

# Alternative Income



As of Mar 31, 2026

## ARB Highlights

ARB declined -0.5% last month compared to the benchmark S&P Merger Arbitrage Total Return Index's 0.4% gain.

The Fund's modest loss was driven primarily by SPAC and merger arbitrage spreads widening slightly, with SPAC arbitrage yields rising from 3.7% to 4.0% and merger arbitrage yields increasing from 9.8% to 10.0%.

During the month, ARB added three new merger arbitrage positions (out of eighteen announced deals) to its portfolio. Out of the eleven SPAC IPOs during the month, ARB participated five. Moreover, the bidding war for Janus Henderson Group ended, with interloper Victory Capital coming away defeated after original bidder Trian Fund Management won the deal with a moderate 6.1% price increase. It was not what we were hoping for from a bidding war, but a reasonable result.

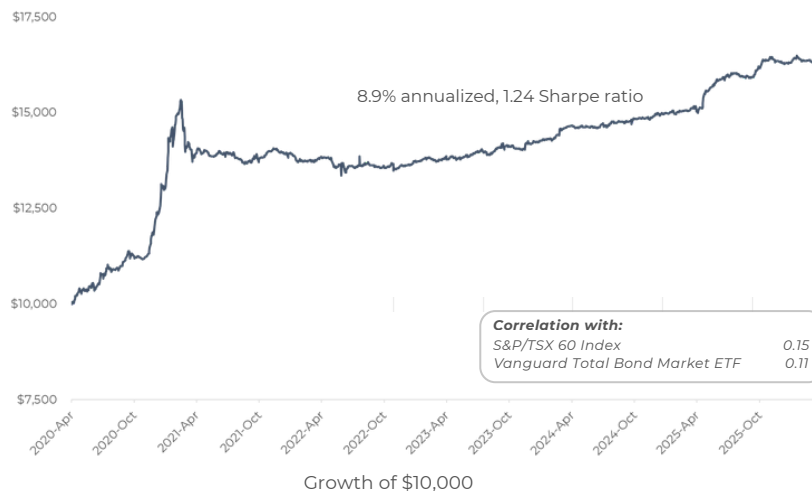
Currently, ARB is 156.7% long and -2.9% short (159.6% gross exposure), with 74% allocated to SPAC arbitrage and 26% to merger arbitrage (with 13% in LBOs and 13% in strategic M&A).

<b>Type</b> Event-driven	<b>Structure</b> Alternative ETF	<b>Date Started</b> April 07, 2020	<b>Management Fee</b> 0.95%	<b>ARB NAV</b> \$27.52
<b>Investment Manager</b> Accelerate	<b>Distribution</b> \$0.26 per quarter	<b>Exchange</b> TSX	<b>Currency</b> CAD	<b>Distribution Yield</b> 3.8%
<b>Risk Rating</b> Low	<b>Performance Fee</b> None			

<b>1 Month</b> -0.5%	<b>3 Months</b> 0.0%	<b>YTD</b> 0.0%	<b>1 Year</b> 9.1%	<b>3 Years</b> 6.4%	<b>5 Years</b> 3.8%	<b>Inception</b> 8.9%
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Monthly Returns													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
<b>2026</b>	0.7%	-0.2%	-0.5%										0.0%
<b>2025</b>	-0.1%	0.7%	0.5%	3.2%	1.9%	1.4%	0.3%	-0.4%	1.2%	1.6%	-0.1%	-0.4%	10.3%
<b>2024</b>	0.5%	0.9%	1.8%	-0.2%	0.1%	0.3%	0.7%	0.0%	0.4%	0.3%	0.4%	0.5%	5.8%
<b>2023</b>	0.6%	-0.2%	0.4%	0.0%	0.4%	0.8%	-0.1%	0.6%	0.7%	-0.6%	1.5%	-0.1%	4.0%
<b>2022</b>	-1.4%	0.0%	0.5%	-0.1%	-1.1%	-0.3%	0.1%	0.1%	-0.4%	0.7%	-0.4%	0.9%	-1.5%
<b>2021</b>	10.4%	1.5%	-4.8%	1.3%	-0.9%	0.5%	-0.8%	-1.2%	0.9%	1.3%	0.4%	-0.7%	7.4%
<b>2020</b>				3.9%	0.8%	3.2%	0.4%	1.4%	2.7%	-1.1%	6.4%	9.2%	29.9%

