

Prizm Master Fund

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

31 May 2026

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 and "tail risk" protection during market convulsions.

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

From Inception (31/5/2022 – 31/5/2026) - 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 - 2026	-0.73	1.34	5.58	-4.17	-12.64								-11.08	-21.06	-5.74
With Intelligence (n=69.4% May 2026)	1.81	1.07	-3.01	5.97	3.28								9.23	44.73	9.68
Barclay Hedge (n=72.9% May 2026)	2.11	1.29	-3.53	4.39	2.07								4.16	37.31	8.25
Bloomberg Peers (n=59)	0.83	0.31	-2.74	3.16	1.17								2.67	36.30	8.05
Aurum US Equity L/S (n=65.0% May 2026)	0.86	1.37	-4.18	4.55	3.20								5.70	40.08	7.94
Invesco US Market ETF	3.39	3.55	-5.97	5.97	2.68								9.53	47.29	10.90
PRIZM MASTER FUND - 2025	0.17	4.67	1.04	-2.60	-4.67	-4.72	-9.03	1.07	-6.29	-8.29	8.82	3.17	-16.85	-11.22	-3.27
With Intelligence (n=506 Dec 2025)	1.56	-1.03	-2.17	-0.49	2.87	2.33	0.91	2.12	1.65	0.54	0.81	0.94	10.39	32.50	8.17
Barclay Hedge (n=1886 Dec 2025)	1.71	-0.16	-1.55	-0.13	2.80	2.38	0.93	1.95	2.25	0.98	0.26	0.59	12.59	31.83	8.02
Bloomberg Peers (n=62)	2.19	-0.83	-2.44	-0.24	2.86	2.45	0.44	1.78	0.80	0.06	0.73	0.52	8.31	32.75	8.18
Aurum US Equity L/S	2.26	-1.27	-3.99	0.35	1.80	1.72	0.12	1.72	0.69	1.39	1.00	1.26	8.53	31.91	8.03
Invesco US Market ETF	3.50	-0.61	-3.38	-2.29	4.35	3.43	0.97	2.69	1.11	-0.95	1.90	0.45	11.43	38.08	9.42
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	7.33
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	9.67	17.09	6.30
Bloomberg Peers (n=62)	1.16	2.25	2.28	-2.03	2.13	0.50	1.25	1.57	1.18	-0.40	2.93	-2.10	10.70	22.35	9.24
Aurum US Equity L/S	1.56	3.15	2.17	-2.21	2.42	0.90	1.38	1.12	0.18	3.20	-1.57	14.07	14.07	21.54	7.84
Invesco US Market ETF	-0.82	4.16	4.46	-4.87	2.82	0.45	4.49	2.50	2.34	-1.63	6.42	-6.26	6.13	11.86	7.34
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	5.04
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	9.28	6.76	4.22
Bloomberg Peers (n=58)	3.15	-1.10	0.98	0.76	-0.51	3.07	1.50	-0.16	-1.72	-1.06	4.11	2.49	11.52	10.29	6.50
Aurum US Equity L/S	3.62	-0.12	0.63	0.70	1.14	2.93	1.20	-0.24	-2.32	-1.50	4.64	2.85	6.97	6.55	4.09
Invesco US Market ETF	7.39	-3.30	-0.88	0.34	-3.79	7.72	3.46	-3.16	-5.08	-4.08	9.14	6.86	13.87	9.65	5.99
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	-4.02	-4.02
BARCLAY HEDGE						-3.85	2.58	-0.38	-3.94	1.86	2.89	-1.24	-2.31	-3.92	-3.92
Bloomberg Peers (n=56/59)						-4.07	3.01	-1.81	-3.96	4.31	3.03	-1.75	-1.23	-1.23	-0.88
Aurum US Equity L/S						-3.53	3.80	-0.78	-4.25	2.99	2.48	-0.80	-0.20	-0.68	-0.68
Invesco US Market ETF						-9.40	8.70	-3.50	-9.23	9.80	6.70	-4.71	-3.71	-3.71	-6.24

