

# Palos-CTI Acrobat Enhanced Fund

For the period ended August 31, 2026

# PALOS

## Fund Description

The Palos-CTI Acrobat Enhanced Fund (the "Fund") is an open-ended trust established on March 19, 2025. The Fund's objective is to provide investors with long-term capital growth by investing in a strategically managed portfolio of high-quality Canadian and U.S. publicly traded large and mid-capitalization companies.

The Fund is actively managed and focuses on companies that demonstrate strong fundamentals and long-term growth potential. Fund's Portfolio Manager is building the portfolio using a bottom-up stock selection approach, adding individual securities to the portfolio based on their intrinsic value. Rebalancing is conducted quarterly to maintain alignment with the Fund's objectives and to respond to changes in market dynamics. The Fund's Portfolio Manager employs a risk-adjusted framework, using its fundamental research to dynamically adjust cash holdings and use leverage when market conditions warrant it.

### Asset Allocation

|               |               |
|---------------|---------------|
| Common Equity | 98.1%         |
| Cash          | 1.9%          |
| <b>TOTAL</b>  | <b>100.0%</b> |

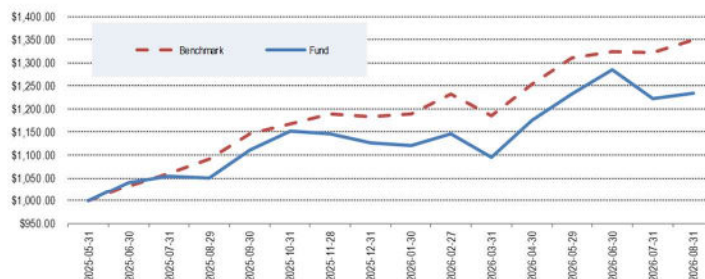
### Regional Exposure

|               |               |
|---------------|---------------|
| United States | 55.4%         |
| Canada        | 44.6%         |
| <b>Total</b>  | <b>100.0%</b> |

### Equity Sector Mix

|                        |               |
|------------------------|---------------|
| Communication Services | 6.9%          |
| Consumer Discretionary | 0.0%          |
| Consumer Staples       | 0.0%          |
| Energy                 | 5.0%          |
| Financials             | 8.5%          |
| Health Care            | 7.4%          |
| Industrials            | 14.5%         |
| Materials              | 3.4%          |
| Real Estate            | 0.0%          |
| Technology             | 29.4%         |
| Utilities              | 2.8%          |
| Index ETF              | 20.3%         |
| Cash                   | 1.9%          |
| <b>Total</b>           | <b>100.0%</b> |

## Fund Performance Since June 1, 2025 - Cumulative Growth of \$1,000\*



## Returns by Period - Net of All Fees

### Annualized

|                  | 1 Month | 3 Month | 6 Month | 1 Year | 3 Year | 5 Year | Since Inception | Since June 1, 2025* |
|------------------|---------|---------|---------|--------|--------|--------|-----------------|---------------------|
| <b>Fund</b>      | 1.05%   | 0.20%   | 7.62%   | 17.56% |        |        | 17.79%          | 15.71%              |
| <b>Benchmark</b> | 2.17%   | 3.09%   | 9.61%   | 23.69% |        |        | 30.42%          | 25.79%              |

\*Note on Reported Performance: The Fund's inception date is May 1, 2025. "Since Inception" performance reflects the Fund's performance from May 1, 2025, and includes the period prior to full deployment of capital. Performance presented from June 1, 2025 reflects the first full reporting period following full deployment of capital.

## Monthly Performance - Returns Are Net of All Fees

|             | Jan.   | Feb.  | Mar.   | Apr.  | May     | Jun.  | Jul.   | Aug.   | Sep.  | Oct.  | Nov.   | Dec.   | YTD      |
|-------------|--------|-------|--------|-------|---------|-------|--------|--------|-------|-------|--------|--------|----------|
| <b>2026</b> | -0.47% | 2.30% | -4.43% | 7.28% | 4.76%   | 4.24% | -4.87% | 1.05%  |       |       |        |        | 9.57%    |
| <b>2025</b> |        |       |        |       | 0.81%** | 4.08% | 1.26%  | -0.40% | 5.88% | 3.60% | -0.41% | -1.78% | 13.53%** |

## Fund Management Team

**Fund Manager:** Palos Wealth Management Inc.

**Portfolio Manager:** CTI Capital Securities Inc.



Founded in 1987, CTI Capital Securities Inc. is a full service broker offering securities brokerage services, institutional research and managed portfolios while investing in private equity.

## Fund Details

|                                    |                                            |
|------------------------------------|--------------------------------------------|
| <b>Fund Type</b>                   | Trust                                      |
| <b>Distribution Frequency</b>      | Quarterly                                  |
| <b>Registered Account Eligible</b> | Yes                                        |
| <b>Base Currency</b>               | CAD                                        |
| <b>Benchmark</b>                   | 50% S&P/TSX Comp. & 50% S&P 500            |
| <b>Minimum Investment</b>          | 25,000 or at the discretion of the manager |
| <b>Series F</b>                    |                                            |
| <b>FundSERV Code</b>               | PAL911                                     |
| <b>Series Inception Date</b>       | 19-Mar-25                                  |
| <b>Management Fee</b>              | 1.00%                                      |
| <b>Unit Price</b>                  | \$12.30                                    |
| <b>Hurdle Rate</b>                 | 5% per annum                               |
| <b>Performance Fee</b>             | 15% of returns above Hurdle                |
| <b>High Water Mark</b>             | Yes, perpetual no resets                   |
| <b>Valuation</b>                   | Last Business Day of Each Month            |
| <b>Number of stocks held</b>       | 26                                         |

## Top 10 Equity Holdings

|                             |      |
|-----------------------------|------|
| DIREXION DAILY S&P 500 BULL | 7.9% |
| ARISTA NETWORKS INC         | 5.0% |
| AMPHENOL CORP-CL A          | 4.7% |
| NVIDIA CORP                 | 4.7% |
| ELI LILLY & CO              | 4.4% |
| MICRON TECHNOLOGY INC       | 4.3% |
| ALPHABET INC-CL C           | 4.2% |
| BROADCOM INC                | 3.9% |
| KLA CORP                    | 3.8% |
| COMFORT SYSTEMS USA INC     | 3.6% |

## Service Providers

**Fund Administrator:** SGGG Fund Services Inc.  
**Auditor:** PricewaterhouseCoopers LLP  
**Custodian:** National Bank Independent Network  
**Legal Counsel:** Fasken Martineau DuMoulin LLP

PALOS Performance Measurement Update

\*\*Note Regarding Investment Operations: The Fund's inception date is May 1, 2025; however, full deployment of capital was not effected until May 17 due to operational and administrative processes associated with the initial subscription and portfolio setup. As a result, the Fund experienced "cash-drag", as it maintained a higher-than-normal cash position for most of the month.



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Palos is the investment fund manager of the Palos-CTI Acrobat Fund (the "Fund"), and CTI Capital Securities Inc. is the portfolio manager of the Fund. The Fund is a pooled fund offered pursuant to exemptions from the prospectus requirements under applicable Canadian securities legislation and is not a reporting issuer. Units of the Fund are available only to accredited investors or other investors eligible to purchase under applicable exemptions.

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This Fund may not be suitable for all investors. Prospective investors should consult their investment advisor and carefully review the Fund's offering memorandum and other relevant documents before investing. Palos Funds are not available for purchase by non-Canadian residents.