

Prizm Master Fund

A Large Cap U.S. Equities Long / Short Market Neutral Strategy

31 October 2025

FUND FACTS

Launch Date	31 May 2022
Domicile	UK
Fees	1.5% & 20%
Denominations	USD
Liquidity/Dealing	Monthly
Year End	31 January
ISIN	KYG724AP1013
Minimum Investment	\$100,000

OVERVIEW

Investment Objectives

The Funds objective is to provide highly uncorrelated returns against the market and peers while aiming to achieve positive returns, irrespective of market direction. Whilst performance is an important consideration a core tenet of the strategy is capital preservation.

Investment Approach

The strategy employs a fully systematic fundamentally driven process centred around the 1000 largest US stocks by market capitalisation. The process, structured in a market-neutral framework, adopts a fundamental, valuation driven approach focused on 50 longs and 50 shorts rebalanced back to 2% each month (shorts are beta-adjusted around 2% weights). The valuation driven methodology ranks the universe utilising a systematic 13-factor approach, aiming to generate alpha from both sides of the book.

PRIZM MASTER FUND PERFORMANCE vs. INVESCO US MARKET ETF & PEERS

From Inception (31/5/2022 – 31/10/2025) - Net Performance %

PERIODS	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year-to-Date (Net)	Cumulative (Net) Since Inception	Cumulative (Annualised) Net
PRIZM MASTER FUND - 2025	0.17	4.67	1.04	-2.60	-4.67	-4.72	-9.03	1.07	-6.29	-8.29			-25.94	-20.93	-6.64
With Intelligence (n=406 Oct 2025)	1.56	-1.03	-2.17	-0.49	2.87	2.33	0.91	2.12	1.67	0.55			8.51	30.25	7.05
Barclay Hedge (n=2678 Oct 2025)	1.71	-0.16	-1.55	-0.13	2.80	2.38	0.93	1.95	2.25	0.99			11.65	30.73	6.54
BLOOMBERG PEERS (n=63/65)	2.27	-0.87	-2.35	-0.30	2.86	2.58	0.34	1.80	0.86	0.07			7.61	32.81	8.66
Invesco US Market ETF	3.50	-0.61	-3.38	-2.29	4.35	3.43	0.97	2.69	1.11	-0.95			8.86	34.69	6.55
PRIZM MASTER FUND - 2024	5.66	-2.19	2.06	0.78	1.08	0.47	3.72	-0.80	-1.68	-3.69	-12.30	3.48	-4.56	6.77	2.57
With Intelligence (n=506)	0.66	2.49	2.16	-1.74	1.79	0.02	1.79	0.26	0.89	-0.07	3.70	-1.27	11.05	20.04	7.31
BARCLAY HEDGE	0.44	1.94	1.91	-1.10	1.69	0.45	1.46	0.71	1.62	-0.59	2.07	-1.25	9.68	17.09	6.29
BLOOMBERG PEERS (n=67)	1.16	2.61	2.32	-2.27	2.48	0.94	0.90	1.75	1.19	-0.31	2.94	-2.15	11.57	23.42	8.64
Invesco US Market ETF	1.68	5.34	3.22	-4.08	4.96	1.41	1.22	2.43	2.14	-0.91	5.87	-2.38	13.01	23.92	8.64
PRIZM MASTER FUND - 2023	-1.34	0.83	-2.29	2.98	-0.11	2.24	1.19	3.69	1.56	1.23	-1.53	-2.25	6.13	11.86	7.34
With Intelligence (n=506)	3.50	-0.77	-0.07	0.20	-0.32	2.58	1.83	-0.66	-1.44	-1.40	3.64	3.35	10.70	8.09	5.03
BARCLAY HEDGE	3.36	-1.08	0.05	0.40	-0.63	2.18	1.69	-0.61	-1.27	-1.61	3.82	2.81	9.27	6.76	4.21
BLOOMBERG PEERS (n=69)	2.71	-1.15	1.20	1.04	-0.08	3.24	1.47	-0.24	-2.24	-0.81	4.04	2.50	11.70	10.34	6.53
Invesco US Market ETF	6.28	-2.44	3.67	1.56	0.43	6.61	3.21	-1.59	-4.77	-2.10	9.13	4.54	26.29	18.54	11.37
PRIZM MASTER FUND - 2022						-0.90	1.46	-2.87	0.85	4.13	1.88	0.88	5.40	5.40	9.44
With Intelligence (n=506)						-4.04	3.06	-0.63	-3.60	2.72	1.98	-1.62	-2.36	-2.36	-4.00
BARCLAY HEDGE						-3.85	2.58	-0.38	-3.94	1.86	2.89	-1.24	-2.30	-2.30	-3.89
BLOOMBERG PEERS (n=63/65)						-4.20	3.27	-1.93	-3.92	4.14	3.08	-1.80	-0.86	-0.86	-1.48
Invesco US Market ETF						-8.25	9.22	-4.08	-9.21	8.10	5.59	-5.76	-6.14	-6.14	-10.24

