

# Barrantagh Small Cap Canadian Equity Fund

## EQUITY MANAGEMENT

- Value bias
- Quality focus (strong Balance Sheet / full cycle profitability)
- Disciplined bottom up research process
- Management interviews
- Low turnover
- High conviction portfolios
- Minimum 7 industry sectors
- F Series 1.0% MER

## SMALL CAP CANADIAN EQUITIES

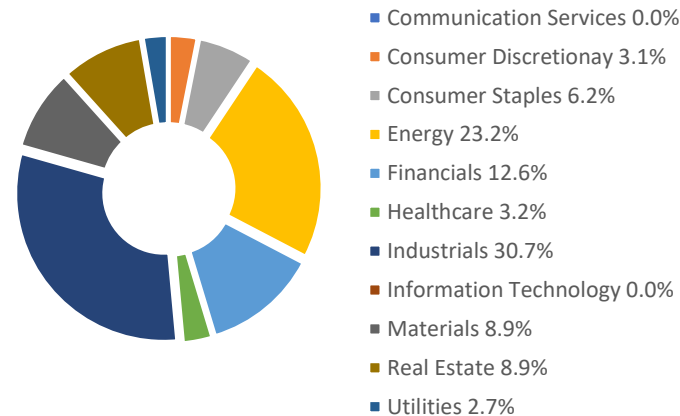
- 20 - 40 small cap Canadian stocks
- Average market cap at time of purchase <\$2bn, dividend yield >1%

Fund Code:	Min Investment: \$1,000 initial,	Fund Size:	CUSIP:
BMI105	\$200 subsequent	\$78.9M	993565548

Barrantagh Investment Management Inc. is a bottom-up, value driven investment manager with over 20 years history of offering investment services to both high net worth and institutional clients. Our investment philosophy is based on three key values. When we look for investment ideas we start with superior businesses with clear competitive advantages and the ability to sustain their profitability throughout the full cycle. Once identified, we look to interview management and ensure they are quality people with goals and targets that align with shareholders. This includes a proven track record of conservative and clear business strategy. The final tenet is our buy and sell discipline around attractive prices, based our independent valuation. We use our own cash flow analysis to establish both buy and sell targets in order to build our high conviction and focused portfolios.

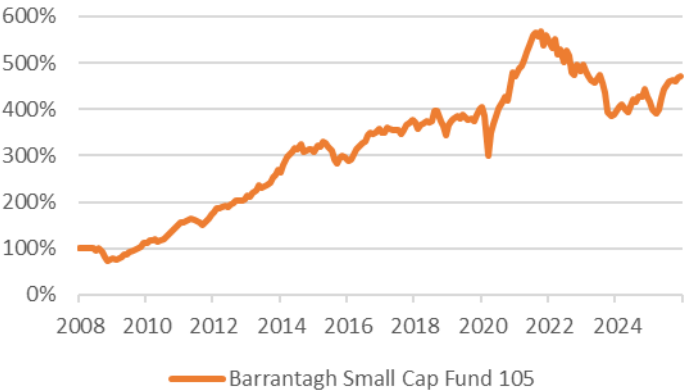
## Current Portfolio – Equity Sectors

Portfolio Date : December 31, 2025



## Investment Growth (CDN\$) \*

Time Period: Jan 1 2008 to December 31, 2025

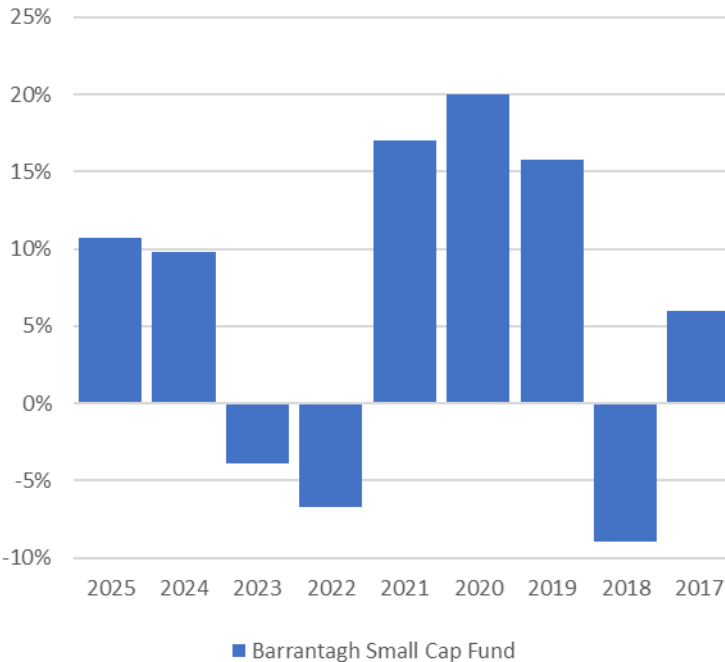


## Trailing Returns \*

As of December 31, 2025

	YTD	1 Year	3 Years	5 Years	10 Years
Barrantagh Small Cap Fund	10.7%	10.7%	5.3%	5.0%	7.4%

