Long/Short Global Fund – June 2026

The EGP Long/Short Global Fund is a quantitative global long/short fund targeting attractive risk adjusted returns. Objectives include minimising the risk of permanent loss of capital and providing global diversification. The short exposure within the fund typically provides capital at times of market dislocations, enabling redeployment into the long book at lower valuations.

FY2026 Results Table

	July	August	September	October	November	December	January	February	March	April	May	June	FYTD
FY26 - EGPLSGF	**3.28%**	**5.23%**	**7.76%**	**0.46%**	**6.46%**	**(1.32%)**	**5.46%**	**5.30%**	**(3.59%)**	**(3.88%)**	**0.71%**	**13.00%**	**44.30%**
FY26 - MSCI ETF - VGS	**3.88%**	**0.75%**	**1.43%**	**3.68%**	**(0.24%)**	**(0.77%)**	**(2.67%)**	**(1.12%)**	**(4.38%)**	**5.59%**	**5.60%**	**3.06%**	**15.11%**
6% annualised	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**0.49%**	**6.00%**

Performance Summary

Key performance metrics and charts.

Fund Features		Portfolio Analytics (Inception July 2024)		
		Metric	**Fund**	**VGS**
Performance fee	**0-12% (0%) 12-18% (20%) 18%+ (30%)**	**AUM**	**$12M**	**US$49.1B**
		Volatility	**27.5%**	**12.9%**
Management fee	**0.05% per month**	**Sharpe Ratio**	**1.33**	**1.18**
Applications or redemptions	**Monthly**	**Sortino Ratio**	**1.98**	**1.92**
Distribution	**At least annually**	**Largest Drawdown**	**(10.2%)**	**(8.9%)**
Minimum initial investment	**$50,000 (Wholesale Only)**	**1-year return**	**44.3%**	**15.1%**
Accounting	**True Elite Business Services Pty Ltd**	**Cumulative Return**	**76.8%**	**34.1%**
Administration & Registry	**Registry Direct**	**Since Inception Annualised**	**33.0%**	**15.8%**
Custodian/PB	**Interactive Brokers**	**Unit Price (Mid)**	**$1.7677**	**$161.75**

Contact Information

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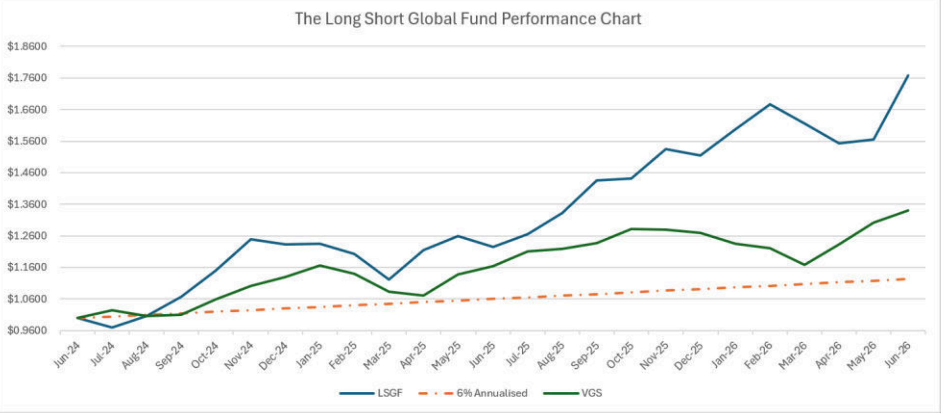
Market Commentary

FYTD Results: Long book 57.30%|Short book (13.00%)
FYTD Exposure: Long = 112.4%| Short = 24.9%| Net = 87.5%

Portfolio Information

Inception Benchmark Performance Correlation:	**(2%)**
Inception vs Benchmark β:	**(4%)**
Inception vs Benchmark α:	**37% p.a.**
Since Inception Portfolio Turnover:	**10,699%**

Results Graph Since Inception



Quarterly/FY2026 Commentary

The Long/Short Global Fund (LSGF) finalised FY2026 44.3% net of fees/costs with annualised performance over two operating years now running at 33.0% p.a.

We are naturally very happy with these numbers, but are always looking to improve our systems, either from a return or a risk standpoint – in the below narrative, we will review our FY2026 results and comment on how and why we altered the algorithm in an update that went live on 1 June 2026.

