

# Kingwest US Equity Portfolio

December 31, 2025

## FUND OBJECTIVE

The Kingwest US Equity Portfolio invests in durable franchises mispriced by complexity. We manage a concentrated portfolio of approximately 25 US businesses, 4% initial position size, held 5+ years. We take the time to distinguish temporary complexity from permanent impairment. We initiate positions when the business trades at a substantial discount to what we believe it's worth and hold until full value is reflected in the market.

## GROWTH OF \$10,000<sup>1 & 2</sup>



## KEY FUND FACTS

<b>Fund Code</b>	KWC306
<b>Benchmark</b>	S&P 500 Comp TR Index
<b>Category</b>	US Equity
<b>Management fee</b>	0.80%
<b>MER</b>	0.99%
<b>Risk rating</b>	Medium
<b>Min/subsequent invest</b>	\$5,000 / \$1,000
<b>Distribution frequency</b>	Annual
<b>RRSP/RRIF eligible</b>	Yes
<b>Firm Assets</b>	\$1.4B
<b>Fund Assets</b>	\$167.5M
<b>Auditor</b>	Deloitte LLP
<b>Custodian</b>	RBC Investor Services
<b>Inception Date</b>	May 31, 2001

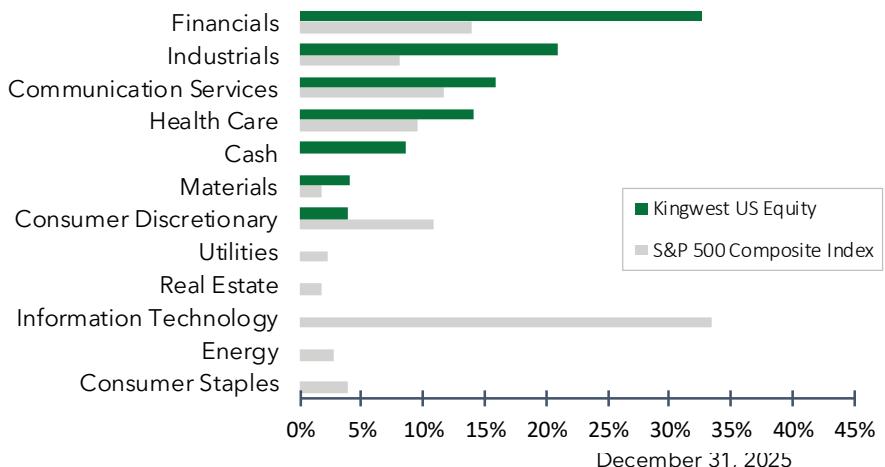
## PERFORMANCE<sup>3</sup>

	Annualized returns (%)	1 YR	3 YR	5 YR	10 YR	15 YR	20 YR	SI *
<b>Kingwest US Equity</b>	<b>7.2%</b>	<b>22.1%</b>	<b>12.8%</b>	<b>9.3%</b>	<b>11.3%</b>	<b>8.2%</b>	<b>6.6%</b>	
Peer Group	9.3%	19.1%	12.0%	11.6%	13.0%			
Quartile Ranking	3	2	2	4	4			
No. of funds in category	1,143	1,023	922	578	284			
Calendar-Year Returns	2025	2024	2023	2022	2021	2020	2019	
<b>Kingwest US Equity</b>	<b>7.2%</b>	<b>36.6%</b>	<b>24.5%</b>	<b>-16.6%</b>	<b>20.0%</b>	<b>5.9%</b>	<b>24.1%</b>	

## TOP 10 INVESTMENTS<sup>4</sup>

Alphabet Inc	8.3%
General Electric Co	6.2%
Citigroup Inc	6.2%
JPMorgan Chase & Co	5.4%
Allegion plc	5.2%
KKR & Co Inc	5.2%
HCA Healthcare Inc	5.1%
Cigna Group/The	4.8%
Goldman Sachs Group Inc/The	4.7%
Meta Platforms Inc	4.2%
<b>Total percentage of top 10 investments</b>	<b>55.3%</b>
<b>Total number of investments</b>	<b>23</b>

## SECTOR ALLOCATION<sup>4</sup>



## CONTACT

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## QUARTERLY COMMENTARY

The S&P 500 advanced 12.4% in 2025, with Information Technology (Artificial Intelligence) driving more than half the index's gains. The Kingwest US Equity Series F Portfolio returned 7.16% for the year, reflecting a steadfast commitment to understanding business economics rather than riding artificial intelligence momentum.

