



Second engine

Index Factsheet

December 31, 2024

Second engine Liquid Alternative 35 Index™

Index Overview

The Second engine Liquid Alternative 35 Index serves as an aggregate benchmark, encompassing the top 35 Canadian liquid alternative funds by AUM. This index represents a diverse set of strategies, providing a comprehensive view of the overall market performance.

Objective

Establish an appropriate and representative baseline for measuring the performance of the liquid alternative strategies in Canada.

Key Features

- Designed to measure the performance of the liquid alternative universe that is increasingly popular, but difficult to track
- Constituents comprised of NI 81-102 alternative mutual funds
- Consists of 1) an overall index, 2) seven strategy-based indices, and 3) three goal-based indices

Weighting

Equal weighted

Rebalance Frequency

Quarterly
(Mar, Jun, Sep, and Dec)

Re-constitution Frequency

Semi-annual - Jun and Dec

AUM Requirement

Inclusion: >C\$20 million
Maintanance: >C\$10 million

Base Value

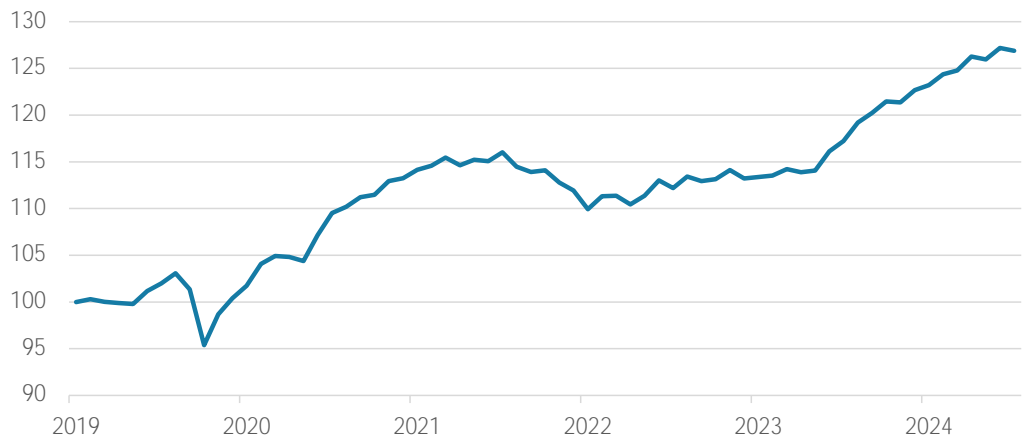
Rebased to 100 on Jun 30, 2019

Number of Constituents

35

Cumulative Performance - Net Returns (CAD)

(Jun 30, 2019 - Dec 31, 2024)



Index Performance (%)

	1M	3M	YTD	1Y	3Y	5Y	Since 06/30/19
Second engine Liquid Alternative 35 Index	-0.2	0.5	8.2	8.2	3.0	4.5	4.4
S&P/TSX Composite Index	-3.3	3.8	21.7	21.7	8.6	11.1	11.1
ICE BofA Canada Broad Market Index	-0.5	-0.1	4.1	4.1	-0.7	0.7	0.7

Index Risk and Return Characteristics

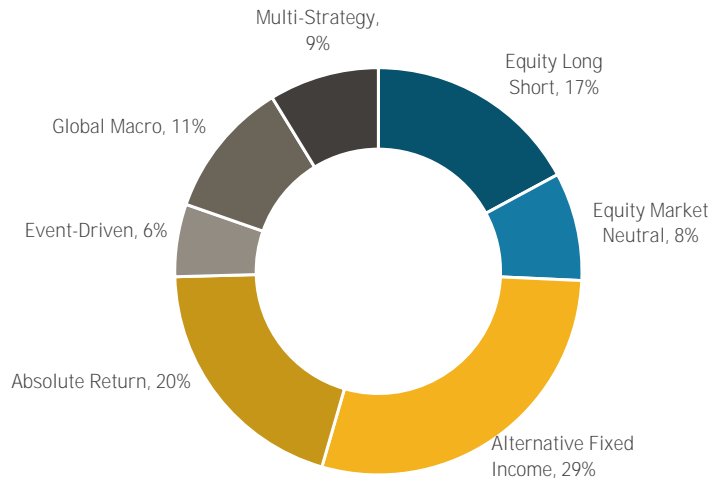
	Annualized Standard Deviation (%)			Sharpe Ratio			Maximum Drawdown	
	3Y	5Y	Since 06/30/19	3Y	5Y	Since 06/30/19	%	Period
Second engine Liquid Alternative 35 Index	3.1	4.5	4.4	-0.25	0.07	0.46	-7.5	Jan 2020 - Mar 2020
S&P/TSX Composite Index	13.9	16.0	15.3	0.34	0.43	0.57	-22.3	Jan 2020 - Mar 2020
ICE BofA Canada Broad Market Index	6.9	6.4	6.2	-0.64	-0.54	-0.28	-15.6	Jul 2020 - Sep 2023

Correlation (06/30/2019 - 12/31/24)

	Second engine Liquid Alternative 35 Index	ICE BofA Canada Broad Market Index	S&P/TSX Composite Index
Second engine Liquid Alternative 35 Index	1.00	--	--
ICE BofA Canada Broad Market Index	0.54	1.00	--
S&P/TSX Composite Index	0.87	0.53	1.00

The table above aims to show the correlation coefficient of the Second engine Liquid Alternative 35 Index with broad Canadian equity and fixed income markets.

Strategy Weights



Index AUM Characteristics (C\$ million)

Total	Mean	Median	Largest	Smallest
25,846	738	690	2,132	81

Family of Second engine Liquid Alternative Indices

Second engine
Liquid Alternative 35 Index™



Disclosure

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

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