Trailing Twelve Months (TTM) - 31/5/2025-31/5/2026

Inception - 31/5/2022-31/5/2026

Portfolio Risk Stats	Invesco US ETF	Bloomberg Peers *	Aurum US ELS ^{AA}	With Intelligence. NA ^{**}	PRIZM MASTER FUND	Invesco US ETF	Bloomberg Peers *	Aurum US ELS ^{AA}	With Intelligence. NA ^{**}	PRIZM MASTER FUND
Annualised Returns (Net) of Fees	20.43	9.81	14.33	19.78	-24.83	10.90	8.05	7.94	9.68	-5.74
Cumulative (Net) Returns						47.29	36.30	40.08	44.73	-21.06
Sharpe Ratio (Net): ^{**}	1.70	1.70	157.79	2.36	-1.33	0.27	0.21	0.35	0.50	-0.43
Standard Deviation:	0.33	0.05	4.18	0.14	0.30	0.33	0.14	14.50	0.14	0.30
Correlation to SPXEWIT		0.91	6.81	0.90	-0.24		0.87	0.56	0.92	-0.16
Beta to SPXEWIT		1.76	1.36	1.79	-0.12		2.28	1.74	2.40	-0.11
Tracking Error:		0.18	91.67	0.17	0.26		0.17	0.26	0.18	0.13
Mean Return:	1.60	0.79	4.18	1.54	-2.12	0.89	0.01	0.80	0.79	-0.40
Max Drawdown: ^A	5.97	2.74	342.84	3.01	24.83	13.74	6.81	5.95	5.26	36.97
Peak-To-Valley: ^A	Start - 2025/4/8				2025/4/2-2025/4/8	2024/11/29-2025/4/8				2024/8/7-2025/10/15
Recovery: ^A	28 Days				Ongoing	62 Days				Ongoing
Positive Periods: ^A	148 (56.923076923)				125 (48.076923077)	575 (55.023923445)				544 (52.057416268)
Negative Periods: ^A	112 (43.076923077)				135 (51.923076923)	470 (44.976076555)				501 (47.942583732)

^A 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/3M SOFR 3.59%. ^{**}With Intelligence NA (prev. EurekaH removed from Dec'25) performance data are frequently updated, often years back & adding to survivor bias. ^{*}Bloomberg Peer perf. and risk stats are monthly. ^{AA}Aurum NA ELS data is an average of the three peers until numbers available. Total Return = TR.

Of the 54 hedge funds listed by Bloomberg with an equity market neutral & geographic focus on the United States (since inception in May 2022 to April 2026) the Fund ranked 52nd (in USD) or 96th percentile in the (inclusive) peer group with a net loss of 9.64%. For the month of April 2026, the Fund ranked 58th within the 64 hedge funds listed (in USD) with a loss of 4.17%. Within the March 2026 Soc Gen Equity Long/Short peer group, the Fund ranked 3/108 within the comparative funds, or 3rd percentile and over the TTM period the Fund ranked 105/107 within the comparative peers, or 98th percentile.

FUND MANAGER MONTHLY COMMENTARY | 31 MAY 2026

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 and providing “Crisis Alpha/Tail Risk” protection, had a weak month and was down 12.64%. This performance should be seen in the context of the Invesco US Market Equal Weighted (TR) ETF gain of 2.68% and the S&P500 Index (TR) gain of 5.26%, both indices making all-time highs intra-month. The top 50 stocks by highest beta at the end of April on average rose 9.69% (and a range of – 24.46% (OSIS) to +68.21% (SMCI) and a median gain of 4.37%.

As of the end of May 2026, the Fund's Trailing-Twelve-Month (TTM) performance showed a 24.83% loss, contrasting with the Invesco US Market Equal Weighted ETF's 20.43% gain. Since its inception in May 2022, the Fund has achieved a cumulative loss of -21.06%, net of all fees, trailing the 47.29% gain of the Invesco US Market ETF. The Fund is managed with a clear, absolute-return mandate focused on **tail risk protection and uncorrelated returns as exemplified this month**. It is fundamentally designed to provide defensive downside protection when broader equity markets experience 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 seen since the Trump election victory and associated Government “support” (see IONQ comment below).

Current estimates anticipate 5.6% nominal GDP growth for FY26 (and up from 5.5%), based on 2.1% GDP growth (down from 2.2%) and 3.5% inflation (up from 2.7% in April) and 4.4% for 2027 (2.0% GDP and 2.4% inflation).

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 Consumer Discretionary, Healthcare and Industrials/(Software, within the Technology sector) while the Short Book was (heavily) focused on Industrials and Technology (Industrials were a net short, while Healthcare was a net long). May's Long book saw an average decline of 0.75%, while the Short book saw an average increase of 12.77%. 20 of the 50 longs were up on the month and 35 of the 50 shorts were up on the month. Not inherently a factor we consider in our valuation framework but it's worth pointing out that this month market was heavily driven by high beta stocks followed by short interest. It must be remembered that beta is a derivative of price volatility and market correlation, and therefore not really a fundamental valuation metric, but a reflection of historical sensitivity and often associated with short squeeze environments.

