MANAGER'S REPORT JULY 2026

# K10

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# MACRO OUTLOOK

In July, the Kapitalo K10 fund returned -0.53%, compared to 1.22% for its benchmark. The equities and commodities books were the main detractors from performance.

The renewed tensions between the United States and Iran, and the resulting reduction in shipping flows through the Strait of Hormuz, led to a sharp increase in oil and refined product prices. A prolonged conflict negatively affects global oil supply and leaves oil prices vulnerable to a recovery in Chinese demand and the end of sales from strategic reserves. We went long the front end of the oil curve and remain short longer-dated contracts, as the normalization of production is expected to generate a significant supply surplus in 2027, which should keep prices low.

## INTERNATIONAL EQUITIES

ThroughOCT the month, shares of companies exposed to the investment cycle in artificial intelligence infrastructure experienced a sharp decline, a move that was exacerbated by the forced liquidation of a large U.S. fund.

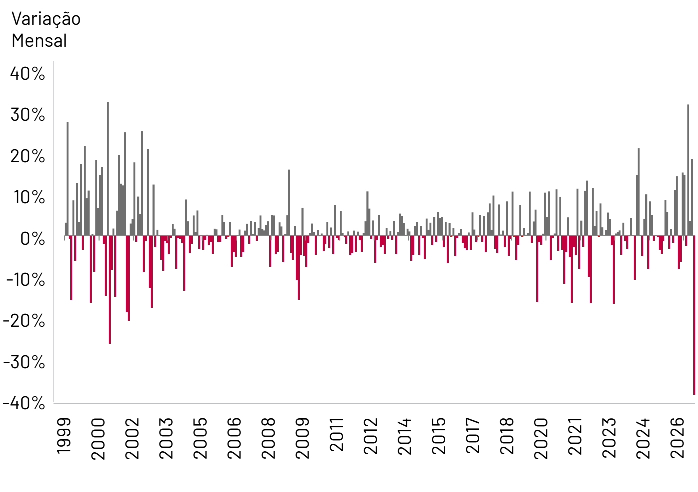
The complex had accumulated significant gains, supported by rising earnings expectations. However, the market's technical backdrop was showing some signs of excess and potential vulnerabilities behind the appreciation seen in recent months: indicators of retail investor leverage, particularly in Asia, where leverage among SOCTh Korean investors had reached extreme levels; a significant increase in implied volatility; and greater dispersion within the index.

We believe that, with market positioning now more balanced and leverage levels having undergone a meaningful adjustment, an opportunity emerged to increase our exposure to the sector at a time when the OCTlook for both fundamentals and valuations has improved. We concentrated this increase in sectors that directly benefit from this investment cycle, such as semiconductors—particularly the memory segment—and optical fiber.

Market consensus is pricing in a short business cycle, but the data increasingly point to a high probability of a more prolonged cycle. Supporting this view, guidance from hyperscalers during the latest earnings season has given us a more positive OCTlook on the return on invested capital.

CHART 1

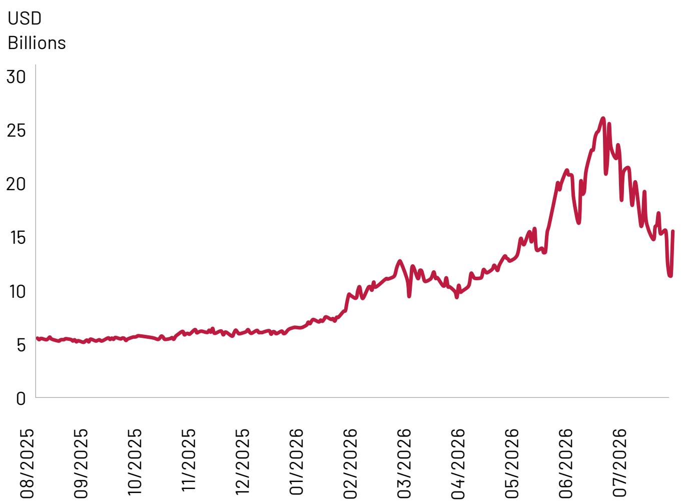
Momentum Tech Long & Short




source: Morgan Stanley, Bloomberg

CHART 2

Aggregate of Leveraged ETFs Listed in SOCTh Korea




source: Bloomberg Finance L.P., JP Morgan Equity Macro Research

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## POSITIONS

### Currencies
We continue long in the Chilean peso and the U.S. dollar and short the euro and the British pound. We closed our short positions in the Thai baht and the Swiss franc. We closed our long positions in the Turkish lira and the SOCTh Korean won.

