YEARN US FUND

Newsletter - July 2026

Summary fund manager

The Yearn US Fund got off to a strong start in July, driven by individual holdings within the portfolio. However, performance turned in the second half of the month as the earnings season commenced with mixed results. This triggered particular concern and pressure on AI-related stocks across both the broader market and our portfolio. The downward moves in our AI-related positions were significant, preventing the remaining holdings from fully offsetting the decline. As a result, the fund closed the month with a return of -2.8%, bringing the annualized return since inception to +17.9%.

The disappointing start to the earnings season was fueled in part by weaker-than-expected results from major names such as Tesla. Furthermore, investors and analysts increasingly questioned the massive AI capital expenditures of companies like Alphabet (Google), also a holding within the portfolio. Other factors at play during July, including the ongoing US-Iran conflict and uncertainty surrounding the Federal Reserve's rate path, caused notable fluctuations in market sentiment. However, these had limited impact on the Yearn US Fund during the month, allowing the fund to initially build up positive gains.

Early August will be dominated by the remaining quarterly earnings results from our portfolio holdings, which should reveal for specific stocks whether the AI-related anxiety of July was justified. Subsequently, focus will shift to the scheduled rebalancing on August 7, during which AIMS will reconfigure the portfolio for the upcoming period through early November.

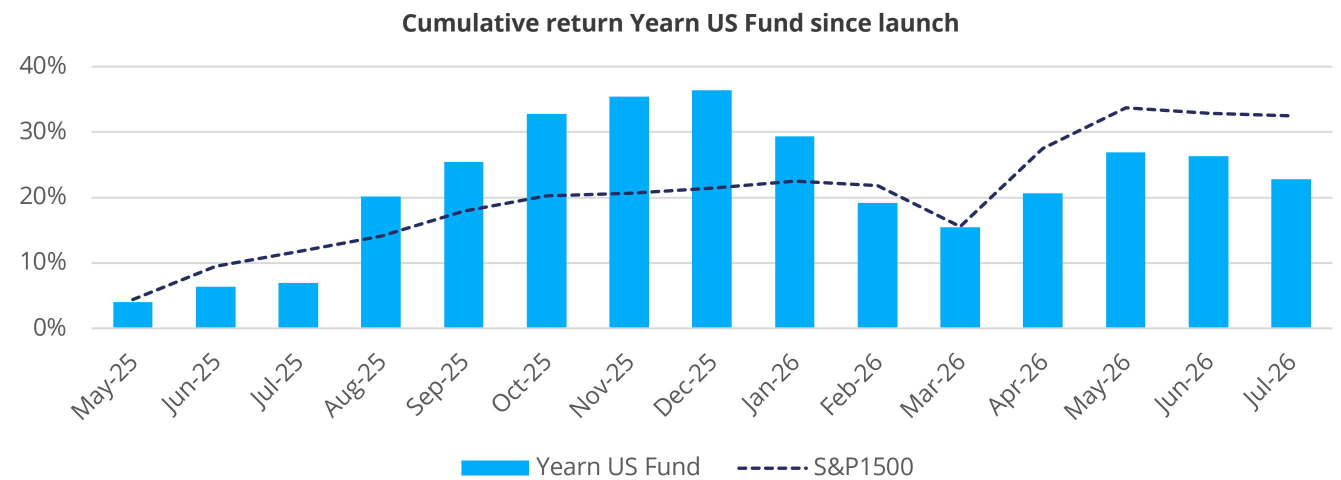
Performance - return

July return	-2.8%
Current year	-10.0%
Return since launch	+22.8%
Annualized since launch	+17.9%

Performance - risk

Sharpe ratio	0.8
Volatility	17.4%
Positive months	67%
Maximum downturn	15.4%

Returns in F-class, after deduction of fees



VAN DRUTEN | CAPITAL

Performance of the portfolio and its positions

The portfolio consists of 13 stocks, diversified across multiple sectors and market capitalizations within the U.S. market. With a gross market exposure of 94.8% and a net market exposure of 86.7%, the positioning reflects a positive stance toward the market.

The portfolio spans six sectors, with the largest weights allocated to Healthcare, Technology, and Consumer Cyclical, alongside a strategic short position in the Consumer Cyclical sector.

Mid-July, AIMS proactively closed the position in DigitalOcean Holdings Inc. to mitigate further risk. While the company faced no operational crisis, the stock came under pressure due to increased share supply. This was triggered by the stock's removal from the Russell 2000 index owing to a market cap that exceeded the index threshold, forcing index funds and ETFs tracking the Russell 2000 to sell down their holdings. Concurrently, the company launched a secondary share offering while investor hesitation toward AI-related stocks amplified this downward effect.

The portfolio's weakest performers were primarily AI-related holdings that faced pressure due to negative sentiment ahead of their own earnings reports, including Garrett Motion Inc. (GTX) and Xometry Inc. (XMTR). Garrett Motion managed to partially reverse this decline following positive quarterly results in July. Omnicell Inc. (OMCL) declined due to distorted earnings figures and reduced guidance. Conversely, the top-performing positions gained in anticipation of their upcoming quarterly results in early August. EverQuote Inc. (EVER) posted a modest gain, maintaining its momentum, while Atlassian Corporation (TEAM) made a positive contribution following a disappointing prior month.

