073,801)</b>	<b>25,369,469</b>	<b>3.6%</b>

FINANCIAL INSTRUMENTS				
December 31, 2023 Currency	Monetary \$	Non-Monetary \$	Total \$	Percentage of Net Assets %
United States Dollar	30,680,091	(19,104,677)	11,575,414	3.9%
European Euro	6,910	-	6,910	0.0%
British Pound	779,833	43,567	823,400	0.3%
Australian Dollar	(104,009)	74,308	(29,701)	0.0%
<b>Net Exposure</b>	<b>31,362,825</b>	<b>(18,986,802)</b>	<b>12,376,023</b>	<b>4.2%</b>

If the Canadian dollar had strengthened or weakened by 5% in relation to all other currencies held in the investment portfolio, net assets would have decreased or increased by approximately \$1,268,473. (December 31, 2023 - \$618,801). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 7. INTEREST RATE RISK

If the yield curve had shifted in parallel by 1%, with all other variables held constant, net assets will increase or decrease by \$5,976,024 (December 31, 2023 - \$3,553,296). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2024 and 2023, the Fund's exposure to debt instruments by maturity were as follows:

Debt Instruments by Maturity Date		December 31, 2024 (\$)	
	Long Positions	Short Positions	Total
Less than 1 year	33,054,193	-	33,054,193
1-3 years	65,595,898	(12,255,669)	53,340,229
3-5 years	105,442,666	(49,170,815)	56,271,851
Greater than 5 years	202,369,191	(56,861,444)	145,507,747
<b>Total</b>	<b>406,461,948</b>	<b>(118,287,928)</b>	<b>288,174,020</b>

Debt Instruments by Maturity Date		December 31, 2023 (\$)	
	Long Positions	Short Positions	Total
Less than 1 year	-	(729,103)	(729,103)
1-3 years	22,073,317	(5,844,443)	16,228,874
3-5 years	29,155,764	(12,099,625)	17,056,139
Greater than 5 years	109,327,160	(24,753,131)	84,574,029
<b>Total</b>	<b>160,556,241</b>	<b>(43,426,302)</b>	<b>117,129,939</b>

### 8. CREDIT RISK

The following table shows debt as a percentage of net assets attributable to holders of redeemable units held under each credit rating. All counterparties to derivative contracts had a credit rating of A- or higher. All cash is held with a financial institution with a minimum of credit rating A+.

December 31, 2024				December 31, 2023			
Bond Ratings	Net	Long	Short	Bond Ratings	Net	Long	Short
AAA	-5.6%	0.1%	-5.7%	AAA	0.1%	0.1%	0.0%
AA-	1.1%	1.1%	0.0%	AA-	-0.4%	0.0%	-0.4%
A+	0.6%	0.6%	0.0%	A+	-0.4%	0.0%	-0.4%
A	-0.6%	0.0%	-0.6%	A	0.0%	0.0%	0.0%
A-	1.8%	1.8%	0.0%	A-	0.0%	0.0%	0.0%
BBB+	5.2%	5.2%	0.0%	BBB+	1.5%	1.8%	-0.3%
BBB	5.5%	5.5%	0.0%	BBB	4.1%	4.5%	-0.4%
BBB-	8.8%	9.0%	-0.2%	BBB-	7.4%	7.5%	-0.1%
BB+	3.1%	3.4%	-0.3%	BB+	4.0%	5.1%	-1.1%
BB	6.2%	7.9%	-1.7%	BB	5.8%	9.2%	-3.4%
BB-	3.9%	5.6%	-1.7%	BB-	6.5%	9.8%	-3.3%
B+	3.1%	5.1%	-2.0%	B+	4.0%	5.4%	-1.4%
B	2.9%	5.0%	-2.1%	B	2.6%	3.9%	-1.3%
B-	2.1%	3.0%	-0.9%	B-	0.8%	2.4%	-1.6%
CCC+	-0.3%	0.7%	-1.0%	CCC+	-0.9%	0.0%	-0.9%
CCC	-0.8%	0.0%	-0.8%	CCC	0.0%	0.0%	0.0%
NR	4.1%	4.1%	0.0%	NR	4.1%	4.1%	0.0%

The above credit ratings are obtained and disclosed from the rating services in the following hierarchical order: 1) Standard & Poor's; 2) Moody's; 3) Dominion Bond Rating Service, using first available.

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 9. UNDERLYING FUND EXPOSURE TO OTHER PRICE RISK, CURRENCY RISK, INTEREST RATE RISK, CREDIT RISK

The Fund may also be exposed to indirect other price risk, currency risk, and credit risk through its investments in other Picton Mahoney Funds.

The table below summarizes the impact on the Fund's net assets, of reasonable possible changes in the returns of each of the strategies to which the Fund is exposed through the 1 underlying fund in which it invests at year-end. The impact on net assets is calculated by applying a 5% possible movement determined for each strategy as a percentage of the net assets of the Fund. The analysis is based on the assumption that the returns on each strategy have increased or decreased as disclosed with all other variables held constant. The underlying risk disclosures represent the market risks to which the various strategies are exposed; C,F,I,P representing Credit, Foreign Currency, Interest Rate, and Other Price Risks, respectively.

December 31, 2024			Impact on net assets based on 5% increase or decrease
Strategy	Underlying risk exposures	Number of Funds	\$
Canadian Equity	P	1	559,385
US Equity	P	1	9,460,706
US Fixed Income	C,F,I	1	162,708
<b>Total</b>			<b>10,182,799</b>

  

December 31, 2023			Impact on net assets based on 5% increase or decrease
Strategy	Underlying risk exposures	Number of Funds	\$
Canadian Equity	P	1	(5,114)
US Equity	P	1	3,261,276
Canadian Fixed Income	C,I	1	488,695
US Fixed Income	C,F,I	1	968,522
<b>Total</b>			<b>4,713,379</b>

### 10. CONCENTRATION RISK

The table below summarizes the Fund's concentration risk as a percentage of net assets attributable to holders of redeemable units as at December 31, 2024 and 2023.

