



# TRIUMPH

## ASSET MANAGEMENT

### Uncommon Valor

The job of a money manager is to identify opportunities. Throughout my career, I have found them by being willing to consider the improbable as possible. Because it is uncommon to take this approach, the rewards for those who do can be significant.

Once an investment is made, it often takes months or even years for the thesis to play out. During that period, no one can predict the short-term performance of those investments. Our role, then, is to monitor business progress and use Market price movements to adjust or find better opportunities. After February's declines and the first few days of March, we see no better opportunities than our MAG6 holdings.

In February and early March, our Mag 6 technology holdings (excluding Tesla) fell nearly 10%. More significantly, our two largest positions—Amazon and Google—declined 11% and 16%, respectively. Fortunately, a strong close to the month and gains from Berkshire Hathaway, Mastercard, and our Canadian REITs, helped offset some of the losses. ***The Fund ended February down -2% and is now flat YTD. While mildly disappointing, the year is young. Our holdings are now deeply oversold and most importantly, the valuations of our technology holdings (50% of our portfolio) are at historic lows.***

The table below separates the 500 companies that comprise the S&P500 Index into our MAG6 holdings (Microsoft, Apple, Meta, Amazon, Alphabet and Nvidia) and the remaining 494 (R494).

Financial Metric	Mag6	R494	SP500
Market Capitalization	\$14.0T	\$35.0T	\$49T
2024A Net Income	\$494B	\$1,506B	\$2T
2025E Net Income	\$577B	\$1,623B	\$2,200B
Implied EPS Growth Rate	16.6%	7.8%	10.0%
P/E 2024	28.0x	24.9x	23.6x
P/E 2025	24.0x	21.7x	22.4x
Balance Sheet	Net Cash	Net Debt	
2025 YTD Performance	(8%)	+2%	(1%)

***The data reveals a compelling case to own the MAG6, namely:***

- ***The MAG6 earnings are growing >2x faster than the R494.***
- ***The MAG6 are trading at a 24 P/E multiple to this year's earnings estimates.***
- ***The MAG6 PE multiple is only 10% higher than the R494 (the lowest ever).***
- ***The MAG6 balance sheets are vastly superior to those of the R494.***
- ***The MAG6 has declined disproportionately YTD.***

Tariffs and policy shift may create short-term volatility, but they will not change the long-term trajectory of the MAG6. ***AI is the most significant technological transformation since the Industrial Revolution.*** Over the next 3 years, the MAG6 will invest nearly \$2 trillion in AI related capital expenditures to cement their leadership position. ***The winners of this AI Revolution; Nvidia, Amazon, Google, Microsoft, and Apple are clear. Given the price action of late, our perspective may seem uncommon today, but that same perspective is why our returns will be superior from here.*** We see this as a compelling buying opportunity and encourage you to add funds to the Fund.

Thank you for your continued support and look forward to next month's communication.

Steven Tuchner  
Founder & CIO