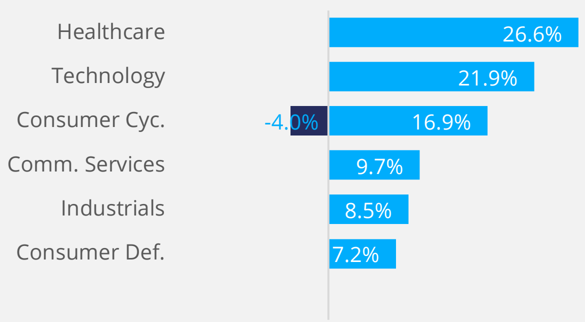
Best performing positions in July

Position/Symbol	Return	Contribution
TEAM	+29.9%	+1.5%
NET	+13.7%	+1.0%
EVER	+6.0%	+0.5%

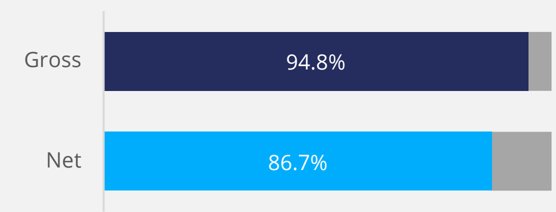
Least performing positions in July

Position/Symbol	Return	Contribution
GTX	-14.0%	-1.3%
OMCL	-14.8%	-1.1%
XMTR	-11.2%	-1.1%

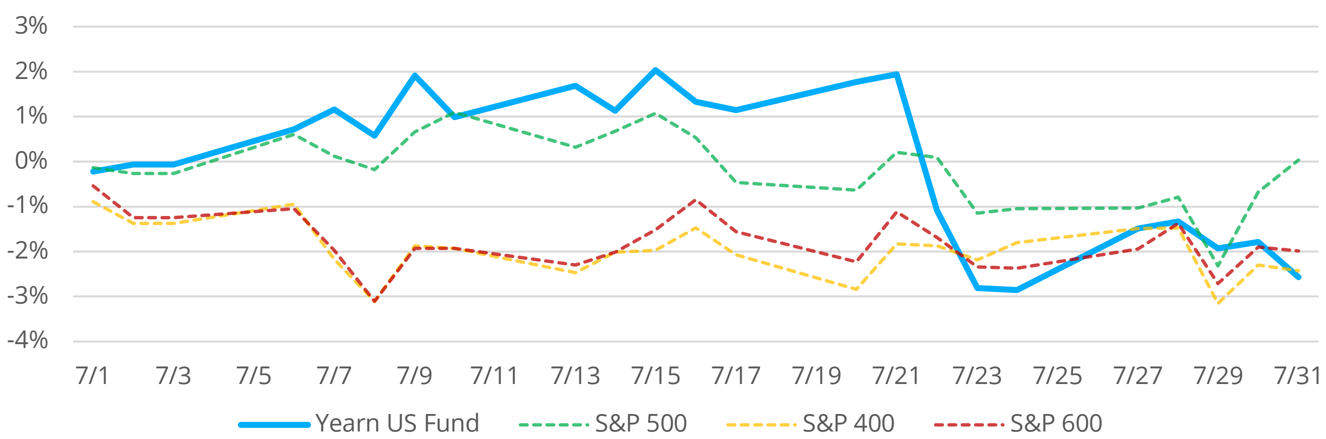
End of month sector exposure (short, long)



Current portfolio exposure



Cumulative Yearn US Fund return in July



Market analysis & fund information

Following the trend of the previous month, July was a turbulent period across financial markets. Market sentiment swung sharply due to mixed headlines surrounding the US-Iran conflict, coupled with ongoing uncertainty regarding the Federal Reserve's rate path. These factors left investors increasingly cautious about the pace of disinflation and prospective interest rate cuts.

Mid-month, market focus shifted to the onset of the earnings season, introducing a polarized market dynamic where companies meeting expectations were heavily rewarded, while those missing targets were sharply punished. In particular, AI-related concerns flared up once again. Investors and analysts increasingly questioned the massive capital expenditures in AI (such as at Alphabet) relative to their lagging immediate returns. Quarterly earnings from major players like Tesla reinforced this hesitation, placing substantial pressure on AI-related segments.

Looking into early August, focus will center on the remaining quarterly earnings reports from portfolio holdings. Simultaneously, the US-Iran conflict remains an ongoing risk, with potential disruptions in the Strait of Hormuz threatening to drive energy prices and inflation higher once again. Additionally, investors will closely monitor expectations surrounding the Federal Reserve's monetary trajectory.

Characteristics – Yearn US Fund

Structure	Fonds voor Gemene Rekening
Style	Long-bias equity | No leverage
Approach	Systematic multi-factor strategy
Valuta	USD | Deposits in EUR accepted
Launch fund	05-05-2025
Bloomberg / ISIN	YEARNUSNA / NL0015002JL3

Investments

Minimum deposit	$ 150,000 $ 500,000 $ 1,000,000	R-class L-class F-class
Liquidity	March, May, August & November	
Notice period	5 workdays	
Minimum lock-up	12 months	

Fees and costs

Management fee	2%	
Performance fee	20% (8% hurdle) 10% (9% hurdle) 0%	R-class L-class F-class
Fund fees	± 0.5% (dependent on total AUM)	
Deposit fee	0%	
Redemption fee	0.25%	

Interested in Yearn US Fund?

We would be pleased to invite you for a personal meeting to discuss your investment objectives and answer any questions regarding the Fund. You will subsequently receive the full Information Memorandum and Key Information Document for your due diligence.

Contact

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