Jurisdiction	% of Net Assets	
	December 31, 2024	December 31, 2023
<b>LONG POSITIONS</b>	<b>160.8%</b>	<b>167.2%</b>
<b>Canadian Equities</b>	<b>73.4%</b>	<b>88.2%</b>
Investment Funds	29.3%	31.6%
Financials	9.9%	13.0%
Energy	8.3%	9.7%
Industrial	7.3%	10.0%
Materials	5.7%	6.3%
Information Technology	4.1%	4.3%
Utilities	2.7%	3.3%
Real Estate	2.4%	3.8%
Consumer Staples	1.5%	1.7%
Consumer Discretionary	1.1%	2.7%
Health Care	0.7%	0.2%
Communication Services	0.4%	1.6%
<b>Global Equities</b>	<b>28.7%</b>	<b>24.8%</b>
United States	25.5%	21.7%
International	3.0%	2.0%
International Index Equivalents	0.2%	1.1%

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

Jurisdiction	% of Net Assets	
	December 31, 2024	December 31, 2023
<b>Canadian Debt</b>	<b>41.3%</b>	<b>34.2%</b>
Corporate Bonds	40.1%	33.8%
Asset-Backed Securities	0.6%	0.4%
Government Bonds	0.6%	0.0%
<b>Global Debt</b>	<b>16.8%</b>	<b>19.5%</b>
United States Bonds	14.5%	15.9%
International Bonds	2.3%	3.6%
<b>Derivatives</b>	<b>0.6%</b>	<b>0.5%</b>
<b>SHORT POSITIONS</b>	<b>-80.8%</b>	<b>-81.1%</b>
<b>Canadian Equities</b>	<b>-26.9%</b>	<b>-33.8%</b>
Index Equivalents	-18.4%	-19.1%
Materials	-1.7%	-1.5%
Energy	-1.1%	-3.0%
Consumer Staples	-1.1%	-1.3%
Industrial	-1.0%	-1.5%
Financials	-0.9%	-3.8%
Utilities	-0.9%	-0.9%
Consumer Discretionary	-0.7%	-0.8%
Real Estate	-0.7%	-1.1%
Information Technology	-0.3%	-0.1%
Communication Services	-0.1%	-0.7%
Health Care	0.0%	0.0%
<b>Global Equities</b>	<b>-36.2%</b>	<b>-32.3%</b>
United States Equities	-18.5%	-13.4%
International Index Equivalents	-15.7%	-16.7%
International Equities	-2.0%	-2.2%
<b>Canadian Debt</b>	<b>-6.2%</b>	<b>-0.9%</b>
Government Bonds	-5.3%	0.0%
Corporate Bonds	-0.9%	-0.9%
<b>Global Debt</b>	<b>-10.8%</b>	<b>-13.7%</b>
United States Bonds	-10.2%	-13.3%
International Bonds	-0.6%	-0.4%
<b>Derivatives</b>	<b>-0.7%</b>	<b>-0.4%</b>

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 11. LIQUIDITY RISK

The table below categorizes the Fund's financial liabilities into relevant maturity groupings based on the remaining period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Amounts due to holders of redeemable units are disclosed as net assets attributable to holders of redeemable units on the statements of financial position and are due on demand.

December 31, 2024 Financial Liabilities	On Demand \$	< 3 months \$	> 3 months \$	Total \$
Short positions	559,438,957	-	-	559,438,957
Redemptions payable	97,194	-	-	97,194
Accrued liabilities and other payables	-	3,926,686	-	3,926,686
Payable for investments purchased	9,990	-	-	9,990
Derivative liabilities	5,412,327	-	-	5,412,327

  

December 31, 2023 Financial Liabilities	On Demand \$	< 3 months \$	> 3 months \$	Total \$
Short positions	241,490,105	-	-	241,490,105
Redemptions payable	33,164	-	-	33,164
Accrued liabilities and other payables	-	1,975,514	-	1,975,514
Payable for investments purchased	239,310	-	-	239,310
Derivative liabilities	1,351,929	-	-	1,351,929
Cash overdraft	1,338,584	-	-	1,338,584

### 12. FUND UNIT TRANSACTIONS

For the years ended December 31

	2024					2023				
	Class A	Class F	Class FT	Class I	Class ETF	Class A	Class F	Class FT	Class I	Class ETF
Units issued and outstanding, beginning of year	480,707	18,876,217	55,459	2,071	9,250,000	108,689	3,119,932	2,063	2,027	2,820,000
Units issued	1,982,377	27,827,158	637,056	-	7,660,000	470,540	17,597,000	53,391	-	7,150,000
Units reinvested	692	19,449	1,527	3	-	6,946	148,700	106	44	-
Units redeemed	(219,693)	(4,692,380)	(45,995)	(1,228)	(2,580,000)	(105,468)	(1,989,415)	(101)	-	(720,000)
<b>Units issued and outstanding, end of year</b>	<b>2,244,083</b>	<b>42,030,444</b>	<b>648,047</b>	<b>846</b>	<b>14,330,000</b>	<b>480,707</b>	<b>18,876,217</b>	<b>55,459</b>	<b>2,071</b>	<b>9,250,000</b>
<b>Weighted average number of units held during the year</b>	<b>990,648</b>	<b>30,628,256</b>	<b>285,544</b>	<b>1,795</b>	<b>10,543,934</b>	<b>333,640</b>	<b>12,601,805</b>	<b>26,561</b>	<b>2,046</b>	<b>5,301,945</b>

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## FUND SPECIFIC NOTES (CONTINUED)

### 13. COMMISSIONS

For the years ended December 31 (in \$000)

	2024	2023
Brokerage commissions	2,536	1,234
Soft Dollar commissions	391	235

### 14. TAX LOSS CARRY FORWARDS

As at December 31 (in \$000)

	2024	2023
Net capital losses carry forward	850	850
Non-capital losses carry forward	-	-

### 15. STRUCTURED ENTITIES

The table below illustrates the Fund's investment in the underlying funds as at December 31, 2024 and December 2023.

