



POINT NEMO CAPITAL

Core Equity Growth & Income

December 2025 Update

CEGIS Outperforms Benchmark in 2025 by +10.5%

For the year, the Core Equity Growth & Income Strategy (“CEGIS”) delivered a return of +27.6%, meaningfully outperforming the Vanguard Total Stock Market Index’s (“VTI”) +17.1% return by +10.5%. This outperformance was driven by a consistent focus on companies with strong earnings growth, durable cash flows, and attractive income characteristics, allowing the portfolio to compound returns while managing downside risk during periods of market volatility.

CEGIS Historical Performance Net of Fees

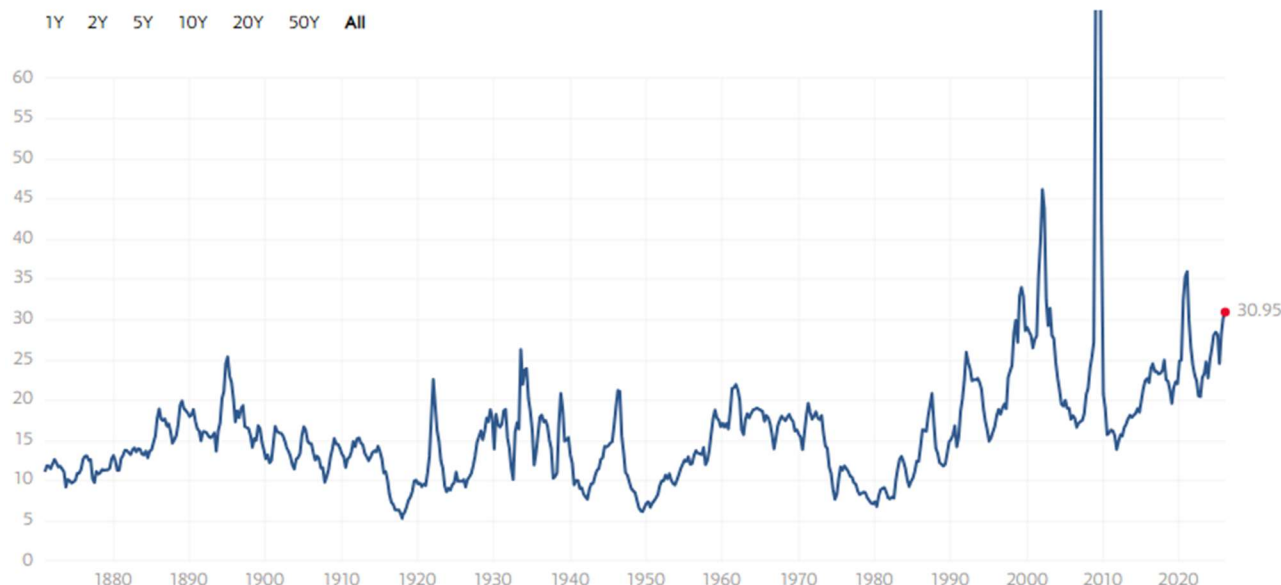
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Total
2023						7.6%	9.2%	-2.2%	-3.8%	-3.1%	6.7%	6.3%	20.8%
2024	0.7%	2.1%	5.2%	-4.6%	7.3%	-4.2%	5.4%	-1.5%	3.1%	1.2%	6.0%	-5.0%	15.8%
2025	4.7%	-2.0%	1.9%	-3.0%	6.2%	2.8%	-0.4%	7.4%	5.2%	-2.4%	4.1%	0.8%	27.6%

CEGIS returned **+0.8% in December**, outperforming VTI, which returned -0.03% for the month. December saw narrowing market leadership and increased dispersion beneath the surface. Many index-level gains were concentrated in a small number of large-cap names. In this environment, CEGIS continued to benefit from its disciplined, fundamentals-driven stock selection process.

As the year closed, markets remained sensitive to macroeconomic data, interest rate expectations, and geopolitical developments. While headline indices masked underlying volatility, individual stock performance varied widely. CEGIS’s diversified exposure across high-quality growth and income-producing companies helped stabilize returns while continuing to generate attractive total returns.