Momentum Systems

Readers will recall from previous newsletters that the two main profit drivers in the algorithm are Momentum and Mean Reversion strategies. The Momentum System uses more capital and contributes around 55% of profits looking back 20 years. The March 2026 newsletter discusses the Momentum Systems in greater detail for anyone seeking a deeper dive.

LSGF's Momentum Systems trade 4 indices. The Nasdaq 100 (US - 30%), Russell 1000 (US - 30%), ASX 300 (Australia - 20%) and TSX 60 (Canada - 20%). These systems have been very stable since inception, with only minor changes having been made. FY2026 contributions from Momentum were as follows:-

- NASDAQ 100 +25%* (6 stocks)
- RUSSELL 1000 +20%* (6 stocks)
- ASX 300 +3%* (4 Stocks)
- TSX 60 +5%* (4 Stocks)

The March narrative discussed how concentrated the portfolio had become, foreshadowing the one change to the Momentum System in the June update. Previously there were no concentration limits, meaning theoretically, all 12 US stocks could belong to the semiconductor sector for example, which would clearly present an unwanted (and very real risk) should the sector reverse hard. We instituted sector limits at 50% of portfolio size – i.e. no more than 3 of the 6 targeted NASDAQ 100 stocks could belong to the semi sector. Continuing with "Semi's" as an example, theoretically we could have 3 semi stocks from the NASDAQ 100 and 3 from the RUSSELL 1000 for a total of 6 semi stocks out of 20, or 30%. This assumption relies on Australia/Canada providing no semi stocks, which given the dearth of semiconductor businesses in those markets is reasonable.

Worst case would expose 50% to a single sector, however that would be highly unlikely given the diversity of the markets we invest across. Semiconductors are unlikely to be hotter than they are right now and without the sector limits, 35% of the Momentum positions would have been in this sector in June.

Surprisingly back-testing these changes did not penalise returns, making the decision to implement the change an easy one given the improvements to prospective risk. Even the anticipated slight degradation in performance we expected when testing the changes would have been implemented. Risk trumps return in such matters.

* Performance figures may not add/multiply to exactly match reported figures due to fees/costs and rounding

Mean Reversion Systems

The second pillar of the LSGF algorithm are the Mean Reversion (MR) Strategies. The MR systems did not perform nearly as well as Momentum in FY2026, in part their underperformance led to the changes described at the end of this section.

MR Strategies performed as follows:-

- Long MR Medium term +3%*
- Short MR Medium term -10%*
- Long MR Day trade +2%*
- Short MR Day trade -3%*

The long systems were profitable but underperformed historical expectations while the short systems performed abysmally. A meaningful contribution to the MR underperformance came from one stock in April 2026, AVIS Budget group (CAR). CAR rose more than 7-fold over the course of a few weeks before collapsing over the next few days. Our mean reversion systems repeatedly tried to short-sell on the way up, and buy long on the way down, costing LSGF >8% in a month.

This outcome caused an immediate re-think of the risk parameters in our mean reversion systems. Clearly, we were taking too much risk on a single name for that name to cost us 8% in a month, as well as over-trading. Finally, the maximum exposure to a single stock at 10% of portfolio size was too large for our intended risk appetites.

The two years of operational oversight of LSGF materially improved our operational instincts in executing our algorithmic trading, especially how to best harness the potential of mean reversion systems. These lessons are much harder to get by reviewing back-test outputs.

Applying these lessons foreshadowed the June 2026 redesign of the LSGF MR system. The revised system, while not quite as profitable (in back-testing at least), improved the overall risk profile substantially. It trades about half as often as the previous systems, we liken to a “snipers” approach, rather than a “shotgun” approach. It is simpler, with fewer parameters making it more robust, and unlike the systems it replaced shows no degradation over the past 20 years.

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After threading the new MR system into the portfolio algorithm, our back-tested return drops very slightly, with the upside a reduction in average annual drawdown. This is a trade-off we are happy to make to improve the risk profile of LSGF.

From an investor viewpoint, looking from the outside in, there will be very little change in the Fund. It is still primarily driven by the most consistently reliable factor in markets (Momentum), with Mean Reversion aiding returns in a discorrelated way. Each element is expected to contribute similarly to performance over a market cycle. Anticipated annual results and drawdowns should be almost indistinguishable (although the new algorithm outperformed the system it replaced marginally in June which feels like instant validation).