Investment Growth Time Period: April 6, 2020 to Mar 31, 2026



DISCLAIMER: Past performance is not indicative of future results. Performance is net of all estimated trading fees and performance fees. Investing involves varying degrees of risk and there can be no assurance that the future performance of any investment strategy will be profitable. This does not constitute investment advice. For a full list of securities, please go to [www.AccelerateShares.com](http://www.AccelerateShares.com).

## About the Fund

The Accelerate Arbitrage Fund (TSX: ARB) is a merger arbitrage investment strategy. The Fund aims to generate consistent, low-volatility returns by investing in listed equity, debt or derivative securities of target companies involved in mergers or corporate actions, while selling short certain listed equity, debt or derivative securities of acquirer companies involved in mergers or corporate actions, where applicable.

## What is Merger Arbitrage?

Merger Arbitrage is an investment strategy that capitalizes on the spread between a company's current share price and the consideration paid for its acquisition in light of an announced merger transaction. The merger risk premium—or the spread between the acquisition price and the trading price of a stock—compensates the arbitrageur for the risk of the acquisition failing to close. The merger arbitrageur's goal is to "lock in" the spread earned upon deal closing and to profit from buying a takeover stock at a discount to its acquisition price.

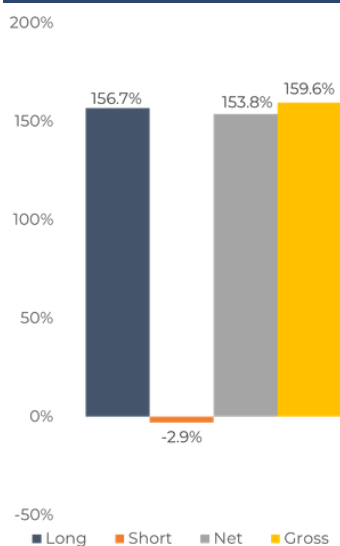
Five steps are followed when selecting deals and executing trades in ARB:



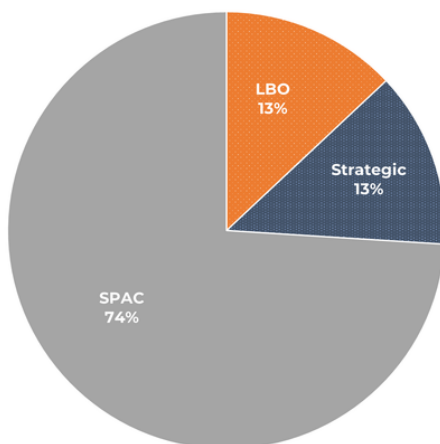
## Investment Objectives

- Outperform the S&P Merger Arbitrage Index
- Provide an attractive distribution yield
- Generate consistent, low-volatility returns

Fund Exposure



Deal Type Exposure



Top 20 Long Positions

Top 20 Long Positions	Weight
Air Lease Corp	4.0%
Tri Pointe Homes Inc	3.3%
Talkspace Inc	3.1%
InterRent REIT Units	3.1%
TXNM Energy Inc	3.0%
Electronic Arts Inc	3.0%
Hologic Inc	3.0%
ECN Capital Corp	2.8%
Keyera Corp Sub Receipts	2.7%
Minto Apartment REIT Units	2.7%
Janus Henderson Group PLC	2.3%
Allied Gold Corp	2.2%
Amicus Therapeutics Inc	2.2%
CSLM Digital Acquisition Corp III	2.2%
DigitalBridge Group Inc	2.2%
Sapiens International Corporation NV	2.2%
Centurion Acquisition Corp	2.0%
Axiom Intelligence Acquisition Corp 1	1.9%
Legato Merger Corp III	1.8%
Soulpower Acquisition Corp	1.8%

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