Trailing Twelve Months (TTM) - 31/10/2024-31/10/2025

Inception - 31/5/2022-31/10/2025

Portfolio Risk Stats	INVESCO US ETF	BLOOMBERG PEERS * With Intelligence. NA **	PRIZM MASTER FUND	INVESCO US ETF	BLOOMBERG PEERS * With Intelligence. NA **	PRIZM MASTER FUND
Annualised Returns (Net) of Fees	8.59	8.39	11.10	9.16	8.66	8.04
Cumulative (Net) Returns				34.69	32.81	30.25
Sharpe Ratio (Net): **	0.37	1.72	1.15	0.16	0.14	0.31
Standard Deviation:	0.31	0.06	0.12	0.31	0.14	0.12
Correlation to SPXEWIT		0.96	0.92		0.89	0.95
Beta to SPXEWIT		2.08	2.30		2.08	2.30
Tracking Error:		0.16	0.16		0.18	0.19
Mean Return:	0.75	0.69	0.90	0.86	0.72	0.67
Max Drawdown: ^	8.96	3.24	3.65	13.74	6.78	5.26
Peak-To-Valley: ^	2024/11/29-2025/4/8		2024/11/4-2025/10/15	2024/11/29-2025/4/8		2024/8/7-2025/10/15
Recovery: ^	130 Days		345 Days	118 Days		434 Days
Positive Periods: ^	141 (54.02%)		121 (46.36%)	488 (54.65%)		462 (51.74%)
Negative Periods: ^	120 (45.09%)		140 (53.64%)	405 (45.35%)		431 (48.26%)

^ Source: South River AM risk statistics are net returns unless otherwise stated & are against the Invesco US Market ETF. Performance numbers have been independently verified by EisnerAmper (Auditors) to March 2024. Net returns are after 1.5% management and 20% performance fees. Risk Free Rate/SOFR 4.20% (month end). **With Intelligence NA (n=506) performance data are frequently updated, often years back & adding to survivor bias. *Bloomberg Peer performance and risk stats are monthly. Total Return = TR. Barclay H Sept n=2755.

Of the 63 hedge funds listed by Bloomberg with an equity market neutral & geographic focus on the United States (since inception in May 2022 to October 2025) the Fund ranked 62nd (in USD) or 98th percentile in the (inclusive) peer group with a loss of 20.93%. For the month of October 2025, the Fund ranked 65th within the 66 hedge funds listed (in USD) or 98th percentile in the (inclusive) peer group with a loss of 8.29%. Within the (preliminary) October 2025 Soc Gen Equity Long/Short peer group, the Fund ranked 106/109 within the comparative funds, or 97th percentile and over the TTM period the Fund ranked 120/120 within the comparative peers, or 100th percentile.

Prizm Master Fund - Large Cap US Equities Long / Short Market Neutral Strategy

FUND MANAGER MONTHLY COMMENTARY | 31 OCTOBER 2025

Market and performance review

The Prizm Large Cap US Equities Long/Short Fund (the Fund), which aims for capital preservation and positive returns across diverse market conditions, often exhibiting negative correlation, had yet another poor month, falling by a net 8.30% as compared to the Invesco US Market ETF loss of 0.95%. As was seen in November of 2024 and June/July and now October 2025 we continue to see stocks with very high short interest get squeezed higher – it’s now THAT easy to make money. The top 50 stocks by highest short interest at the end of September on average rose 6.36% (and a range of -54.32% (LRN) to +56.27% (BE)).

