

TRADING ACTIVITY

BARRANTAGH INVESTMENT MANAGEMENT Global Equities

Against this backdrop, we remain constructive on industrial companies, particularly those that build, power, and maintain the physical economy, and whose business models face limited risk of digital disruption. We also see attractive opportunities in select consumer-exposed businesses. A firmer macro backdrop and improving corporate confidence should support employment, wages, and sentiment, while eventual rate relief would provide an additional tailwind to spending. Our positioning therefore reflects a preference for businesses leveraged to resilient demand, especially in markets with stronger energy security.

That said, caution remains appropriate. Even if the conflict involving Iran is resolved in the near term, the timing and durability of any settlement remains uncertain. This is why a barbell approach remains appropriate, it allows us to participate in a broadening recovery while retaining exposure to companies that should hold up better if markets remain unsettled. Schneider Electric and NextEra reflect this balance well. Schneider provides exposure to an improving industrial and capital-spending backdrop, while NextEra offers the defensiveness and structural growth we value in a more unsettled environment. Alongside this barbell positioning, within Industrials and Consumer Discretionary we remain focused on high-quality businesses with strong cash generation, durable balance sheets, and consistent records of returning capital to shareholders. Valuation discipline remains central to portfolio construction, anchoring the strategy in companies that can withstand near-term volatility while still participating in a broader

expansion. We see these characteristics in holdings such as Wabtec and Somnigroup. Both companies illustrate the quality-value discipline that underpins our investment process.

BUYS

TSMC

The company owns a near monopoly in the leading edge AI semiconductor manufacturing, with well over 90% of the market in producing the world's most advanced AI chips. Over the years, TSMC has led the global industry in every iteration of advanced nodes (ie. 2nm, 3nm, 5nm). It acts as a manufacturing partner to major tech giants. Its recent 30% increase in its 2026 capex illustrates management's confidence in AI demand for the next few years. This is anchored by major hyperscalers upping their own capex targets for 2026, with the Big 4 hyperscalers increasing their capex by 56% in aggregate for 2026. Trading at a reasonable valuation for its growth rate, its shares can continue to re-rate higher with revenue upside and continual margin expansion.

NextEra Energy

A regulated utility that is augmented by non-regulated energy supply growth channels (to mainly serve hyperscalers). It is a premiere growth story in the utilities space, due to its scale and differentiated 10-year outlook of 8%+ EPS CAGR (sector leading) that is anchored by 4 years of certainty at Florida Power & Light regulated rate base. In this golden age of power demand and as BYOG (Bring Your Own Generation) becomes more prevalent for data centers, NextEra

Energy Resources is a non-regulated business that is involved with multiple projects in the renewed interest spaces of natural gas and nuclear, along with renewables and storage. The company has added extra generation capacity to its NEER backlog since its last earnings call, and its backlog now stands at 30 GW.

Honeywell

Company is almost through its portfolio transformation where they have sold/spun off non-core divisions and will now separate the company into two listed entities (Aerospace and Industrial). Stock has lagged due to sluggish Aerospace margins and concern about the Aerospace spin dragging out. Aero margins are starting to improve, and spin has been confirmed for 3Q this year. Stock is cheap on both an absolute and SOTP basis.

Meta

We believe that Meta is an AI winner. Meta showed that it can materially accelerate its core advertising revenue growth (23% y/y in 4Q25, +22%-30% in 1Q26 guidance), due to strong engagement and monetization. In the U.S., revenue accelerated to 25% y/y in 2025 from +20% in 2024, driven by monetization in its Reels, Instagram, and Facebook platforms. Their AI investments are leading to the best recommendations for its users on its platforms (videos and feeds).

Morgan Stanley

Strong positions in investment banking and capital markets, which have seen a meaningful inflection driven by pent-up deal activity that is expected to continue. This pairs well with their high-quality global asset management and advisory franchise. Both businesses should benefit from a lower rate environment.

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SMC

Japanese industrial machinery company with a global leadership position in pneumatics and above-average exposure to Asia. Industrial end-market demand has been weak for more than two years due to a pause in automation spending. Early signs of a turn are emerging, led by improving semiconductor markets. Longer term, automation demand should strengthen as global labour shortages become more acute.

Epiroc

Well positioned for an acceleration in mining equipment demand and a recovery in construction. The business is ~75% mining equipment (rock drillers, loaders, etc.) and ~25% construction equipment. A continued shift toward autonomous and digital solutions should support share gains, where the company has a leadership position.

P&G

P&G owns some of the most superior staples brands in everyday essentials, including Pantene, Head & Shoulders, Gillette, Crest, Oral B, Tide, Cascade, Dawn, Pampers, Bounty, and Tampax. The company is in the midst of a revenue reacceleration (particularly in its home market of U.S.) that is supported by product innovation (ie. Tide Evo). The company is able to scale its use of data and AI, along with marketing and productivity in its supply chain.

LyondellBasell

Asian and European chemical companies rely on imports of Naptha from the Middle East to produce olefins. If Hormuz remains blocked for a longer time period, potentially 20% of olefin supply will have to be idled. This is causing ethylene and propylene prices to spike, resulting in higher margins for LYB. Furthermore, LYB's exposure to relatively cheap feedstock in the US Gulf Coast insulates cost inflation vs international peers.

SELLS

Mastercard, Vinci, Accenture, Dynatrace, Compass Group and Siemens Healthineers were sold.

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