What has changed materially is the following

1. No of trades – approximately half, also leading to brokerage savings and less chance of errors.
2. Short side risk – max exposure per name is now 5%, a halving of the previous 10%.
3. More robust with fewer parameters.

Conclusion

While we are pleased with the life-to-date performance of the fund, we were less happy (particularly after the April stumble) with the risk profile of the Fund. The changes implemented in June 2026 have addressed these, and we believe have made the Fund more robust, and more likely to carry forward the performance over the longer term. Your managers certainly sleep a lot more soundly! As always, we continue to chase perfection, hoping to catch excellence - From your Co-CIO's: **Erik A. (Tony) Hansen & Gavin L. Skinstad**

Appendix 1: June 2026 Heatmap

Performance by Symbol (Cont.)

Analysis Period: June 1, 2026 - June 29, 2026 (TWR)

Portfolio Heat Map

LRCX 4.31%	AMAT 3.43%	KLAC 2.64%	MKSI 1.90%	RMD 1.16%	WDC 1.06%	HPE 0.76%	STX 0.72%	FIX 0.55%	CIFR 0.54%	FLEX 0.53%
TD 0.48%	AMBA 0.44%	ELF 0.38%	ASTS 0.34%	ROL 0.30%	RKLB 0.28%	AON 0.28%	AVGO 0.25%	LSCC 0.24%	CRWD 0.23%	CVNA 0.17%
AMKR 0.17%	6AU6 0.17%	INOD 0.16%	ENTG 0.16%	FOXA 0.14%	CIEN 0.14%	ADBE 0.12%	ENPH 0.12%	SU 0.10%	AUD 0.10%	DDOG 0.09%
TEAM 0.08%	IMO 0.06%	PCOR 0.04%	KRMN 0.04%	VRT 0.03%	CDA 0.03%	PBF 0.01%	CTSH 0.00%	FSLR 0.00%	MTDR 0.00%	SNOW -0.01%
PTC -0.01%	NOW -0.01%	CLF -0.01%	LYC -0.02%	MP -0.03%	CAD -0.03%	WDS -0.03%	JEF -0.05%	CCO -0.06%	GKOS -0.07%	MPWR -0.08%
BAH -0.08%	SLB -0.08%	CAR -0.11%	OKTA -0.11%	6AM6 -0.14%	WHC -0.17%	AMD -0.20%	CVE -0.21%	CBOE -0.24%	CRCL -0.25%	MSTR -0.26%
BKSY -0.32%	TECK.B -0.33%	MRVL -0.33%	VOYG -0.36%	MIN -0.41%	FM -0.44%	INTC -0.50%	PLS -0.51%	ARM -0.66%	USD -1.14%	ALHC -1.16%

< -20%   0%   > 20%

Appendix 2: FY2026 Heatmap

Performance by Symbol (Cont.)

Analysis Period: July 1, 2025 - June 29, 2026 (TWR)