Underlying Funds	Fair Value of Fund's Investment (in \$000s)	Underlying Fund's Net Assets (in \$000s)	% of Net Assets of the Underlying Fund
<b>As at December 31, 2024</b>			
Picton Mahoney Fortified Arbitrage Plus Alternative Fund*	203,656	882,616	23.1%
Invesco S&P 500 Low Volatility ETF	1,744	10,428,577	0.0%
Sprott Physical Uranium Trust	400	6,176,119	0.0%
Chemtrade Logistics Income Fund	400	1,265,041	0.0%
Eagle SPV LP	118	56,042	0.2%
<b>As at December 31, 2023</b>			
Picton Mahoney Fortified Arbitrage Plus Alternative Fund*	94,268	774,914	12.2%
Invesco S&P 500 Low Volatility ETF	1,147	10,563,683	0.0%
Ishares Russell 2000 Value Index Fund	2,295	16,534,633	0.0%
Sprott Physical Uranium Trust	293	7,020,801	0.0%

\*Fund managed by Picton Mahoney Asset Management.

### 16. LEVERAGE

During the year ended December 31, 2024, the Fund's aggregate exposure reached a low of 92.66% (year ended December 31, 2023 - 76.45%) and a high of 142.10% (year ended December 31, 2023 - 143.30%) of the Fund's NAV. As at December 31, 2024, the Fund's aggregate exposure was 113.21% (December 31, 2023 - 123.88%) of the Fund's NAV. The primary source of leverage was cash overdraft and short positions in equity and fixed income securities.



# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2024 and December 31, 2023

### 1. GENERAL INFORMATION

Picton Mahoney Fortified Alpha Alternative Fund (the "Fund") is an open-ended mutual fund trust established under the laws of the Province of Ontario pursuant to a trust agreement dated September 19, 2018, as amended and restated as of June 26, 2019, July 7, 2020, August 17, 2020 and July 8, 2021, and further amended and restated April 20, 2022 (the "Trust Declaration"). The Fund commenced operations on May 4, 2022. Picton Mahoney Asset Management acts as manager (the "Manager"), portfolio advisor (the "Portfolio Advisor"), and trustee (the "Trustee") for the Fund pursuant to the Trust Declaration. The Manager is responsible for the day-to-day business of the Fund, including the management of the Fund's investment portfolio. The address of the Fund's registered office is 33 Yonge Street, Suite 320, Toronto, Ontario, M5E 1G4. The financial statements are presented in Canadian dollars (CAD). These financial statements were authorized for issue by the Manager on March 24, 2025.

The Fund may issue an unlimited number of classes or series and may issue an unlimited number of units of each class or series. The Fund has created Class A, Class F, Class FT, Class I, and Class ETF units.

Class A units are available to all investors. Class F units are available to investors who are enrolled in a dealer sponsored fee for service or wrap program and who are subject to an annual asset based fee rather than commissions on each transaction or, at the discretion of the Manager, any other investor for whom the Manager does not incur distribution costs. Class FT units are available to investors who are enrolled in a dealer sponsored fee for service or wrap program and who are subject to an annual asset based fee rather than commissions on each transaction or, at the discretion of the Manager, any other investor for whom the Manager does not incur distribution costs. Class FT units are designed to provide cash flow to investors by making monthly distributions of cash. Class I units are available to institutional investors or to other investors on a case-by-case basis, all at the discretion of the Manager. Class ETF units are listed and issued and sold on a continuous basis and will be available to investors that purchase such units on the TSX through a registered broker or dealer in the province or territory where the investor resides.

As at December 31, 2024, the Fund currently has 5 Classes of Units: Class A, Class F, Class FT, Class I and Class ETF. As at December 31, 2024, the Manager hold 834 units of Class A, 853 units of Class F, 846 units of Class I, and 1,033 units of Class FT (December 31, 2023 - 832 units of Class A, 852 units of Class F, 2070 units of Class I, and 2169 units of Class FT).

The investment objective of the Fund is to provide consistent long-term capital appreciation to unitholders with an attractive risk-adjusted rate of return.

The Fund invests globally in long and short positions in equity securities, fixed income securities (including high yield securities, distressed debt, floating rate loans, senior loans and unsecured loans), special purpose acquisition companies, master limited partnerships, derivatives such as options, futures, forward contracts, swaps, commodity derivatives, volatility-linked derivatives, currencies, securities of investment funds, cash and cash equivalents. The Fund may engage in borrowing for investment purposes.

The Fund is considered an "alternative fund" meaning it has received exemptions from National Instrument 81-102 - Investment Funds ("NI 81-102") to permit it to use strategies generally prohibited by conventional mutual funds, such as the ability to borrow, up to 50% of the Fund's net asset value, cash to use for investment purposes; sell, up to 50% of the Fund's net asset value, securities short (the combined level of cash borrowing and short selling is limited to 50% in aggregate); and leverage up to 300% of the Fund's net asset value.

### 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The following is a summary of the material accounting policies and estimation techniques adopted by the Funds and applied in the preparation of these financial statements.

#### (a) Basis of Preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

#### (b) Classification

##### (i) Assets

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

##### (ii) Liabilities

The Fund makes short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss. As such, the Fund classifies all of its investment portfolio as financial assets or liabilities as fair value through profit or loss. The Fund's policy requires the Manager to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

#### (c) Fair Value Measurements

The Fund utilizes a three tier hierarchy as a framework for disclosing fair value based on inputs used to value the Fund's investments. The three levels of the fair value hierarchy are as follows:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair values are classified as Level 1 when the related security or derivative is actually traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3. The Fund's policy is to

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recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

### (d) Valuation of Investments and Derivatives

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets, which include equities, bonds, options, and warrants are based on quoted market prices at the close of trading on the reporting date. The Fund uses the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.

