



TRIUMPH

ASSET MANAGEMENT

Bose

Bose Corporation is an American manufacturing company that predominantly sells audio equipment. The company is best known for its noise-cancelling headphones, an accessory I find vital during periods of Market volatility. ***After a tumultuous beginning to the month, we managed to finish in the green, up +1.5% in August and up +14% YTD.***

We are pleased that the Fund is at all-time highs despite de minimis returns from our MAMAAs (Microsoft, Amazon, Meta, Alphabet and Apple). Year to date, our investments in Berkshire Hathaway, JP Morgan and real estate are all up over 30+% and have contributed over ½ of our gains (3 months ago we purchased Colliers, True North Commercial REIT, and Smartcentres REIT). While satisfied that our portfolio is performing well, ***we believe the MAMAAs represent a tremendous opportunity as they are once again dramatically undervalued.***

Nasdaq has generated a negligible return over the past 3 years. In fact, without Nvidia, Nasdaq is down. In similar vein, Amazon and Alphabet (Google) are flat while the other three are up modestly. We find this noteworthy as all have grown their revenues and earnings per share dramatically over this period. Additionally, all but Amazon have bought back approximately 10% of their shares outstanding, meaning that even though their price is flat, their market capitalizations are down. At an average of 20x EPS, none of these companies are expensive and all have been able to invest in AI utilizing the strength of their balance sheets and free cash flows. While we don't know precisely when the payoff occurs, AI will contribute meaningfully to both sales and gross margin improvement. ***We believe this dispersion between the fundamentals and price to represent an enormous opportunity.***

Given the preponderance of negativity in both the media and the Markets, we are grateful for our Bose noise cancelling headphones. ***Our strategy remains to own the highest quality companies in the world, focus on their fundamentals, and ignore the noise.*** We thank you for your continued support, look forward to next months communication, and remain highly constructive on our portfolio.

Steven Tuchner
Founder & CIO