Looking ahead in 2026, P/E ratios remain elevated in certain sectors, and volatility is likely to persist. CEGIS remains positioned to adapt through ongoing ranking and rebalancing, with the objective of delivering long-term, risk-adjusted outperformance relative to the broader equity market.

S&P 500 PE Ratio



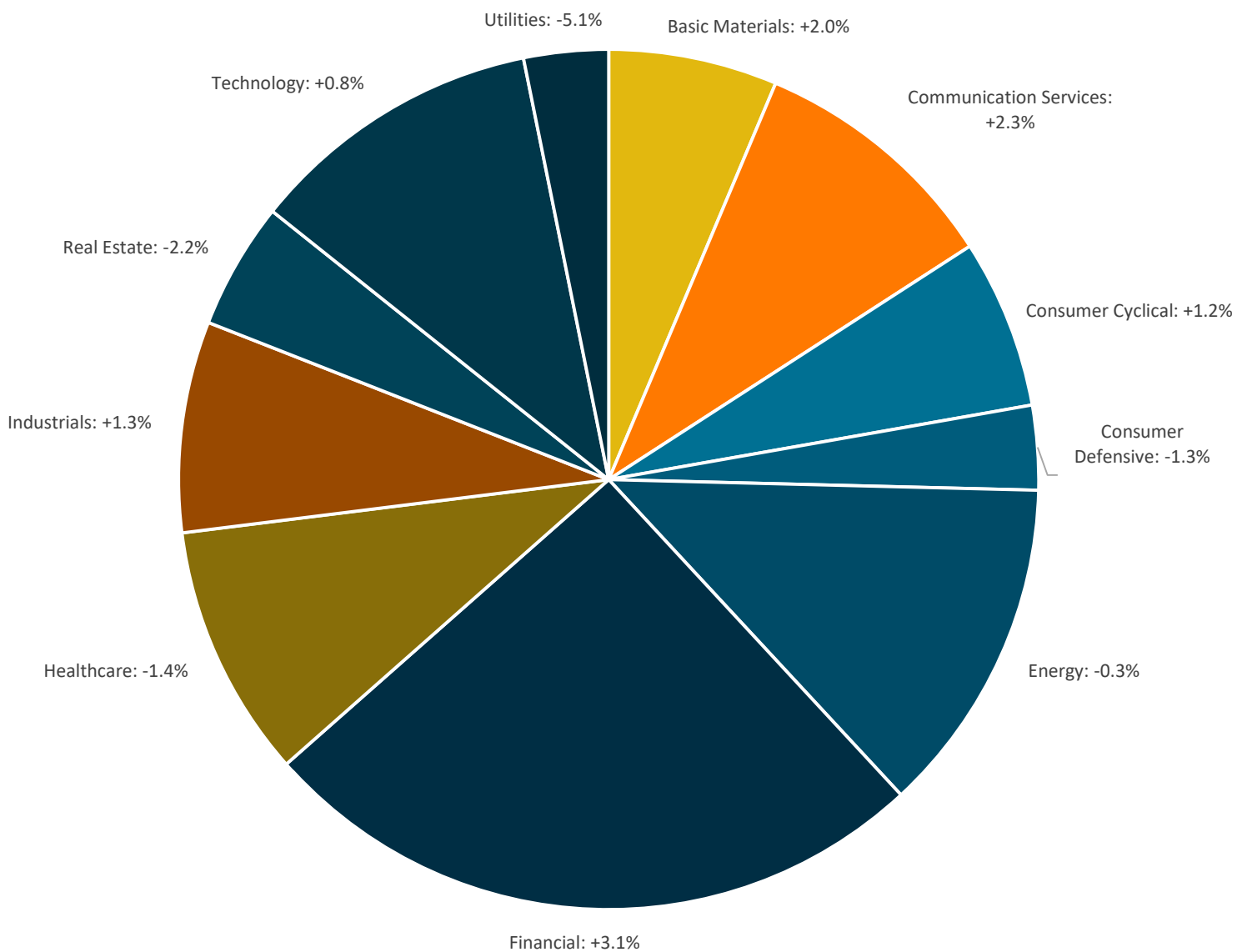
Compared to the still expensive broader equity market shown above, CEGIS's portfolio characteristics continue to exhibit **lower valuation multiples, higher earnings yields, and meaningfully stronger projected earnings growth, while also maintaining a substantially higher dividend yield**. This data also reinforces a key differentiator of CEGIS: while the S&P 500 and total market indices remain priced at historically elevated levels, the companies selected by the ranking system continue to trade at more reasonable valuations relative to their growth rates. This valuation discipline has helped CEGIS participate meaningfully in market upside while maintaining a margin of safety as volatility has increased.