Securities not listed on any recognized public securities exchange are valued in the same manner based on available public quotations from recognized dealers in such securities. If market quotations are not readily available, securities will be valued at fair value as determined in good faith by or under the supervision of the Manager. The cost of investments represents the amount paid for each security and is determined on an average cost basis.

The fair value of financial assets and liabilities that are not traded in an active market, including over-the-counter derivatives, is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and others commonly used by market participants and which make the maximum use of observable inputs.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

Investment fund units held as investments are valued at their respective Net Asset Values on the relevant valuation dates as reported by the investment fund manager, as these values are the most readily and regularly available.

Warrants, options, and futures that are not listed on any recognized public securities exchange are valued using the Black-Scholes model and based on observable market inputs.

Foreign exchange forward contracts are valued on each valuation day based on the difference between the value of the contract on the date the contract originated and the value of the contract on the valuation day.

The difference between fair value and the average cost is shown as the change in unrealized appreciation (depreciation) on investments, options and foreign exchange forward contracts.

Other financial assets (held for collection) and other financial liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid, discounted, where appropriate at the contract's effective interest rate. Due to their short-term nature, the fair value of other financial assets and financial liabilities carried at amortized cost approximates their carrying amount.

*Receivable for investments sold and payable for investments purchased*

Receivable for investments sold and payable for investments purchased represent trades that have been contracted for but not yet settled or delivered on the statements of financial position dates. These amounts are recognized initially at fair value and subsequently measured at amortized cost. At each reporting date, the Funds measure the loss allowance on receivable for investments sold and payable for investments purchased at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganization, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due or a significant deterioration in a counterparty credit quality. Any contractual payment which is more than 90 days past due is considered credit impaired.

### (e) Cash

Cash is comprised of cash on demand deposit with a Canadian financial institution and is stated at fair value.

Cash and cash equivalents includes cash in hand, deposits held at call with banks and brokers and other short-term investments in an active market with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown in current liabilities in the statement of financial position.

### (f) Investment Transactions and Income Recognition

Investment transactions are accounted for as of the trade date. Expenses are recorded on an accrual basis. Dividend income is recorded on the ex-dividend date. The interest for distribution purposes shown on the statement of comprehensive income represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis. Realized gains and losses on sale of investments and unrealized appreciation and depreciation in investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero coupon bonds. Income, common expenses and gains (losses) are allocated to each Class of the Fund based on the Class' prorated share of total Net Asset Value. Interest and borrowing expense and dividend expense on short sales are included within net gains (losses) on investments and derivatives.

Distributions received from investment trusts and underlying funds are recorded as dividend income; interest for distribution purposes, net realized gains (loss) on non-derivative investment or a return of capital, based on the best information available to the Manager. Due to the nature of those investments, actual allocations could vary from this information. Distributions from income trusts and underlying funds that are treated as a return of capital for income tax purposes reduce the average cost of the income trusts and underlying funds.

### (g) Valuation of Fund Units

The Fund's net asset value is calculated at the close of regular trading, normally 4:00pm (Eastern Time), on a day the Toronto Stock Exchange ("TSX") is open (a "Valuation Day"). The net asset value of the Fund will be calculated in Canadian dollars and the units of the Fund are denominated in Canadian dollars.

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The Fund's units are divided into the Class A, Class F, Class FT, Class I, and Class ETF units. Each class is divided into units of equal value. When you invest in the Fund, you are purchasing units of a specific class of the Fund.

A separate net asset value per unit is calculated for each class of units (the "Unit Price"). The Unit Price is the price used for all purchases, switches, reclassifications and redemptions of units of that class (including purchases made on the reinvestment of distributions). The price at which units are issued or redeemed is based on the next applicable Unit Price determined after the receipt of the purchase or redemption order.

The Unit Price of each class of the Fund is calculated by taking the fair value of all the investments and other assets allocated to the class and subtracting the liabilities allocated to that class. This gives us the net asset value for the class. The Unit Price for the class is obtained by dividing the net asset value for the class by the total number of units of the class that investors in a Fund are holding.

Although the purchases and redemptions of units are recorded on a class basis, the assets attributable to all of the class of a Fund are pooled to create one fund for investment purposes.

Each class pays its proportionate share of fund costs in addition to its management fee and performance fee. The difference in fund costs, management fees and performance fees between each class means that each class has a different Unit Price.

Any purchase, switch, reclassification or redemption instruction received after 4:00pm (Eastern Time) on Valuation Day will be processed on the next Valuation Day.

ETF units of the Fund are available for purchase or sale on the TSX through a registered broker or dealer. The cut-off time for ETF units of the Fund is 2:00pm (Eastern Time) on a trading day.

### (h) Foreign Currency Translation

The Fund's functional and presentation currency is Canadian dollars. The fair value of foreign investments and other assets and liabilities are translated into Canadian dollars at the exchange rates prevailing at the close of each valuation day. Purchases and sales of foreign securities and the related income and expenses are translated into Canadian dollars at rates of exchange prevailing on the respective dates of such transactions.

Foreign exchange gains and losses relating to cash and other assets and liabilities are presented as 'Foreign currency gain (loss) on cash and other assets and liabilities' and those relating to other financial assets and liabilities are presented within 'Net realized gain (loss) on investments, options, and foreign exchange forward contracts and 'Change in unrealized appreciation (depreciation) on investments, options, and foreign exchange forward contracts.

### (i) Increase (decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit

Increase (decrease) in net assets attributable to holders of redeemable units per unit of each Class of the Fund is determined by dividing the net increase in net assets attributable to holders of redeemable units from each Class of Units by the weighted average number of Units outstanding of that Class during the year.