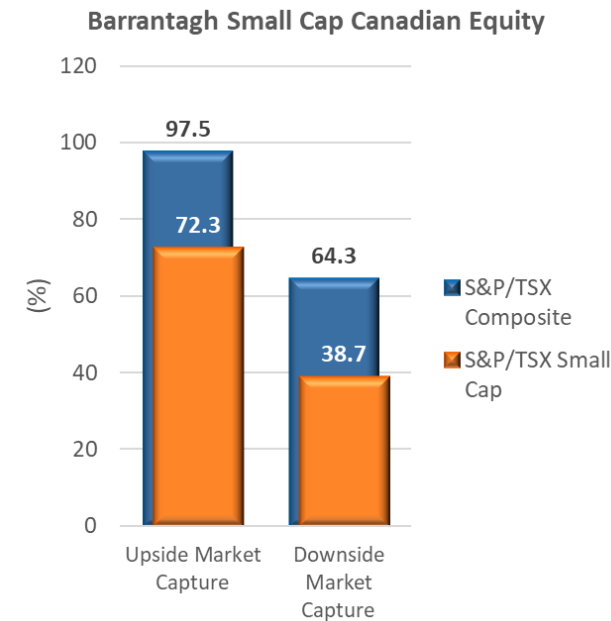
## Investment Annual Performance Chart \*



\* Barrantagh Small Cap Canadian Equity Composite performance is used to reflect periods prior to Fund Inception. Investment returns shown are provided for informational purposes only and are calculated net of management fees, trading and operating expenses. Returns are annualized for periods greater than 1 year and calculated on a total return basis which includes changes in net asset value, income and capital gains (losses). Returns do not include the impact of any sales, redemption, optional charges, or any income taxes payable by the unitholder. Past performance is no guarantee of future performance and future performance will fluctuate with future market outcomes.

Top 10 Holdings

As at December 31, 2025	Portfolio Weighting %
Headwater Exploration Inc.	5.2
Chemtrade Logistics Inc Fd	4.7
Trisura Group Ltd.	4.4
Trican Well Service Ltd.	4.3
Exchange Income Corp	4.2
Major Drilling Group Int'l	4.2
First Capital REIT	4.0
Calian Group Ltd.	3.6
Jamieson Wellness Inc	3.5
Bird Construction Inc.	3.3



Fourth Quarter Commentary

The Canadian small cap benchmark surged ahead during the fourth quarter, led as it has been all year by bull-market enthusiasm in the metals complex. Gold prices lifted 57% in 2025 (CAD), driving small cap gold miners +182% and leaving other non-mining areas of the market behind. With small cap energy also performing well, resources sectors (materials and energy) now represent 62% of the small-cap bench (up from 50% last year), a level we have not seen since we began tracking weights. This extreme commodity exposure has rendered the benchmark less informative for active diversified managers.

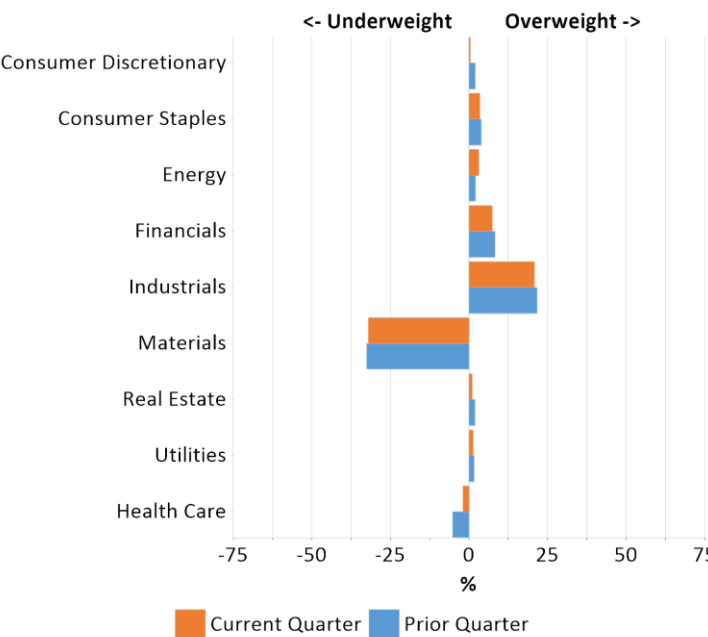
While delivering positive returns during the period, the Portfolio trailed the benchmark. Strength in health care (stock selection) and technology (no exposure to weak sector) was more than offset by financials (negative selection) and materials (driving nearly all of the overall delta; underweight mining/golds).

Given the new normal of heightened trade and policy uncertainty, we continue to view a “made in Canada” solution as imperative for solidifying the economy and providing resilience to shifting global allegiances. This is crucial for small caps, which have a heavier domestic focus, and we’ve been gearing the Portfolio towards ramping capital investment at home.

Another home-grown theme we think has multiple years to run, relates to the aging demographics of the Canadian population and a persistent lack of supply for seniors housing. We added a position in Extendicare (EXE), a leading provider involved in many different aspects of long-term care in Canada, including owned/operated homes, third-party management and a growing home health care business. Management has made a strategic pivot to focus growth in the “capital light” areas of the business (home healthcare, managed services), which has accelerated growth and improved returns over the historical heavily regulated cash flow base. EXE is now highly free cash flow generative and boasts an underutilized balance sheet (helpful to drive future growth) and undemanding valuation, which in our view does not yet reflect the improved quality of the business. Post our investment, a couple of positive developments have served to initially validate this thesis, most significantly the highly accretive acquisition of a large home health care competitor, CBI Home Health.

As the calendar turns to 2026, global economic growth remains resilient despite all the headline noise. Both continued fiscal stimulus and more accommodative monetary policy are increasing risk appetite. Encouragingly, equity returns look poised to broaden out from prior year winners (e.g. AI, mining, large caps) to areas of the market like non-resource small caps that have been largely overlooked thus far in the bull market.

Industry Distribution vs. Benchmark (December 31, 2025)



Risk Measures – Barrantagh Small Cap Composite  
Jan 1, 2008 to December 31, 2025

	Barrantagh Small Cap Cdn	TSX Small Cap	Median
Annualized Return	11.2%	5.8%	9.9%
Standard Deviation	13.3%	20.1%	15.7%
Sharpe Ratio	0.7	0.2	0.4