The factor with the most significant positive contribution to performance this month was again our Free Cashflow/Asset factor. We initiate longs in those names where stocks have good Free Cashflow/Asset and short those which have limited Free Cashflow/Asset (often long duration type stocks). Only three factors saw positive returns on the month. Given the markets are making all-time highs it's not surprising we saw such few positive factors while Beta, not a factor used in our workflows, and Momentum were huge drivers of our negative returns and in aggregate saw gains well over 20%.

Standout positives among the stocks in the Long “book” this month were, firstly, BBY (Best Buy Co.) an electrical goods retailer that was up 28.9% on the month after reporting a beat to earnings and revenue expectations and now trades on a next year forward EV/EBITDA multiple of 7.1x. And secondly NTNX (Nutanix, Inc.) a leading cloud computing company that pioneers hyper-converged infrastructure (HCI) software. Essentially, they break down the traditional walls of data centres by blending compute, storage, and networking into a single, sleek, software-driven platform and was up 27.3% over the month now trading on a next year forward EV/EBITDA multiple of 16.9x.

In the Short “book,” the winners this month, was UUUU (Energy Fuels, Inc.), leading mining company known as a heavyweight in domestic uranium production which was down 15.8% after announcing very good results and likely dealing with a valuation reset ahead of large capex spend into 2027. The stock trades on a next year forward EV/Sales multiple of 28.0x. Secondly, CG (The Carlyle Group Inc.), a Private Equity business was down 9.3% after reporting disappointing earnings as carried interest income shifted from a gain of \$223m in 1Q2025 to a loss of \$681m in 1Q2026. we also saw large insider selling in preceding months. The stock trades on a next year forward PE multiple of 10.3x.

Negatives on the Long side were LDOS (Leidos Holdings, Inc.) the largest US federal information technology (IT) and science services contractor and was down 14.4% on the month after reporting a revenue and earnings beat. However, Q1 net bookings were only \$3.3bn a book-to-bill 0.8x and the stock now trades on next twelve months EV/EBITDA multiple of 9.0x. Meanwhile, DVN (Devon Energy Corp.) a large E&P business (who acquired Coterra Energy intra-month), was down 13.4% on the month on the back of the lower oil price and now trades on next twelve months EV/EBITDA multiple of 3.8x.

On the Short side, negatives were, NVTS (Navitas Semiconductor Corp.), a company focused on replacing legacy silicon-based power chips with wide-bandgap (WBG) materials, saw large broker driven price targets and rose 61.2% on the back of good earnings. The stock now trades on next year forward EV/Sales (!) multiple of 125.9x. And secondly, IONQ (IonQ, Inc.) a quantum computing hardware and software company that develops general-purpose quantum computers was up 59.7% after the U.S. Commerce Department announced a \$2 billion investment initiative into quantum computing under the CHIPS and Science Act and now trades on a next year forward EV/Sales (!) multiple of 89.2x.

Notably, announced year-on-year buybacks have plateaued within the Fab5 as we refer to them, rising just 1% to \$665 billion compared to \$658 billion in 2025. Excluding Apple, the hyperscalers—traditionally the largest buyers of their own equity to offset stock-based compensation (SBC)—have aggressively reined in their spending. In fact, these hyperscalers slashed buybacks by 64% year-over-year during Q1 (Source: Goldmans), now allocating just 20% of total spending to buybacks and dividends compared to a 34% average from 2017–2022. This pivot removes a critical pillar of support for both the broader market and their own share prices, while simultaneously compounding share dilution.

And finally, the time worn adage in markets is “slowly then all at once” (borrowed from Hemingway's bankruptcy quote) and we wonder if/when the still elevated oil price might provide the wrecking ball that it often does...

MONTHLY PERFORMANCE CONTRIBUTION

Top Contributors – April 2026	%
Best Buy Co., Inc. (BBY - Long)	+ 28.9
Nutanix, Inc. (NTNX - Long)	+ 27.3
Energy Fuels, Inc. (UUUU - Short)	- 15.8
Monday.com, Ltd. (MNDY - Long)	+ 26.9
Docusign, Inc. (DOCU - Long)	+ 14.2

Top Detractors – April 2026	%
Navitas Semiconductor, Corp. (NVTS - Short)	+ 61.2
IONQ, Inc. (IONQ - Short)	+ 59.7
AAON, Inc. (AAON - Short)	+ 50.3
D-Wave Quantum, Inc. QBTS - Short)	+ 48.6
Rigetti Computing, Inc. (RGTI - Short)	+ 46.4

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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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