### (j) Transaction Costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies

by regulatory agencies and securities exchange, and transfer taxes and duties. Such costs are expensed and included in "Transaction costs" in the Statement of Comprehensive Income.

### (k) Securities Lending Transactions

The Fund may enter into securities lending transactions. These transactions involve the temporary exchange of securities as collateral with a commitment to deliver the same securities on a future date. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on securities held as collateral. Income earned from these transactions is recognized on an accrual basis and included in the Statements of Comprehensive Income.

The Fund has entered into a securities lending program with their custodian, RBC Investor Services Trust. The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund will receive collateral of at least 102% of the value of the securities on loan. Collateral will generally be comprised of cash and obligations of, or guaranteed by, the Government of Canada or a province thereof, or a permitted supranational agency as defined in National Instrument 81-102. Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charge which the Fund's custodian, RBC Investor Services Trust, is entitled to receive.

### (l) Leverage

Leverage occurs when the Fund borrows money or securities, or uses derivatives, to generate investment exposure that would otherwise not be possible.

The Fund's aggregate exposure to its sources of leverage is calculated as the sum of the following: (i) the market value of short holdings; (ii) the amount of cash borrowed for investment purposes; and (iii) the notional value of the Fund's derivatives positions, excluding any derivatives used for hedging purposes. The Fund's exposure to leverage must not exceed 300% of the Fund's NAV.

The Fund has received exemptive relief from Canadian securities regulatory authorities from certain investment restrictions set out in NI 81-102 that would restrict the ability of the Fund to leverage their assets through borrowing, short sales and/or derivatives. Investment decisions may be made for the assets of the Fund that exceed the net asset value of the Fund. As a result, if these investment decisions are incorrect, the resulting losses will be more than if investments were made solely in an unleveraged long portfolio as is the case in most conventional equity mutual funds. In addition, leveraged investment strategies can also be expected to increase a Fund's turnover, transaction and market impact costs, interest and other costs and expenses.

The Fund has also obtained exemptive relief such that the Fund is permitted to engage in short selling transactions and cash borrowing up to a combined maximum of 100% of its net asset value, which is in excess of the short sale and cash borrowing limits provided for both conventional mutual funds and alternative mutual funds in NI 81-102.

### (m) Structured Entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements.

Picton Mahoney has determined that all of the underlying funds in which the Fund invests are unconsolidated structured entities. In making this determination, Picton Mahoney evaluated the fact that decision making

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about the underlying funds' activities is not governed by voting or similar rights held by the Fund and other investors in any underlying funds.

The Fund may invest in underlying funds whose investment objectives range from achieving short- to long-term income and capital growth potential. Underlying funds may use leverage in a manner consistent with their respective investment objectives. Underlying funds finance their operations by issuing redeemable units which are puttable at the holder's option and entitle the holder to a proportionate stake in the respective fund's net assets. The Fund's interests in underlying funds as at December 31, 2024 and December 31, 2023, held in the form of redeemable units, are included at their fair value in the Statement of Financial Position, which represent the Fund's maximum exposure in these underlying funds. The Fund does not provide and has not committed to provide any additional significant financial or other support to the underlying funds. The change in fair value of each of the underlying funds during the periods is included in 'Change in unrealized appreciation (depreciation) of investments, options, and foreign exchange forward contracts' in the Statement of Comprehensive Income.

### (n) Offsetting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

### (o) Future accounting changes

In April 2024, the International Accounting Standards Board issued IFRS 18, "Presentation and Disclosure in the Financial Statements" which aims to improve the quality of financial reporting by introducing new requirements which include new required categories and subtotals in the Statement of comprehensive income and enhanced guidance on grouping of information. IFRS 18 replaces IAS 1, "Presentation of Financial Statements". This standard is effective for annual periods beginning on or after January 1, 2027, with early adoption permitted. The Manager is currently assessing the impact of these new requirements.

## 3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

These financial statements, include estimates and assumptions by management that affect the reported amounts of certain assets and liabilities at the date of the financial statements and the reported amounts of certain revenue and expenses during the period. Actual results could differ from these estimates. The following discusses the most significant accounting judgments and estimates that the Fund has made in preparing the financial statements.

*Fair value measurement of derivatives and securities not quoted in an active market*

The Fund may hold financial instruments that are not quoted in active markets, including derivatives. Fair values of such instruments are determined using recognized valuation techniques and may be determined using reputable pricing sources or indicative prices from market makers.

Where no market data is available, the Fund may value positions using its own models, which are based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by the Manager, independent of the party that created them. Models use

observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund may consider observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

## 4. FINANCIAL INSTRUMENTS RISKS

The Fund is exposed to various financial risks, including market risk (which includes currency risk, interest rate risk and price risk), credit risk and liquidity risk. The investment team reviews and rebalances the portfolio on a regular and ongoing basis to maintain the risk reward targets. Portfolios within each strategy are reviewed relative to each other and to their benchmark. Active industry and security allocations are analyzed. All investments may result in a risk of loss of capital.

Please refer to the Fund Specific Notes for details of the Fund's financial instruments risks.

### Price risk:

The Fund trades in financial instruments, taking positions in traded and over-the-counter instruments which may include derivatives. As of December 31, 2024 and December 31, 2023, the Fund held or had exposure to long and short equity positions in publicly traded companies whose securities are actively traded on a recognized public exchange. Equities are susceptible to price risk arising from uncertainties about future prices of those instruments (other than those arising from interest rate risk or currency risk).

Short sales entail certain risks, including the risk that a short sale of a security may expose a Fund to losses if the value of the security increases.

