US EQUITY

FACTOR-BASED MODEL PORTFOLIO STRATEGY

FACTOR-BASED

STRATEGY

In seeking to pursue its investment objective, the portfolio is designed to provide exposure to high-quality US companies that consistently generate shareholder wealth, while trading at an attractive price. This strategy is based on a proprietary multi-factor quantitative model.

OBJECTIVES

1. Target long-term capital appreciation among US Equities.
2. Consistently deliver performance over the S&P 500 Total Return Index.
3. Maximize tax efficiency by having a low portfolio turnover ratio.

RISK RATING

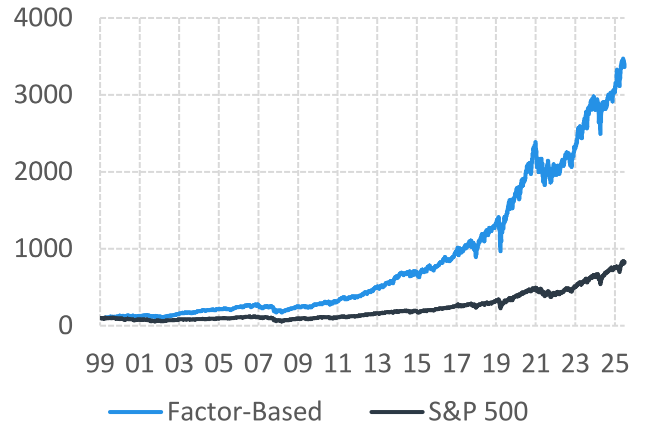
Medium-High

REASONS TO INVEST

- Historically outperformed benchmark.
- Risk-adjusted return performance.
- Consistent investment process.

INVESTMENT PROCESS

AS OF JUNE 30TH, 2026



PERFORMANCE

Ann. (%)	1M	3M	1Y	3Y	5Y	10Y
Strategy	-0.4	6.7	18.3	15.1	11.5	16.5
S&P 500	-1.0	15.2	22.3	20.6	13.4	15.5
Difference	0.6	-8.5	-4.0	-5.5	-1.9	1.0

Year (%)	2021	2022	2023	2024	2025	YTD
Strategy	37.7	-16.6	17.7	20.8	7.7	11.9
S&P 500	28.7	-18.1	26.3	25.0	17.9	10.2
Difference	9.0	1.5	-8.6	-4.2	-10.2	1.7

Month (%)	Jan	Feb	Mar	Apr	May	Jun
Strategy	3.9	4.5	-3.5	7.1	0.1	-0.4
S&P 500	1.4	-0.8	-5.0	10.5	5.3	-1.0
Difference	2.5	5.3	1.5	-3.4	-5.2	0.6

TOP HOLDINGS

Ticker	Companies	Weight (%)
AAPL	Apple	7.7
CMI	Cummins	6.8
FTI	TechnipFMC	6.7
CSCO	Cisco Systems	6.7
FCFS	FirstCash Holdings	5.4
ROST	Ross Stores	4.9
JBHT	J.B. Hunt Transport	4.8
MPC	Marathon Petroleum	4.2
TJX	The TJX	4.2
NBIX	Neurocrine	4.1

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RISK STATISTICS

Since Inception	Strategy	S&P 500
Ann. Return (%)	15.7	5.5
Standard Dev. (%)	17.6	16.6
Max Drawdown (%)	-48.5	-60.6
Portfolio Turnover	70.9	7.4
Sharpe Ratio	0.8	0.3
Sortino Ratio	1.1	0.4
Index Correlation	0.9	1.0
R-Squared	0.8	1.0
Beta	0.9	1.0
Alpha (%)	10.2	0.0

SECTOR ALLOCATION

Weight (%)	Strategy	S&P 500	Deviations
Industrials	24.6	8.9	15.7
Energy	18.0	3.0	15.0
Staples	12.4	4.6	7.8
Health Care	11.0	8.9	2.1
Financials	12.4	13.6	-1.2
Materials	0.0	1.8	-1.8
Utilities	0.0	2.2	-2.2
Discretionary	0.0	9.3	-9.3
Telecom	0.0	9.7	-9.7
Info Tech	21.2	38.0	-16.8

CHARACTERISTICS

Median Value	Strategy	S&P 500
Market Cap ($B)	69.3	17.1
Price / Earnings	18.6	17.9
Price / Book	8.0	4.0
Price / Sales	2.9	3.2
Price / Cash Flow	21.0	17.8
Return on Equity	33.6	13.5
Dividend Yield	1.0	0.9
5Y EPS Growth	20.9	14.4
Debt / Equity	0.9	0.7
5Y Beta	0.8	1.0

PORTFOLIO FACTS

Number of Securities	25
Currency	USD
Benchmark	S&P 500 TR
Inception Date	January 1st, 2000
Strategy Fees	Contact Us
Rebalancing Frequency	Quarterly

PORTFOLIO MANAGER

François Soto CFA, MBA, FRM, CIM
Founder, Portfolio Manager

With more than 15 years of experience in the financial services industry, Francois brings extensive background and innovation in the field of quantitative finance to the firm. He holds both a BBA and MBA from HEC Montreal.

CONTACT

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