As we move into the new year, this contrast between expensive index-level valuations and CEGIS's underlying fundamentals remains critical. Should markets experience renewed volatility or valuation compression, portfolios built on earnings strength, income generation, and reasonable pricing are better positioned to compound capital over full market cycles.

CEGIS December Sector Performance

Below are the passive index sector returns for December as well as the weightings of each sector in CEGIS at the beginning of the month. Financials, Communications, and Basic Materials led the market while Utilities and Real Estate lagged.

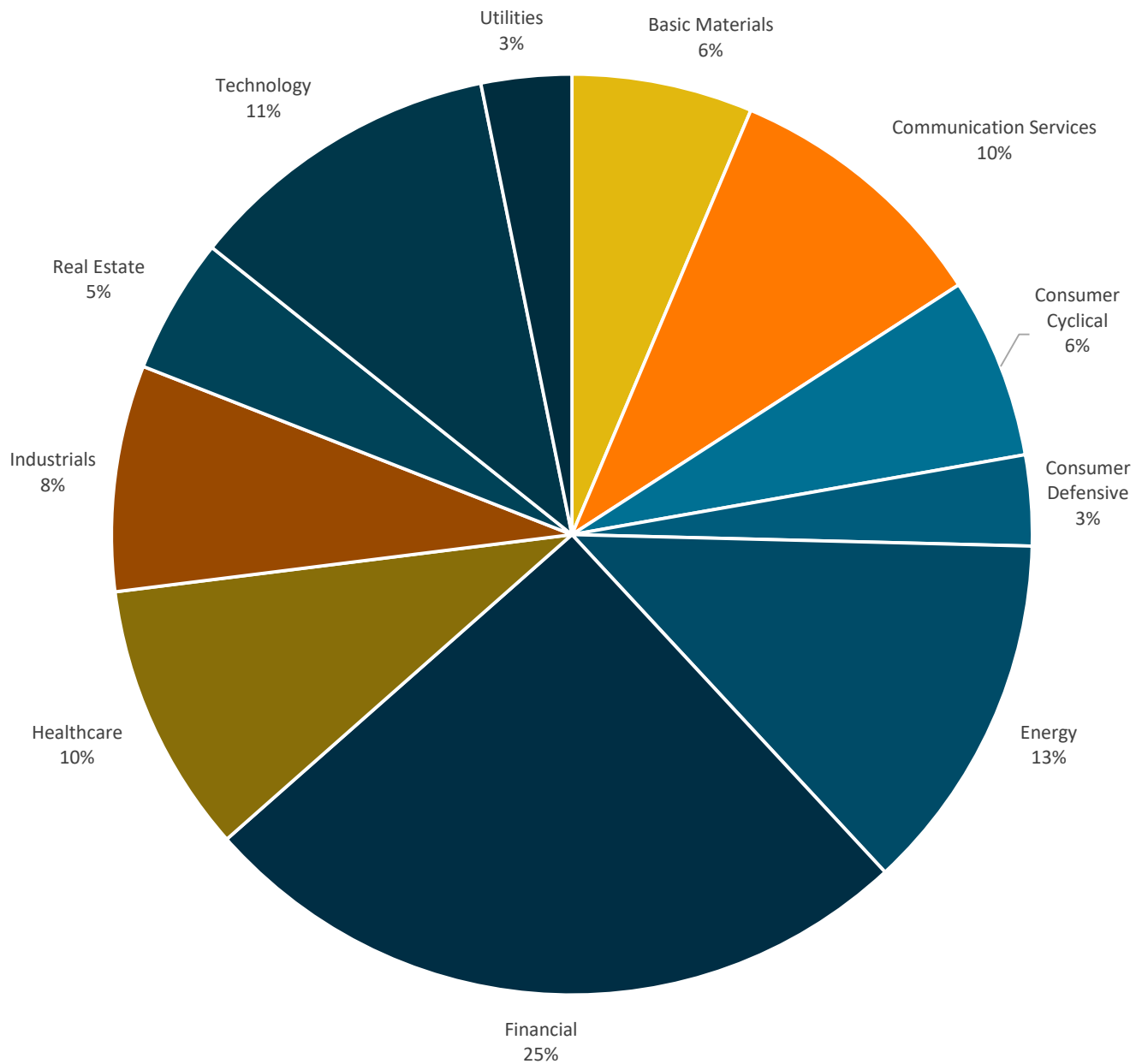
Sector Weightings at Beginning of December with P&L



