HK Funds

Second Quarter 2026

HK Funds Quarterly Performance Report

"Now that's what I call a boom market."

The second quarter of 2026 was a strong rebound quarter for U.S. equities. The S&P 500 and Nasdaq surged 14.9% and 21.4% respectively in Q2 for their biggest quarterly gain since the second quarter of 2020. The Dow gained 12.9% in that time, marking its strongest quarter since Q4 2022.

Markets appeared to respond to the easing of fears around AI, the pending resolution of the war with Iran, and strong underlying earnings from a large share of reporting companies, speaking to a broader strengthening in the stock market.

We are pleased with the performance of the HK Capital Appreciation Index (HKCDXT)[1]. For the last twelve months through June 30, 2026, the HKCDXT delivered a total return net of fees of 31.5%, while the S&P 500 returned 22.3% for the same time period. For the second quarter of 2026, the HKCDXT was up 18.1% net of fees versus 15.2% for the S&P 500. Year-to-date, the HKCDXT was up 24.7% net of fees versus the S&P 500 of 10.2%.

HK Capital Appreciation Index Performance as of June 30, 2026

	2nd QTR	YTD	1-Year
HKCDXT	18.1%	24.7%	31.5%
S&P 500 (Total Return)	15.2%	10.2%	22.3%

Note: HKCDXT is net of fees of 60 basis points

[1] https://www.vettafi.com/indexing/index/hkcdx#overview HKCDXT represents gross return net of fees (60bps).

Benchmark results are presented for comparison purposes only and are total return indexes, which include the reinvestment of dividends and interest unless otherwise noted. Index results do not reflect fees or expenses, and investors cannot directly invest in an index.

We are thankful for the opportunity to serve your investment performance needs and play a role in helping you achieve your desired financial outcomes. Please feel free to reach out to myself or Tony with any questions you may have regarding on our strategy. With gratitude!

Disclaimer

HK Funds is a registered investment advisor located in the State of Florida. Advisory services are offered through HK Funds. Past performance is not necessarily indicative of future results. Performance of your account may not exactly match the reported performance of the HK Capital Appreciation Strategy (HKCDXT) due to differences in timing of trades, portfolio weightings, cash holdings, fees, and other factors.

This material is for informational purposes only and does not constitute investment advice or a recommendation to buy or sell any security. Investment strategies involve risk, including the possible loss of principal. Before investing you should carefully consider HK Funds Capital Appreciation Index's ("HKCDXT") investment objectives, risks, charges, and expenses. This information may be obtained by visiting www.hkfunds.co. Please read the information carefully before investing.

An investment in HKCDXT involves investment risk, including the possible loss of principal. Fees and expenses deducted to produce net performance information include, but are not limited to, advisory fees paid to underlying investment vehicles, and payments by the investment adviser for which the client or investor reimburses. The strategy is subject to various risks, including, but not limited to, equity market risk, concentration risk, large-cap investing risk, sector risk, tracking risk, non-diversification risk, and risks associated with passive investment strategies. Additional risks, including calculation methodology and limited operating history, may also apply. For more information, please visit www.hkfunds.co. Past performance is not indicative of future results. Actual client results may differ from the performance shown due to factors such as timing of trades, portfolio composition, cash flows, fees, and other variables.

The universe of stocks in the HKCDXT is derived from the VettaFi US Large / Mid-Cap 1000 Index ("SNR1000"). The SNR1000 is a market-capitalization weighted index representing approximately 1000 large- and mid-cap growth stocks. Weighted average market cap is the sum of each company's weight multiplied by its market cap. VettaFi LLC ("VettaFi") is the source and owner of the trademarks, service marks and copyrights related to the SNR1000. Neither VettaFi LLC nor its licensees accept any liability for any errors or omissions in the VettaFi Indexes and / or underlying data and no party may rely on any VettaFi Indexes and / or underlying data contained in this communication. No further distribution of VettaFi Data is permitted without VettaFi's express written consent. VettaFi does not promote, sponsor or endorse the content of this communication. The SNR1000 Index is a trademark of VettaFi and has been licensed for use by HK Funds LLC ("HK Funds"). HKCDXT is not in any way sponsored, endorsed, sold or promoted by VettaFi ("Licensor") and the Licensor makes no claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to (i) the results to be obtained from the use of the Index (upon which HKCDXT is based), (ii) the figure at which HKCDXT is said to stand at any particular time on any particular day or otherwise, or (iii) the suitability of HKCDXT for the purpose to which it is being put. None of the Licensor Parties have provided or will provide any financial or investment advice or recommendation in relation to HKCDXT or to its clients. HKCDXT is calculated by VettaFi or its agent. None of the Licensor Parties shall be (a) liable (whether in negligence or otherwise) to any person for any error in the Index or (b) under any obligation to advise any person of any error therein.

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The S&P 500 Index is an unmanaged index of 500 large-cap U.S. equities and is commonly used as a benchmark for equity market performance. The S&P 500 was chosen to give investors a point of refence they can use to measure how a fund has performed relative the segment of the market it invests in.

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Performance data quoted represents past performance and is no guarantee of future results. Performance for periods greater than one year is annualized. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. HK Funds performance utilizes back-tested data based on criteria developed by HK Funds and quantified by VettaFi LLC