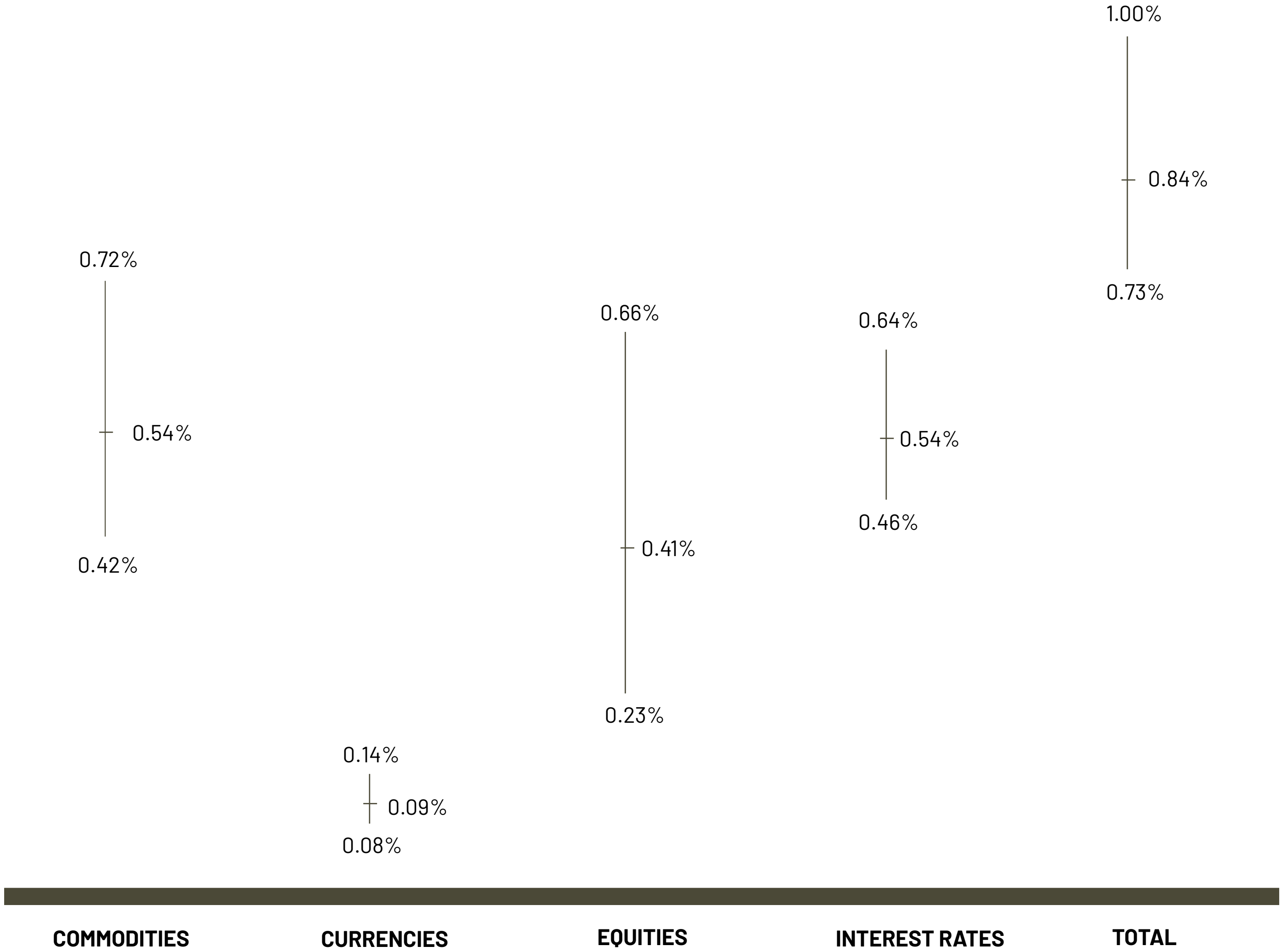
### Commodities
We increased our short position in coffee. We closed our long positions in diesel, aluminum, and copper. We closed our short positions in wheat and natural gas. In oil, we MAYntained our curve-flattening position. We added a new long position in corn.

### Equities
We increased our long exposure to the U.S. technology sector and reduced our long position in Argentina.

### Interest Rates
We continue receiving rates in Brazil, Sweden, the United Kingdom, and SOCTh Africa.

## RISK FACTOR ALLOCATION

*Minimum, average, and maximum throughout the month.
VaR 1d; 95% (% of AuM)



