EDGEWOOD
MANAGEMENT LLC

The rotation that began with the software sell-off earlier this year has continued, as capital has tended to move out of businesses perceived to be at risk from AI disruption and into the semiconductor and hardware names levered to the AI infrastructure build-out. We believe sector selection, more than individual stock selection, has been the primary driver of relative stock market performance in recent quarters, evidenced by the continued divergence between broad software indices and broad semiconductor indices. We do not know how long this dislocation will continue, but the trend started to shift during the month of July.

Regardless of this broader market dislocation, we remain highly confident in the fundamentals underpinning our investments. Year-over-year earnings per share (EPS) growth across the portfolio accelerated for five consecutive quarters, averaging approximately 31% over that period, a 14-percentage-point acceleration versus five quarters ago.[1] We have also observed robust capital return activity across our holdings, characterized by significant share buybacks and raised guidance by many companies in the portfolio. We view these actions as a signal of management teams' confidence in the durability of their own growth.

During the quarter we initiated new positions in Linde, Tesla, Amazon, and Reddit, extending our Physical AI investment theme. We believe artificial intelligence is beginning to proliferate from the digital world into the physical world across transportation, manufacturing, energy, and healthcare. These are markets that we estimate could represent, in aggregate, an addressable opportunity many multiples the size of the digital AI market. These new positions complement existing holdings such as Synopsys, Amphenol, NVIDIA, Intuitive Surgical, and Axon, which already give us exposure to this theme.[2]

We also refined our investment framework this quarter to ensure the portfolio optimally reflects our highest conviction ideas. Specifically, we implemented the following enhancements:

- Raised our single-position limit from 8% to 10%
- Allowed three growth-bucket weights to flex with conviction and opportunity, rather than reverting to equal thirds
- Relaxed our theme exposure cap so that durable, multi-name themes such as Physical AI can be sized appropriately
- Reorganized the investment team to enable agility and to accelerate high-conviction decision making

We believe these changes will allow us to act with more conviction and speed on our best ideas, while maintaining a high, deliberate bar for portfolio inclusion.[3]

Edgewood's investment philosophy remains unchanged: we seek to identify companies with durable competitive advantages and long runways for growth, and to hold those investments for many years.

We view the portfolio as attractively valued, supported by robust underlying business fundamentals and strong prospects for compounded earnings growth.

Edgewood Management LLC
July 16, 2026

*Sources: company filings, Edgewood research. This commentary is for informational purposes only and does not constitute investment advice or a recommendation to buy or sell any securities. While the information provided is believed to be accurate, there is no guarantee of its accuracy or completeness. Any forward-looking statements are based on current expectations and involve risks and uncertainties that could cause actual results to differ materially. Edgewood is not liable for any errors or omissions in the information provided or for any losses resulting from reliance on the information.*

[1] *While historical trends have shown a correlation between earnings per share growth and stock price appreciation, it is important to remember that past performance is not indicative of future results. Portfolio EPS growth is calculated as the asset-weighted average of the year-over-year EPS growth of the active holdings in the Edgewood Large Cap Growth model portfolio as of each quarter-end. This is a fundamental measure of the underlying businesses and does not represent the investment performance of the composite.*

[2] *Edgewood's commentary on individual securities is intended to show portfolio holdings Edgewood's investment team considers to fall within the Physical AI investment theme. No recommendation is made, positive or otherwise, regarding individual securities mentioned. The specific securities identified and described do not represent all of the securities purchased, sold, or recommended for advisory clients, and the reader should not assume that investments in the securities identified were or will be profitable. The securities listed above represent a subset of portfolio investments that is not available as a strategy or portfolio. For information about the whole portfolio, please contact kmcbride@edgewood.com.*

[3] *While we believe these refinements will allow us to act with more conviction and speed on our best ideas, they will also increase the concentration of the portfolio. Consequently, the portfolio may experience higher volatility than in the past, and the underperformance of a single large position or investment theme could have a more significant negative impact on overall portfolio performance. There is no guarantee that these enhancements will achieve their intended objectives or avoid losses.*

| | Ending June 30, 2026 | | | |
|---|---|---|---|---|
| | **Net 1 Year Performance Returns** | **Net 3 Year Performance Returns (Annualized)** | **Net 5 Year Performance Returns (Annualized)** | **Net 10 Year Performance Returns (Annualized)** |
| **Edgewood Large Cap Growth Composite** | -5.05% | 9.63% | 0.82% | 13.64% |
| **S&P 500 (TR) Index** | 22.32% | 20.61% | 13.41% | 15.51% |
| **Russell 1000 Growth Index** | 17.71% | 22.58% | 13.71% | 18.58% |
| *Note: Returns are shown in U.S. dollar. Composite returns are net of fees.* | | | | |

Edgewood Management LLC is a registered investment adviser specializing in growth-oriented investment management. The Edgewood Large Cap Growth Composite is comprised of individual and institutional accounts that invest in Edgewood's Large Cap Model of generally 22 large capitalization growth companies chosen by using fundamental analysis and an internal valuation discipline. The composite returns are benchmarked to the Standard & Poor's 500 Index ("S&P 500") and the Russell 1000 Growth Index ("R1000 Growth"). The S&P 500 is an unmanaged index with no expenses which covers 500 industrial, utility, transportation and financial companies of US markets. It is a capitalization-weighted index calculated on a total return basis with dividends reinvested. The R1000 Growth measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth rates and dividends are reinvested.

Edgewood Management LLC claims compliance with the Global Investment Performance Standards (GIPS®). Past performance is no guarantee of future results. Performance results reflect the reinvestment of dividends and other earnings. Performance results are expressed and calculated in U.S. dollars. To receive a list of composite descriptions of Edgewood Management LLC and/or a GIPS Report that complies with the GIPS standards, contact Kitty McBride at 203-769-7606, or write to Edgewood Management LLC, 600 Steamboat Road, Suite 103, Greenwich, CT 06830 or kmcbride@edgewood.com.