Portfolio Heat Map

LRCX 9.64%	AMAT 4.94%	MU 4.80%	APP 4.39%	K 4.14%	KLAC 3.42%	MKSI 2.98%	MPWR 2.74%	ABX 2.20%	RMD 2.18%	STX 2.10%	INTC 1.94%	WBD 1.83%	RBLX 1.81%	HOOD 1.80%	FIX 1.76%	NSA 1.64%	TER 1.62%	MRVL 1.51%	NEM 1.50%	WDC 1.34%
COO 1.27%	ASB 1.24%	PNR 1.23%	TLN 1.20%	AEM 1.19%	FM 1.12%	APE 1.11%	CVNA 1.11%	PLS 1.04%	LITE 1.04%	GEV 0.99%	HPE 0.97%	PLTR 0.95%	LSCC 0.93%	RKLB 0.93%	SHOP 0.88%	FLEX 0.86%	ORCL 0.76%	ALGM 0.73%	MTZ 0.71%	EVN 0.71%
COHR 0.70%	ALB 0.67%	UWMC 0.66%	CF 0.65%	DJT 0.63%	AMD 0.63%	NCLH 0.62%	AA 0.60%	PVH 0.59%	PANW 0.58%	WPM 0.58%	HUN 0.56%	RRX 0.55%	CIFR 0.54%	AAON 0.52%	RBC 0.50%	ASTS 0.49%	SCCO 0.49%	TD 0.48%	NET 0.46%	USD 0.46%
ELF 0.45%	CE 0.45%	RGLD 0.45%	AMBA 0.44%	POW 0.42%	ESTC 0.42%	GDG 0.42%	MOS 0.41%	DT 0.41%	CRCL 0.39%	J 0.38%	W 0.36%	MIN 0.35%	JBL 0.35%	FSLR 0.35%	CART 0.35%	DDOG 0.34%	PARA 0.33%	TIGO 0.33%	DINO 0.33%	COKE 0.32%
CHRD 0.32%	GME 0.32%	LPLA 0.31%	FCX 0.31%	U 0.30%	RKT 0.30%	COOP 0.29%	LYFT 0.29%	EXE 0.28%	AON 0.28%	FICO 0.28%	AWI 0.27%	LYB 0.26%	COIN 0.26%	NTRA 0.26%	JLL 0.26%	LOAR 0.26%	PSN 0.26%	MDB 0.25%	IBM 0.24%	SAP 0.24%
AVGO 0.23%	MPT 0.22%	ASML 0.22%	6AH6 0.22%	M 0.22%	NEM 0.22%	IPGP 0.21%	BA 0.21%	KEX 0.21%	ESI 0.21%	INGM 0.21%	MTDR 0.20%	VRSN 0.20%	AVY 0.20%	NYT 0.20%	YETI 0.20%	DG 0.20%	XP 0.20%	SCHW 0.19%	UAA 0.19%	DOW 0.19%
CAT 0.19%	CCL.OLD 0.19%	OXY 0.19%	AMG 0.19%	ONTO 0.18%	EMN 0.18%	CHWY 0.18%	CIEN 0.18%	ZIP 0.17%	UBER 0.17%	6AU6 0.17%	AUD 0.17%	NOW 0.17%	RBRK 0.17%	INOD 0.16%	CPNG 0.15%	GTM 0.15%	WAT 0.15%	LW 0.15%	DVN 0.15%	WEX 0.15%
QCOM 0.15%	PEGA 0.15%	FOXA 0.14%	EA 0.14%	CELH 0.13%	STE 0.13%	CHTR 0.13%	ROL 0.13%	ADBE 0.12%	ECHO 0.12%	CRS 0.12%	CROX 0.12%	VEEV 0.12%	NKE 0.12%	NVST 0.11%	MELI 0.11%	LBRDK 0.11%	ES 0.11%	MTG 0.11%	WLK 0.11%	SARO 0.11%
R 0.10%	MMM 0.10%	KKR 0.10%	ROIV 0.10%	FLS 0.10%	PNC 0.10%	LVS 0.10%	SNOW 0.10%	TDY 0.09%	KCN 0.09%	CRBG 0.09%	KMX 0.09%	SLGN 0.09%	FTI 0.09%	FRHC 0.09%	FDN 0.09%	TEAM 0.08%	GRMN 0.08%	MCHP 0.08%	VOYA 0.08%	ESS 0.07%
NRG 0.07%	SFM 0.07%	ARMK 0.07%	AMCR.OLD 0.07%	FHN 0.07%	RDDT 0.06%	GEHC 0.06%	VST 0.06%	HCA 0.06%	DHR 0.06%	URI 0.06%	SKX 0.06%	STWD 0.05%	PFGC 0.05%	AEP 0.05%	EL 0.05%	ENTG 0.05%	MAN 0.05%	WMT 0.05%	CEG 0.04%	SOFI 0.04%
BJ 0.04%	WING 0.04%	PCOR 0.04%	MTSI 0.04%	APE.SUB0 0.04%	NVDA 0.04%	TXT 0.04%	ETR 0.04%	PRMB 0.03%	DUOL 0.03%	TXN 0.03%	AES 0.03%	BG 0.03%	CR 0.03%	ORI 0.03%	DHI 0.02%	SN 0.02%	CDA 0.02%	APE.RTS0 0.02%	VFC 0.02%	DD.OLD 0.02%