A short sale creates the risk of a theoretically unlimited loss, in that the price of the underlying security could theoretically increase without limit, thus increasing the cost to the Fund of buying those securities to cover the short position. In addition, a short sale by a Fund requires the Fund to borrow securities in order that the short sale may be transacted. There is no assurance that the lender of the securities will not require the security to be paid back by a Fund before the Fund wants to do so, possibly requiring the Fund to borrow the security elsewhere or purchase the security on the market at an unattractive price. Moreover, the borrowing of securities entails the payment of a borrowing fee. The borrowing fee may increase during the borrowing period, adding to the expense of the short sale strategy. There is also no guarantee that the securities sold short can be repurchased by a Fund due to supply and demand constraints in the equity markets. Finally, in order to maintain the appropriate ratios between the long portfolio and the short portfolio of a Fund, the Manager may be required to buy or sell short securities at unattractive prices. The maximum risk resulting for financial instruments held long is determined by the fair value of the instrument.

### Currency risk:

Currency risk is the risk that the cash and securities held by the Fund as well as due to and due from broker balances may be valued in or have exposure to currencies other than the Canadian dollar which is the functional currency of the Fund. The prices of the foreign securities are denominated in foreign currencies which are converted to the Fund's functional currency for determining fair value and, accordingly, each Class Net Asset Value will be affected by fluctuations in the value of such foreign currencies relative to the Canadian dollar.

### Interest rate risk:

Interest rate risk arises when a fund invests in interest-bearing financial instruments and from the possibility that changes in the prevailing levels of market interest rates will affect future cash flows or fair values of such

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financial instruments. There is minimal fair value sensitivity to interest rate fluctuations on any cash and cash equivalents invested at short-term market interest rates. Market prices may also be affected by changes in market interest rates. Also, changes in the market interest rate may affect the borrowing expenses of the short positions held by the Fund.

### **Credit risk:**

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation. However, there are risks involved in dealing with custodians or prime brokers who settle trades and in rare circumstances, the securities and other assets deposited with the custodian or broker may be exposed to credit risk with regard to such parties. In addition, there may be practical problems or time delays associated with enforcing the Fund's rights to its assets in the case of an insolvency of any such party.

The Fund is exposed to credit risk. For other financial assets at amortized cost, the Manager considers both historical analysis and forward looking information in determining any expected credit loss. At December 31, 2024 and December 31, 2023, all receivables for investments sold, dividends receivable, due from manager, due from manager, deposits with brokers for securities sold short, and cash are held with counterparties with a good credit quality and are due to be settled within one week. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

In order to monitor the credit quality of the unrated (NR) underlying debt securities, the Manager, on the basis of internal research, prepares its own shadow ratings for the various instruments for which publicly available credit ratings are not available. The Manager reviews the key financial metrics of the issue and structural features of the instruments in order to calculate the implied ratings for each of these investments. The majority of unrated securities have been assessed by the Manager to have credit quality consistent with BBB/Baa rated securities. A BBB/Baa rating is the lowest rating a bond can have and still be considered investment-grade. An investment grade bond is a bond considered to have a relatively low risk of default.

### **Liquidity Risk:**

Liquidity risk is the risk that a Fund will not be able to generate sufficient cash availability to execute its payment obligations. The Fund primarily invests in liquid securities that are readily realizable in an active market which is essential if the Fund is required to fund daily redemptions in the course of operations. The Fund from time to time may invest in restricted securities through private placements. However, this type of investment does not constitute a significant percentage of the Fund's Net Asset Value. The Fund may also maintain a cash reserve to accommodate normal-type redemptions. All liabilities of the Fund mature in one year or less. Redeemable units are redeemable on demand at the holder's option. However, the Manager does not expect that the contractual maturity will be representative of the actual cash outflows, as holders of these instruments typically retain them for a longer period.

### **Concentration risk:**

Concentration risk arises as a result of the concentration of financial instrument exposures within the same category, whether it is geographic region, asset type or industry sector.

### **Leverage Risk:**

The Fund has received exemptive relief from Canadian securities regulatory authorities from certain investment restrictions set out in NI 81-102 that would restrict the ability of the Fund to leverage their assets through borrowing, short sales and/or derivatives. Investment decisions may be made for the assets of the Fund that exceed the net asset value of the Fund. As a result, if these investment decisions are incorrect, the resulting losses will be more than if investments were made solely in an unleveraged long portfolio as is the case in most conventional equity mutual funds. In addition, leveraged investment strategies can also be expected to increase a Fund's turnover, transaction and market impact costs, interest and other costs and expenses.

Pursuant to the terms of the exemptive relief, the Fund's aggregate gross exposure, calculated as the sum of the following, must not exceed three times the Fund's net asset value: (i) the aggregate market value of the Fund's long positions; (ii) the aggregate market value of physical short sales on equities, fixed income securities or other portfolio assets; and (iii) the aggregate notional value of the Fund's specified derivatives positions excluding any specified derivatives used for hedging purposes. If the Fund's aggregate gross exposure exceeds three times the Fund's net asset value, the Fund must, as quickly as is commercially reasonable, take all necessary steps to reduce the aggregate gross exposure to three times the Fund's net asset value or less.

### **Geopolitical Risk:**

Unforeseeable events such as military action, terrorism, tariffs, trade, restrictions, natural disasters and pandemics may adversely impact global commercial activity and contribute to potential market volatility and liquidity concerns in various economic markets. These events may create significant disruption in supply chains, economic activity, global trading markets and issuers in which the Fund invests, thereby impacting the performance of the Fund.

## **5. CAPITAL MANAGEMENT**

The capital of a Fund is represented by the issued and outstanding units and the net asset value attributable to participating unitholders. The Manager utilizes the capital of the Fund in accordance with the Fund's investment objectives, strategies and restrictions, as outlined in the Fund's prospectus, while maintaining sufficient liquidity to meet normal redemptions. The Fund does not have any externally imposed capital requirements.

## **6. REDEEMABLE UNIT TRANSACTIONS**

The Fund is permitted to have an unlimited number of Classes of Units having such terms and conditions as the Manager may determine. Additional Classes may be offered in future on different terms, including having different fee and dealer compensation terms and different minimum subscription levels. Each Unit of a Class represents an undivided ownership interest in the Net Asset Value of the Fund attributable to that Class of Units.