Capital is deployed only where competitive advantages and cash flow generation can be analyzed with confidence. History shows that durable wealth compounds from owning businesses with structural advantages and improving profitability, not from attempting to predict which technologies will dominate uncertain futures. This discipline requires patience, particularly when speculative themes dominate market returns.

The Portfolio declined 1.6% in the fourth quarter as the S&P 500 rose 1.2%. Consumer Discretionary, Communication Services, and Materials delivered the strongest results, led by Alphabet, Citigroup, Las Vegas Sands, Amcor, and Goldman Sachs. Industrials, Financials, and Health Care created performance drag, with Fiserv, Uber Technologies, T-Mobile, Allegion, and Meta Platforms generating negative returns.

Two significant portfolio adjustments occurred during the period. Fiserv was sold completely after the company reset medium term objectives. Proceeds were redeployed into Global Payments following its acquisition of Worldpay, a strategic combination positioned to generate immediate cost efficiencies while supporting sustained free cash flow expansion over multiple years. The market underestimates both the scale of operational synergies and management's ability to execute integration while maintaining pricing discipline.

The Portfolio trades at 18 times forward free cash flow, a meaningful discount to the broader market, while the Portfolio holdings have more predictable revenue streams that is expected to generate better sales and profit growth over the coming years.

The investment framework remains unchanged: acquire stakes in resilient companies trading below intrinsic value, maintain a multi-year investment horizon, and act decisively when market dislocations create compelling entry points. That approach has consistently served unitholders well across cycles, and the commitment to it remains absolute.

## FUND MANAGERS

### Richard Fogler, Bsc (Ec)

Managing Director & Chief Investment Officer  
Years of experience/firm: 50+/40+ years

### Anthony Visano, CFA

Managing Director & Portfolio Manager  
Years of experience/firm: 23/5 years

## Disclosures

<sup>1</sup> For description of exemptive relief, please see disclosure below.

<sup>2</sup> Source: Kingwest, Bloomberg as at December 31, 2025

<sup>3</sup> Source: Kingwest, Morningstar as at December 31, 2025

<sup>4</sup> Source: Kingwest as at December 31, 2025

\* Inception date May 31, 2001

Before investing in any Kingwest Managed Portfolio (the "Funds"), you should carefully consider the Funds investment objectives, risks, charges, and expenses. Commissions, management fees and expenses may all be associated with mutual fund investments. Please read the Prospectus and Fund Facts before investing.

This document is not intended to provide legal, accounting, tax or specific investment advice. The information contained herein may have been obtained from sources that we consider to be reliable, but we make no representation as to, and accept no responsibility or liability for, the accuracy or completeness of the information contained herein. Portfolio holdings are subject to change. Kingwest Managed Portfolios are managed by Kingwest & Company, a related party of the Funds.

Past performance is not indicative of future results and may not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amounts originally invested. Exchange rate changes may cause the value of investments to fall as well as rise. Investment involves risk.

The Funds were not reporting issuers during certain periods for which the performance of the Funds is presented. The expenses of the F Series of a Fund may have been higher during such period or periods had the Fund been subject to the additional regulatory requirements applicable to a reporting issuer. Kingwest obtained exemptive relief on behalf of the Funds to permit the disclosure of the performance data of the units of each Fund relating to a period or periods prior to when the Fund was a reporting issuer.

The S&P 500 Index is an American stock market index based on the market capitalizations of 500 large companies having common stock listed on the NYSE or NASDAQ.

Unless otherwise indicated, rates of return for periods greater than one year compare historical annual compound total returns net of fees including changes in unit value and reinvestment of all distributions, and do not take into account any sales, redemption, distribution or optional charges, or income taxes payable by any security holder which would have reduced returns. Mutual funds are not guaranteed, their values change frequently, and past performance may not be repeated.

All dollar references herein are in Canadian dollars. Investments denominated in foreign currencies are subject to fluctuations in exchange rates, which may have an adverse effect on the value of the investments, sale proceeds and on income.