JAG CAPITAL MANAGEMENT LLC
Forward. Together.

Corporate Fixed Income

Highlights

- **The JAG Corporate Fixed Income (CFI) portfolio returned -0.73% net of model fee and -0.91% net of wrap fee in Q1, compared with -0.22% for the Bloomberg Intermediate Corporate Index. Gross of fees, the CFI portfolio fell by 0.48%.**
- **Bonds rallied through February before taking a sharp turn lower in March, amid a surge in global crude oil prices stemming from the US-Iran military conflict. Yields rose as the market adjusted to new uncertainty surrounding inflation and the timing of future Federal Reserve (Fed) rate cuts.**
- **Corporate bonds underperformed Treasuries in Q1, with spreads finishing wider on the quarter after peaking in mid-March. As of mid-April (Q2 QTD), spreads had already recovered near to year-end levels.**
- **CFI modestly underperformed the index during the quarter, with results driven largely by the lagging performance of our position in Kyndryl Holdings, Inc. (KD).**

Portfolio Review

- CFI modestly underperformed the index during the quarter, driven in large part by one holding, Kyndryl Holdings, Inc. (KD). Results elsewhere in the portfolio were generally reflective of the index and consistent with broader Q1 themes. Periods characterized by risk-off sentiment and Treasury outperformance typically represent a relative headwind for our strategies.
- Our model-owned KD issue declined 7.9% in Q1, translating to a ~21 bps drag (net of fees) on model portfolio performance. We maintained our position in KD through quarter-end and saw a positive inflection in price entering April.
- By sector, our industrial and financial holdings underperformed the respective index sectors, while our utilities performed roughly in line. Positive selection of utility issues was offset by an underweight allocation to the sector.
- Holdings with less than one year of duration (typically excluded from the index) contributed positively to both our absolute and relative results. This cohort benefited from its price stability amid the broader market decline.
- Notably, by rating cohort, our below-investment grade holdings contributed positively to CFI's quarterly result, in contrast to broader market dynamics which saw lower-rated credits broadly underperform.
- Our posture in Q1 was patient, and trading activity remained fairly normal despite the elevated volatility. While such conditions can present opportunities, the broad and correlated nature of market moves in Q1 offered limited incremental value as we evaluated potential trades.

Market Outlook

- Recent events in Iran differ meaningfully in both nature and scope from the tariff-driven selloff one year ago. Nevertheless, it is worth noting that the credit market reaction in Q1 was far less severe than in Q2 2025. Corporate bond spreads peaked at 93 bps in March, compared to 119 bps last April.
- At the time of this writing, the US has not finalized a peace agreement with Iran, yet the market has largely recovered (as of mid-April). Even among issuers that are relatively exposed to oil, we do not see meaningful dislocation (positive or negative) lingering from the moves in March.
- One change from Q1 that has persisted is a shift in consensus regarding monetary policy. Implied rates now indicate the Fed will hold rates steady for the remainder of the year. At the end of Q4, two rate cuts were priced in by December 2026.
- Inflation is back in focus as the key variable shaping policy expectations. Recent inflation data remain sticky. While the Fed will attempt to look through any short-term impacts of the oil price shock, core inflation made limited progress towards 2% in recent months, even before the conflict began. Employment data, conversely, have been generally positive.
- Spreads have returned to a historically tight range, and fundamentals continue to lend support. We believe our selectivity—our focus on issuers with strong or improving fundamentals—positions us to strategically navigate across a full credit cycle. In the event of renewed volatility, particularly if market moves are broad and highly correlated, opportunities for incremental positioning may remain limited. We remain prepared to act as more durable and differentiated opportunities emerge.

* Past performance is no guarantee of future results. See important performance disclaimers on page 4.

Composite Performance (%) as of 3/31/2026

Performance*	Q1	1 Year	3 Years	5 Years	10 Years	Inception
Pure Gross	-0.48%	5.42%	5.45%	2.51%	3.36%	4.99%
Model Net	-0.74%	4.36%	4.40%	1.49%	2.33%	3.94%
Wrap Net	-0.91%	3.63%	3.93%	1.10%	2.00%	3.64%
BIC	-0.22%	5.31%	5.52%	2.01%	2.99%	4.60%

* Periods greater than one year have been annualized. Returns are presented pure gross and net of fees and include the reinvestment of all income. Past performance should not be indicative of future performance. Model net fee returns reflect the highest fee (1.0%) relevant to the intended audience. They were calculated by reducing the gross returns by the highest tier of the composite's fee schedule on a monthly basis. Pure gross returns are shown as supplemental information, as wrap fee accounts are stated gross of all fees. Wrap net returns were calculated using the highest applicable annual wrap fee (1.68%), applied monthly. Wrap fees include all charges, transaction costs, portfolio management fees, custody fees, and other administrative fees. The wrap net highest annual wrap fee used for performance calculations may differ from fees listed due to the fee schedule of the independent sponsoring firm. They are available upon request, respectively.