EHC 0.02%	GNRC 0.02%	ROST 0.02%	AVT 0.01%	PTC 0.01%	DOL 0.01%	PBF 0.01%	EME 0.01%	AU 0.01%	APTV 0.01%	EBAY 0.01%	SPR 0.01%	PM 0.00%	CTSH 0.00%	RNG 0.00%	TXRH 0.00%	HST 0.00%	LNG 0.00%	APE.ESUB0 0.00%	BWA 0.00%	BROS 0.00%
VIRT 0.00%	RH 0.00%	CBO 0.00%	BYD -0.01%	BBWI -0.01%	BHF -0.01%	GFS -0.01%	RBA -0.01%	FIVE -0.01%	QRVO -0.01%	APH -0.01%	SMCI -0.01%	HON.OLD -0.01%	CAD -0.02%	DLTR -0.02%	ANET -0.02%	IOT -0.02%	CLH -0.02%	BIO -0.03%	APPF -0.03%	IRDM -0.03%
AUR -0.03%	6AZ5 -0.03%	ARW -0.03%	OTIS -0.03%	HWM -0.03%	PAYX -0.03%	6AU5 -0.04%	AFRM -0.04%	GWRE -0.04%	CYL -0.04%	SPOT -0.05%	HAL -0.05%	TRU -0.05%	JEF -0.05%	DASH -0.05%	VEA -0.05%	SAIA -0.05%	AMED -0.05%	BIRK -0.06%	TPG -0.06%	TGT -0.06%
P -0.07%	HII -0.07%	LUV -0.07%	LNC -0.07%	BAH -0.08%	SLB -0.08%	WAL -0.09%	NHC -0.09%	EXPE -0.09%	CRWD -0.09%	DIS -0.09%	CLX -0.09%	RL -0.10%	DKS -0.10%	VMI -0.10%	EOG -0.10%	GLW -0.10%	ATI -0.10%	SON -0.10%	IDXX -0.11%	RVTY -0.11%
BRKR -0.11%	ROKU -0.11%	OKTA -0.11%	SCI -0.11%	AMTM -0.11%	AMP -0.11%	KNX -0.11%	PPLI -0.11%	L -0.12%	ODFL -0.13%	MIDD -0.13%	THC -0.13%	HUM -0.13%	CGNX -0.14%	DRS -0.14%	AS -0.14%	AR -0.14%	ZBH -0.14%	MAT -0.15%	CVE -0.15%	MCO -0.15%
DE -0.15%	AXON -0.16%	DELL -0.16%	TDC -0.17%	BLK -0.17%	LYV -0.18%	PSKY -0.18%	FTAI -0.18%	ZBRA -0.20%	GKOS -0.21%	MASI -0.21%	WFC -0.22%	TPW -0.22%	NXPI -0.22%	TSLA -0.23%	MSTR -0.23%	RCL -0.23%	SEB -0.24%	CBOE -0.24%	IONS -0.26%	CAVA -0.27%
APA -0.27%	CNQ -0.28%	STT -0.28%	RGEN -0.28%	WHC -0.28%	ELV -0.29%	WDS -0.29%	ALAB -0.29%	TDG -0.30%	CAE -0.30%	GL -0.30%	WHR -0.32%	BKSY -0.32%	TECK.B -0.33%	DBX -0.33%	ZS -0.34%	MPC -0.34%	6AM6 -0.35%	VOYG -0.36%	LSTR -0.36%	NFLX -0.36%
SU -0.36%	WSC -0.36%	ALK -0.37%	CARR -0.37%	TPR -0.38%	LMT -0.38%	RRL -0.41%	NTNX -0.42%	UAL -0.44%	CVS -0.45%	SLM -0.46%	BILL -0.46%	360 -0.46%	SNX -0.47%	IMO -0.50%	VRT -0.51%	TRIP -0.53%	PB -0.55%	WGX -0.56%	RIVN -0.56%	AMKR -0.57%
DVP -0.59%	LYC -0.60%	ETSY -0.63%	PATH -0.64%	AKAM -0.64%	GOOGL -0.68%	NST -0.68%	TPL -0.68%	QXO -0.75%	CLF -0.76%	FNV -0.77%	GMD -0.80%	ESAB -0.81%	QS -0.86%	ACHC -0.97%	F -1.02%	XPO -1.06%	ALHC -1.16%	ARM -1.30%	INSP -1.35%	CNXC -1.38%
MP -1.41%	INSM -1.46%	BC8 -1.71%	BLD -1.80%	CNC -1.86%	UI -2.17%	SNDK -2.35%	ENPH -2.47%	KRMN -2.53%	CAR -8.40%											

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