As of the end of October 2025, the Fund’s Trailing-Twelve-Month (TTM) performance showed a 32.80% loss, contrasting with the Invesco US Market ETF’s 8.59% gain. Since its inception in May 2022, the Fund has achieved a cumulative loss of 20.94%, net of all fees, trailing the 34.89% gain of the Invesco US Market ETF. The Fund is managed with a clear, absolute-return mandate focused on **capital preservation and uncorrelated returns** especially so during periods of market stress. It is fundamentally designed to provide defense and downside protection when broader equity markets experience sharp corrections or sustained weakness. Consequently, the strategy is structurally designed to lag, and incur drawdowns, during periods of strong, uninterrupted equity market gains, such as the persistent “risk-on” environment observed throughout the current reporting period. While the current drawdown is disappointing, it must be viewed within the cyclical context of downside-protection and defensive alternative strategies. We maintain confidence in our positioning for a shift in market regimes and the strategy’s ability to deliver on its primary objective: preserving capital and generating positive returns when volatility, macroeconomic uncertainty, or exogenous shocks create dislocation in the US and global markets. While the drawdown is certainly challenging, we’re in exceptional company—renowned firms like AQR, SEG Partners and Crescat have navigated even steeper declines of 37.15%, 39.98% and 45.55% respectively over the life of their funds and emerged stronger. Equally, the average drawdown of all the 121 Soc Gen monitored funds is 24% with a range of -1.1% to -77.53% appreciating the survivor bias inherent within this group. This reinforces our belief in the resilience of our strategy and the value of staying the course.

Current estimates anticipate 4.7% nominal GDP growth for FY25 (and 4.7% for FY26), based on 1.9% GDP growth (1.8% for 2026) and 2.8% inflation (2.9% for 2026, flat on September).

Fundamentally, the Fund is committed to authentic valuation-driven stock picking without the need for any leverage to “make it work”. Our methodology does not reflect the intrinsic quality of a business, the competence of its leadership, or its business offering. Rather, it signals/questions whether the current market valuation accurately reflects the prevailing company “story” and whether it is undervalued or excessively overvalued. And of course, stocks can always become more expensive or indeed cheaper. At its core, this product is about capital preservation when you need it most, namely during market drawdowns.

Sector exposure of the Long Book was focused on Industrials, Consumer Staples and Technology while the Short Book was (heavily) focused on Industrials, Technology and Financial (Industrials and Technology were net short sectors, while Consumer Staples and Healthcare were net longs). October’s Long book saw an average decrease of 2.31%, while the Short book saw an average increase of 7.48%. 33 of the 50 longs were down on the month while 19 of the 50 shorts were down on the month. Of particular interest is the fact that only 23% of our Consumer Discretionary group of 133 names in our 1000 stock universe are above their 50-day moving average – a sign that the consumer may not be in quite the health that the market

assumes – this will need to recover into year-end to sustain this market.

The factor with the most significant negative contribution to performance this month was our Price Momentum factor. We initiate longs in those names where stocks have come under heavy selling pressure and short those which have run up heavily believing that mean reversion will, eventually, come back down to earth. Often these types of stocks are generally “thematic” in nature and have been prone to massive runs, exacerbate by leveraged single stock ETFs. Two of the thirteen factors recorded positive returns on the month.

Standout positives among the stocks in the Long “book” this month were, firstly, GOOGL (Alphabet Inc.) a search engine/cloud provider and AI “play” that was up 15.67% over the month after reporting very good numbers and now trades on a next year forward PE multiple of 26.5x. And secondly, LNTX (Lantheus Holdings Inc.) a diagnostics and therapeutic products company, that was up 12.48% over the month on essentially no real new news but had become “too cheap” on our methodologies and now trades on a next year forward EV/EBITDA multiple of 7.6x.

In the Short “book,” the winners this month were AJG (Arthur J Gallagher & Co.), an insurance broker that was down 19.45% after missing earnings expectations on integration related issues in their acquisition of Assure Partners and now trades on a next year forward EV/EBITDA multiple of 13.8x. Secondly, EFX (Equifax Inc.), better known for its credit rating service was down 17.71% after reporting good numbers but with the headwind of a slowing property market and changes to FICO scoring announced by a competitor and now trades on a next year forward EV/EBITDA multiple of 14.6x.

