

TSX **HDGE**

QUICK FACTS

Type:
Long-short equity

Structure
Alternative ETF

Date started:
May 10, 2019

Management Fee:
0.00%

Performance Fee:
20% of outperformance over high watermark

Investment Manager:
Accelerate Financial Technologies Inc.

Distribution:
\$0.10 per Quarter

Exchange:
TSX

Currency:
CAD

Risk-Rating:
Medium

As of June 30, 2020

HDGE NAV:
\$17.03

Distribution Yield:
2.35%

About the Fund

The Accelerate Absolute Return Hedge Fund (TSX: HDGE) is a diversified, liquid, and performance-oriented long-short equity hedge fund that seeks to achieve long-term capital appreciation and a superior risk-adjusted return relative to the broader U.S. equity market.

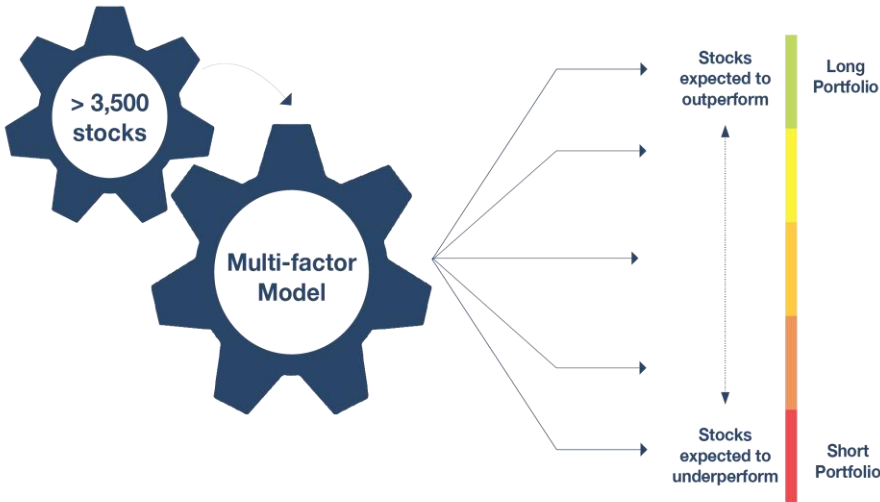
Investment Objectives

- Target 10% - 15% annualized returns
- Generate positive returns irrespective of market direction
- Hedge downside risk
- Manage volatility
- Provide uncorrelated returns

Investment Process

HDGE utilizes a systematic, proprietary multi-factor model to sort and rank all liquid North American stocks based on five principal factors:

- Value
- Quality
- Price Momentum
- Operating Momentum
- Trend



The Fund holds a long portfolio of the highest expected return stocks selected from the multi-factor model while simultaneously holding a short portfolio of the lowest expected return stocks. The portfolio is rebalanced on a monthly basis.



Fund Characteristics

As of June 30, 2020	Long	Short
Number of Securities	49	47
Average Market Cap (millions)	\$55,656	\$3,177
Beta	1.1	1.3
EBITDA/ EV	11.1%	0.4%
FCF/ EV	7.6%	-2.3%
12-Month Return	35.0%	-42.6%
% of 52-week High	87.5%	57.9%
Return on Capital	17.8%	-12.2%
Gross Profits/ Assets	7.9%	3.2%
50 DMA/ 200 DMA	104.0%	82.1%
EPS Revision	3.9%	0.3%
Change in Shares	-0.4%	6.3%
Earnings Abnormal Return	3.2%	1.6%

Performance as of June 30, 2020

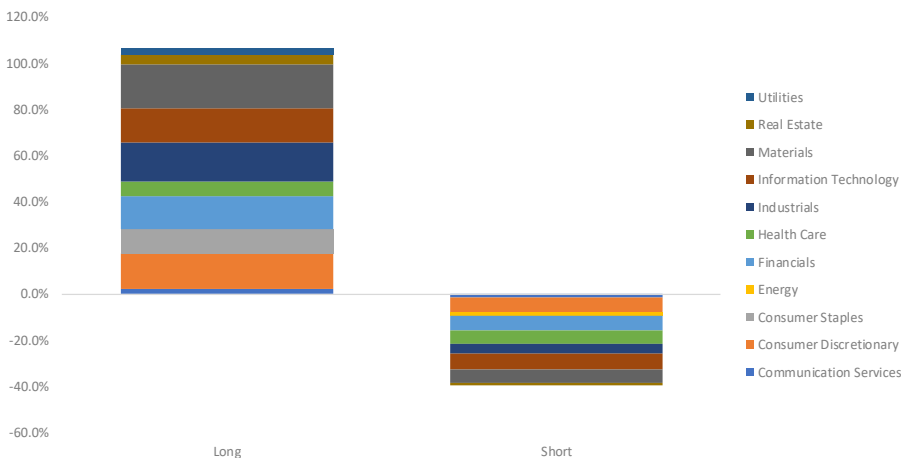
	1 month	3 months	YTD	1 Year	3 Years	Since Inception
Fund NAV	-2.2%	8.8%	-2.4%	-12.6%	n/a	-12.9%

Accelerate Absolute Return Reference Portfolio Performance



DISCLAIMER: Results of the Accelerate Absolute Return reference portfolio are hypothetical and do not reflect investment results attained by any investor. 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.

Sector Weightings As of June 30, 2020



Top 10 Long	Weight
Dundee Precious Metals Inc	2.7%
Torex Gold Resources Inc	2.7%
Real Matters Inc	2.6%
Equinox Gold Corp	2.4%
Microsoft Corp	2.4%
Empire Co Ltd	2.3%
BRP Inc	2.3%
Masco Corp	2.3%
Quarterhill Inc	2.3%
Commercial Metals Co	2.3%

Top 10 Short	Weight
Apyx Medical Corp	-1.4%
Grubhub Inc	-1.2%
Nexa Resources SA	-1.1%
Fluidigm Corp	-1.0%
LiveXLive Media Inc	-1.0%
PennyMac Mortgage Inv Trust	-1.0%
James River Group Holdings Ltd	-1.0%
Zuora Inc	-1.0%
OptimizeRx Corp	-0.9%
VimeX Holding Corp	-0.9%

For a full list of securities, please go to www.AccelerateShares.com