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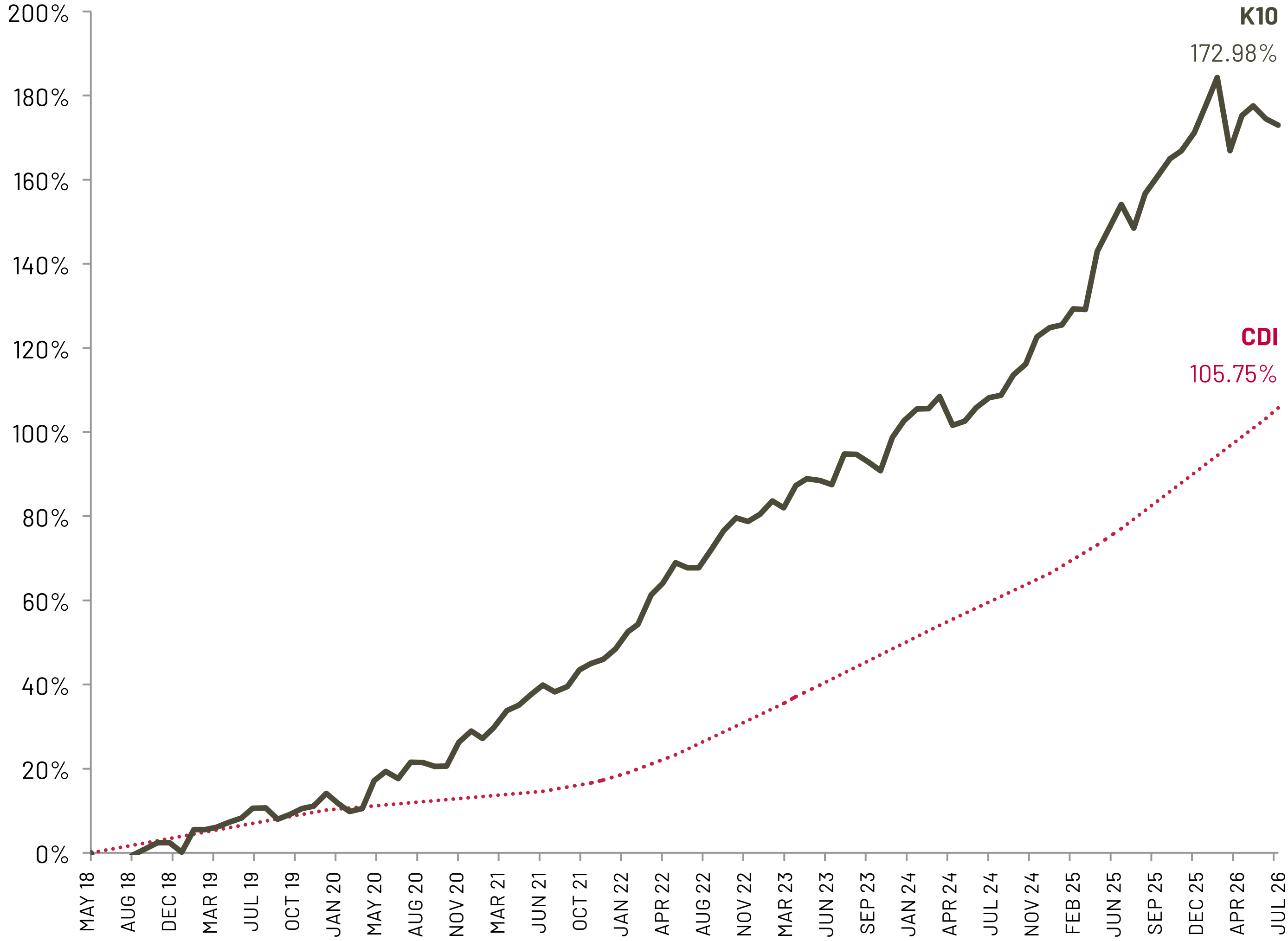
## PERFORMANCE ATTRIBUTION

## K10 FIQ

| | JUL/26 | 2026 | 12M | 24M | 60M | SINCE INCEPTION |
|---|---|---|---|---|---|---|
| **Interest Rates** | -0.20% | -0.91% | -2.28% | 0.48% | 4.07% | 19.87% |
| **Currencies** | -0.21% | -0.27% | -0.32% | 2.84% | 5.45% | 5.02% |
| **Equities** | -0.85% | 0.07% | 0.42% | 5.21% | 21.15% | 47.12% |
| **Commodities** | -0.30% | -5.29% | -0.45% | 0.65% | 16.37% | 64.22% |
| **Fees** | -0.18% | -1.08% | -2.22% | -7.16% | -28.49% | -68.99% |
| **Benchmark (CDI)** | 1.22% | 8.14% | 14.71% | 29.09% | 78.86% | 105.75% |
| **Performance** | -0.53% | 0.66% | 9.87% | 31.11% | 97.42% | 172.98% |
| **% Benchmark** | -43.43% | 8.13% | 67.07% | 106.94% | 123.53% | 163.58% |

(in Brazilian Reais)

## PERFORMANCE SINCE INCEPTION



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Gestão de Recursos

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