Investors may be admitted to the Fund or may acquire additional Units on a daily basis. Units of the Fund are offered at the Class Net Asset Value per Unit calculated as of the applicable Valuation Date. The minimum initial investment in the Fund is \$2,000 for all Classes and the Manager has the discretion to accept a lesser initial subscription, provided, in each case, that the issuance of Units in respect of such subscription shall otherwise be exempt from the prospectus requirements of applicable securities legislation. Subsequent investments are subject to an additional minimum investment of CAD \$500 subject to applicable securities legislation. The capital of the Fund is represented by issued redeemable Units with no par value. The Units are entitled to distributions, if any, and to payment of a proportionate share



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based on the Fund's Net Asset Value per Unit upon redemption. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of Units other than as described above. The relevant movements are shown on the Statement of Changes in Net Assets Attributable to Holders of Redeemable Units and in the Fund Specific Notes of each Fund.

IAS 32, Financial Instrument - Recognition and Measurement, requires that units of an entity that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as financial liability. The Fund's units have been classified as financial liabilities. The Fund has multiple series of units that carry different management fee rates and therefore do not have identical features. As all units are equally subordinate, the units also would not meet the requirements of IAS 32 and therefore do not meet the conditions to be classified as equity.

Generally, all orders to purchase ETF units directly from a Fund must be placed by a Designated Broker or an "ETF Dealer", which is a registered dealer (that may or may not be a Designated Broker) that has entered into an agreement with us authorizing the dealer to subscribe for, purchase and redeem ETF units from one or more Funds on a continuous basis from time to time. For each Prescribed Number of Units issued, an ETF Dealer must deliver payment consisting of, either: (i) a group of securities or assets representing the constituents of the Fund (a "Basket of Securities") for each Prescribed Number of Units for which the subscription order has been accepted and cash, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate net asset value of the Prescribed Number of Units next determined following the receipt of the subscription order; or (ii) cash only, securities other than Baskets of Securities or a combination of securities other than Baskets of Securities and cash, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate net asset value of the Prescribed Number of Units next determined following the receipt of the subscription order. When you redeem ETF units of a Fund, you receive the proceeds of your sale in cash at a redemption price per unit equal to 95% of the closing trading price on the effective date of the cash redemption request, subject to a maximum redemption price of the applicable net asset value per unit. As unitholders will generally be able to sell ETF units at the market price on the TSX or another exchange or marketplace through a registered broker or dealer subject only to customary brokerage commissions.

### 7. DISTRIBUTIONS

The Fund intends to distribute net income and net realized capital gains, if any, to Unitholders at the end of each taxation year to ensure that the Fund is not liable for income tax under Part I of the Income Tax Act (Canada) (the "Act"), after taking into account any loss carry forwards and capital gains refunds.

All annual distributions paid on Class A, Class F, Class I and Class ETF units will be automatically reinvested in additional units. All annual distributions paid on Class FT units will be automatically paid in cash.

### 8. TAXATION

The Fund qualifies as a "mutual fund trust" and will be subject to tax in each taxation year under Part I of the Act on the amount of its income for the year, including net realized taxable capital gains, less the portion thereof that it claims in respect of the amount paid or payable to Unitholders in the year. The Fund deducts, in computing its income in each taxation year, the full amount available for deduction in each year and, therefore, provided

the Fund makes distributions in each year of its net income and net realized capital gains, it will generally not be liable in such year for any tax on its net income or profit under Part I of the Tax Act. As a result, the Fund does not record income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statement of Financial Position as a deferred tax asset.

Non-capital losses have expiry periods of up to 20 years and can be offset against future taxable income. Net capital losses can be carried forward indefinitely and offset against future taxable capital gains. For tax loss carry forward information, please refer to Note 14 in the Fund Specific Notes.

The Fund is required to include in income for each taxation year any dividends received by it in a taxation year and all interest that accrues to it to the end of the year, or becomes receivable or is received by it before the end of the year, except to the extent that such interest was included in computing its income for a preceding taxation year. In computing its income, the Fund will take into account any loss carry-forwards, any capital gains refund and all deductible expenses, including management fees.

Gains and losses realized by the Fund on the disposition of securities will generally be reported as capital gains and capital losses. The Fund will elect under section 39(4) of the Tax Act so that all gains or losses realized on the disposition of securities that are "Canadian securities" (as defined in the Tax Act), including Canadian securities acquired in connection with short sales, will be deemed to be capital gains or losses to the Fund. Generally, gains and losses realized by the Fund from derivative securities and in respect of short sales of securities (other than Canadian securities) will be treated as income and losses of the Fund, except where a derivative is used to hedge securities held on capital account provided there is sufficient linkage and subject to detailed rules in the Tax Act. Whether gains or losses realized by the Fund in respect of a particular security (other than a Canadian security) is on income or capital account will depend largely on factual considerations. Losses incurred by the Fund in a taxation year cannot be allocated to unitholders, but may be deducted by the Fund in future years in accordance with the Tax Act.

### 9. OPERATING EXPENSES

The Manager is responsible for the day-to-day operations of the Fund. The Fund pays its own operating expenses, other than advertising costs and costs of dealer compensation programs, which are paid by the Manager. Operating expenses include, but are not limited to, brokerage commissions and fees, taxes, audit and legal fees, fees of the members of the Independent Review Committee ("IRC"), costs and fees in connection with the operation of the IRC, safekeeping and custodial fees, interest expenses, operating, administrative and systems costs, investor servicing costs and costs of financial and other reports to investors, as well as prospectuses, annual information forms and fund facts.

With the exception of Class specific expenses, all other expenses are allocated to each Class of the Fund based on the Class' pro-rated share of total Net Asset Value of the Fund. The Manager may from time to time waive any portion of the fees and reimbursement of expenses otherwise payable to it, but no such waiver affects its right to received fees and reimbursement of expenses subsequently accruing to it.