CEGIS January Exposure by Sector

The portfolio was rebalanced at the beginning of the month. There are still 63 companies that rank well enough to be included in the portfolio. The dividend yield is roughly 3.2%.

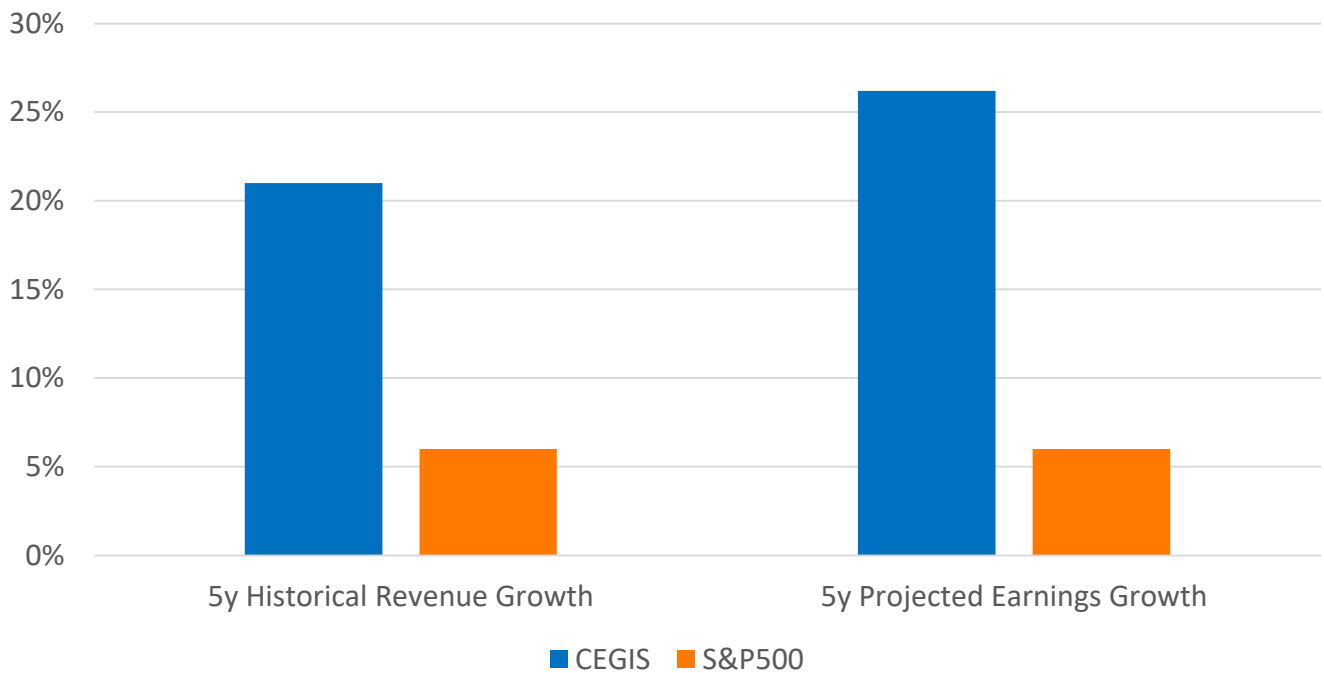
January Exposure by Sector



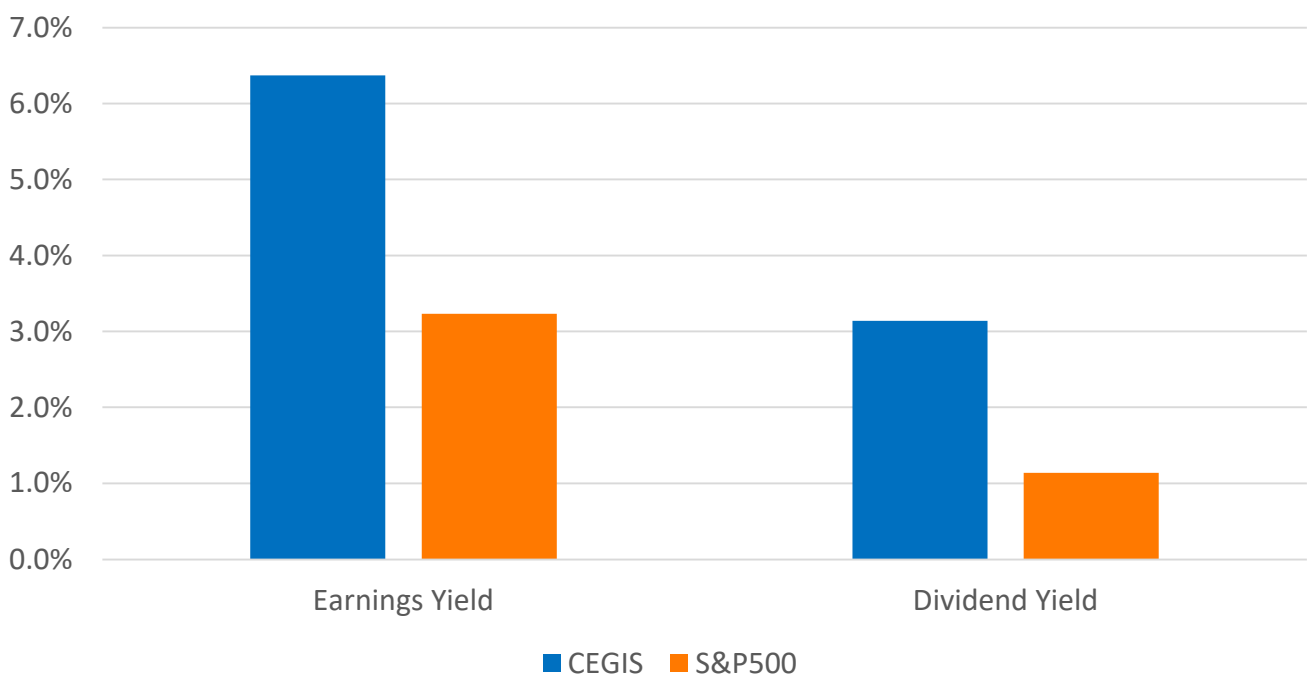
CEGIS Portfolio Stats as of December

These metrics underscore CEGIS's advantage in combining robust earnings potential with meaningful income generation, positioning it favorably against the broader market.

CEGIS vs S&P500 Avg Growth Rates



CEGIS vs S&P 500 Yields



Managed Account Platform:

Custodian – Charles Schwab

Liquidity – Real-time

Fees – 0.75% per annum

Transparency – Full

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Unless otherwise noted, the performance results presented:

- Are based on a single account managed under the stated strategy and do not represent the performance of all client accounts;
- Client accounts are traded pari passu with this account, meaning they follow the same trades and allocations as dictated by the strategy;
- Include the reinvestment of dividends and other earnings;
- Reflect the deduction of applicable management fees, transaction costs, and other account expenses; and
- Are shown for the period indicated only.

Because these results are from a single account, they may not be representative of the performance experienced by other accounts managed in the strategy. Individual client results will vary due to factors such as the timing of investments, market conditions, cash flows, account size, and client-imposed restrictions.

Past performance is not indicative of future results. The value of investments and the income derived from them can decrease as well as increase, and investors may lose money. All performance data is believed to be accurate but is not guaranteed. Additional information regarding calculation methodology is available upon request.