Negatives on the Long side were BRBR (BellRing Brands Inc.), a provider of ready-to-drink protein/nutrition drinks that was down 17.11% on no news but suffers from the fact that it is not an AI stock but a Consumer Staple and now trades on a next year forward EV/EBITDA multiple of 9.80x. Meanwhile CI (UnitedHealth Group, Inc.) a healthcare insurer, sometimes called an HMO, was down 15.21% over the month after reporting inline numbers but announcing three long term contracts and a change to their pricing model in the Pharmacy Benefit Services division.

On the Short side, negatives were, BE (Bloom Energy, Corp.) a company that designs, manufactures, sells, and installs solid-oxide fuel cell systems for on-site power generation rose 56.27%, after reporting substantially stronger revenues and earnings and now trades on a next year forward EV/EBITDA multiple of 95.7x. And secondly, APLD (Applied Digital, Corp.) an AI and data centre infrastructure solutions company that announced OK earnings and further lease agreements and rose 51.09%, also on a continuation of the short squeeze and now trades on a next year forward EV/EBITDA multiple of 101.4x.

There are currently 701 leveraged equity ETFs traded on US markets (and another 40 just announced) as compared to ~300 in 2020. Remember, the definition of a (financial) bubble is where good behaviour is penalized, and bad behaviour is rewarded; case in point could arguably be ORCL – time will tell or possibly Softbank will come to their aid. And finally, with obviously no direct relationship, can it really be “appropriate” that Nvidia’s market cap exceeds the total GDP of Germany?

MONTHLY PERFORMANCE CONTRIBUTION

Top Contributors – October 2025	%
Arthur J Gallagher & Co. (AJG - Short)	- 19.5
Equifax, Inc. (EFX - Short)	- 17.7
Alphabet, Inc. (GOOGL - Long)	+ 15.7
Blackstone, Inc. (BX - Short)	- 14.2
Rocket Cos. Inc. (RKT - Short)	- 14.0

Top Detractors – October 2025	%
Bloom Energy, Corp. (BE - Short)	+ 56.3
Applied Digital, Corp. (APLD - Short)	+ 51.1
D-Wave Quantum, Inc. (QBTS - Short)	+ 50.0
QuantumScape, Corp. (QS - Short)	+ 49.7
Rigetti Computing, Inc. (RGTI - Short)	+ 48.6

INVESTMENT TEAM LEAD



Robert Sellar

With a rich background encompassing both hedge funds and long only investing, Robert Sellar embarked on his investment career in 1982.

His impressive career includes Founder and Hedge Fund manager of the South River/Prizm Large Cap North American Equities Long/Short Fund, London.

- Hedge Fund Portfolio Manager and Partner at Cameron Capital Management LLC, PA, (CCM was a long/short market neutral fund which was successfully sold to Valley Forge Advisors, USA)
- Co-managed the BP Pension Fund North American fund (\$5Bn AUM), London
- Head of North American equities and top decile PM for Aberdeen Asset Management (\$3Bn AuM) in London and Philadelphia (where he lived for ~seven years)
- Robert also managed the Aberdeen Asset Management Global Technology Fund (\$100mm AuM), London
- Co-managed the British Steel European equities fund (\$1Bn AuM), London
- Worked for both BZW and UBS on the sell side.
- Robert is a member of a five-man team within South River AM
- Robert was born in New Zealand

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PLEASE NOTE: SOUTH RIVER ASSET MANAGEMENT LTD IS THE FCA REGULATED HOSTING PLATFORM TO THE NEWLY NAMED PRIZM MASTER FUND SOON TO BE LAUNCHED CAYMAN FUND. INCEPTION NET FUND RETURNS DO NOT YET INCLUDE FUND EXPENSES AHEAD OF LAUNCH.

IMPORTANT INFORMATION

This factsheet is not an invitation to subscribe and is for information purposes only. The systematic process is based on the long-term track record of PRIZM back tested market neutral process which dates back to January 1999 with all factors and coefficients fixed since inception and going forward. Please note that the value of funds and assets (and the income from them) may go down as well as up and may be affected by, amongst other things, changes in rates of exchange. Please note the information in this factsheet does not form an invitation to buy or sell units or shares and must not be distributed without the express permission of South River Asset Management Ltd.

The above numbers are from a Separate Managed Account invested using the Factors to be used in the upcoming Prizm Master Fund. These returns have been reviewed by the funds' auditor, EisnerAmper