#### *Auditor's Fees*

For the year ended December 31, 2024, fees paid or payable to PricewaterhouseCoopers LLP ("PwC") and other PwC Network firms for audit services to public interest entity funds managed by the Manager were \$355,133. Fees for other services were \$319,757.

# PICTON MAHONEY FORTIFIED ALPHA ALTERNATIVE FUND

## NOTES TO THE FINANCIAL STATEMENTS

As at December 31, 2024 and December 31, 2023

### 10. RELATED PARTY TRANSACTIONS

#### (a) Management Fees

The Manager receives a management fee payable for providing its services to the Fund. The management fee varies for each class of units. The management fee is calculated and accrued daily based on a percentage of the net asset value of the class of units of the Fund, plus applicable taxes, and is payable on the last business day of each calendar quarter. This fee differs among the classes of units of the Fund. The annual management fee payable by the Fund to the Manager on Class A units is 1.95% and on Class F units, Class FT units, and Class ETF units is 0.95%. The management fee for Class I units of the Fund is negotiated by the investor and paid directly by the investor, and would not exceed the management fee payable on Class A units of the Fund.

#### Management Fee Distributions

The Manager may, in its discretion, agree to charge a reduced management fee as compared to the fee that the Manager otherwise would be entitled to receive from the Fund with respect to investments in the Fund by unitholders who hold a minimum amount of units during any period and/or meet other criteria as determined by the Manager from time to time. In such cases, an amount equal to the difference between the management fee otherwise chargeable and the reduced fee payable by the Fund will be distributed regularly by the Fund to those unitholders as "Management Fee Distributions". The Manager reserves the right, in its discretion, to discontinue or change Management Fee Distributions at any time.

#### (b) Performance Fees

The Manager receives a performance fee in respect of each of the Class A units, Class F units, Class FT units, and Class ETF units of the Fund. The performance fee for each class shall be calculated and become a liability of the Fund on each Valuation Day and shall be payable at the end of each calendar quarter.

The performance fee is equal to 20% of the amount by which the performance of the applicable class exceeds an annual hurdle rate of return equal to 2%, for each of the Class A units, Class F units, Class FT units, or Class ETF units, plus applicable taxes. The performance fee in respect of each of the Class A units, Class F units, Class FT units, and Class ETF units of the Fund on a particular Valuation Day shall be equal to the product of, (a) 20% of the positive difference between (i) the Unit Price on the Valuation Day; and (ii) the greatest Unit Price on any previous Valuation Day or the Unit Price on the date when the units of the class were first issued, where no performance fee liability has previously arisen in respect of units of the class (the "High Water Mark"); less (iii) the hurdle amount (the "Hurdle Amount") per unit on the Valuation Day; and (b) the number of units outstanding on the applicable Valuation Day on which the performance fee is determined, plus applicable taxes.

The Hurdle Amount per unit is the product of (a) 2% for each calendar year (prorated for the number of days in the year); (b) the Unit Price on the applicable Valuation Day; and (c) the number of days since the most recently determined High Water Mark or the beginning of the current calendar year, whichever is most recent. The Manager may make such adjustments to the Unit Price, the High Water Mark and/or the Hurdle Amount per unit as are determined by the Manager to be necessary to account for the payment of any distributions on units, any unit splits or consolidations or any other event or matter that would, in the opinion of the Manager, impact upon the computation of the performance fee. Any such determination of the Manager shall, absent manifest error, be binding on all unitholders. Investors

in Class I units may negotiate a different performance fee than the one described herein or no performance fee at all. Any performance fee for Class I units will be paid directly to the Manager. The Manager reserves the right, in its discretion, to discontinue, decrease or waive the performance fee at any time. For the year ended December 31, 2024, the fund incurred performance fees of \$13,524,395 (December 31, 2023 - \$1,490,554).

#### (c) Fund-on-Fund Fees and Expenses

When the Fund invests in an underlying fund, the underlying fund may pay a management and performance fee and other expenses in addition to the fees and expenses payable by the Fund. The fees and expenses of the underlying fund will have an impact on the management expense ratio of the Fund. However, the Fund will not pay a management or performance fee that, to a reasonable person, would duplicate a fee payable by the underlying fund(s) for the same service. In addition, the Fund will not pay any sales charges, redemption fees or short-term trading fees for its purchase or redemption of units of any underlying fund that is managed by the Manager, or that, in respect of the other underlying funds, to a reasonable person, would duplicate a fee payable by an investor in any underlying fund.

### 11. SUBSEQUENT EVENT

Subsequent to year end, changes in U.S. policy and administration led to announced changes in trade arrangements amount the U.S., Canada, and Mexico. The potential for changes in existing trade agreements, the imposition of new tariffs, and retaliatory tariffs, or greater restrictions on trade in general, may lead to greater economic and market uncertainty. Should material market changes materialize, these may have an impact on the fund performance and underlying investments.

**THINK AHEAD.  
STAY AHEAD.**

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## **PICTON MAHONEY ASSET MANAGEMENT CORPORATE INFORMATION**

### **Corporate Address**

#### **Picton Mahoney Asset Management**

33 Yonge Street, Suite. 320  
Toronto, Ontario  
Canada M5E 1G4

Telephone: 416.955.4108

Toll free: 1.866.369.4108

Fax: 416.955.4100

Email: [service@pictonmahoney.com](mailto:service@pictonmahoney.com)

[www.pictonmahoney.com](http://www.pictonmahoney.com)

### **Auditor**

#### **PricewaterhouseCoopers LLP**

18 York Street, Suite 2500  
Toronto, Ontario  
Canada M5J 0B2

### **Fund Administration & Transfer Agent**

#### **Picton Mahoney Funds**

C/O RBC Investor Services Trust,  
Shareholder Services  
155 Wellington Street West, 3<sup>rd</sup> Floor  
Toronto, ON  
Canada M5V 3L3