Highlighted Contributors

Verisign Inc (VRSN) 4.75% due 7/15/2027 (Baa3/BBB) benefited from its relatively low duration in a quarter when bond prices declined, while the company's highly recurring revenue base and strong cash generation continued to support investor demand. Verisign reported solid revenue growth, higher operating income, stronger operating cash flow, and continued growth in the .com and .net domain base, reinforcing the stability of its credit profile.

Celanese US Holdings LLC (CE) 7.05% due 11/15/2030 (Ba2/BB) benefited from improving sentiment toward cyclical industrial credits, as well as continued balance-sheet repair. In Q1, Celanese completed the divestiture of its Micromax business for approximately $500 million in cash to support deleveraging, even as management continued to navigate soft demand in several key end markets.

Griffon Corporation (GFF) 5.75% due 3/1/2028 (B1/B+) outperformed as investors continued to favor higher-carry credits in a relatively stable spread environment. Griffon reported solid fiscal first-quarter results in February, including modest revenue growth, improved adjusted earnings, approximately $99 million of free cash flow, and further debt reduction, all of which supported bond performance during the quarter.

Highlighted Detractors

Kyndryl Holdings Inc (KD) 3.15% due 10/15/2031 (Baa2/BBB-) underperformed sharply in Q1 following several material developments in February. While the company reported third-quarter fiscal 2026 results that showed continued growth in Kyndryl Consult, rising hyperscaler-related revenue, and positive adjusted pretax income, management also cut full-year guidance, delayed its Form 10-Q, announced leadership changes including an interim CFO, and later disclosed material weaknesses in internal controls tied to disclosure processes and vendor-payment practices, albeit with no restatement of prior financial statements.

D.R. Horton Inc (DHI) 5.50% due 10/15/2035 (A3/BBB+) underperformed in Q1 as longer-duration housing-related credits lagged in a weaker rate environment. D.R. Horton's January results were operationally solid, with orders up 3%, strong cash generation, low leverage, and reiterated full-year guidance, but the bond remained more exposed to the quarter's rise in yields than some shorter and higher-carry alternatives.

Block Inc (XYZ) 6.50% due 5/15/2032 (Ba1/BB+) underperformed in Q1 as fintech-related credits saw less support than other areas of the market. During the quarter, Block posted its Q4 2025 results in late February, and investors were also digesting a February workforce reduction announced in its annual report, a move management framed as aligning the organization with its operating model and strategic priorities.

* Past performance is no guarantee of future results. See important performance disclaimers on page 4. Reference to a particular security is not a recommendation to buy, sell or hold such investment or security, nor is it considered to be investment advice. The information contained in this document is circulated for general information only. It does not address specific investment objectives, or the financial situation and the particular needs of any investor. Investors should not attempt to make investment decisions based on the information contained in this communication as it does not offer enough information to make such decisions and may not be suitable for your personal financial circumstances.

Portfolio Characteristics[1]

	JAG CFI	BIC
Yield-to-Worst	5.04%	4.81%
Average Coupon	4.83%	4.45%
Average Maturity (yrs)	5.16	4.92
Average Modified Duration (yrs)	3.80	4.22
Average Effective Duration (yrs)	3.81	4.13

Quality Distribution[1]

Rating	%
Aaa	1.8%
Aa	2.5%
A	32.7%
Baa	45.2%
Below IG	15.2%
Unrated	2.5%

Sector Distribution[1]

Sector	%
Industrial	50.4%
Financial	42.7%
Utility	5.0%
Cash	1.8%

Effective Duration Distribution[1]

Years	%
0 – 1 yrs	11.9%
1 – 3 yrs	20.1%
3 – 5 yrs	38.1%
5 – 7 yrs	22.3%
7 – 10 yrs	7.5%

[1] As of 3/31/26. Statistics provided are weighted averages and calculated by JAG. Due to rounding, percentages may not sum to 100%. Characteristics are, for the model portfolio, calculated using closing market values on the stated date, including cash and cash equivalents; for the benchmark index, reported by Bloomberg. Credit quality is Moody's ratings. This data is subject to change.

JAG Capital Management, LLC Corporate Fixed Income Composite GIPS® Report

		Composite Assets			Annual Performance Results					3-Year Standard Deviation	
Year End	Total Firm Assets (millions)	US Dollars (millions)	Number of Accounts	% of Wrap Fee	Model Fee Net	Wrap Fee Net	Pure Gross	Bbg Intermediate Corporate	Composite Dispersion %	JAG Pure Gross %	BIC %
2025	1,902	69	57	63	6.88%	6.14%	7.95%	7.95%	0.26	3.24	4.25
2024	1,696	56	45	73	3.49%	3.19%	4.52%	4.22%	0.15	4.98	6.11
2023	1,552	60	42	85	5.86%	5.59%	6.93%	7.29%	0.42	4.70	5.74
2022	1,573	50	36	88	-7.87%	-8.13%	-6.96%	-9.40%	0.42	6.57	6.27
2021	2,148	80	56	92	-0.64%	-0.94%	0.37%	-1.00%	0.31	5.58	4.81
2020	1,963	105	63	95	5.81%	5.50%	6.89%	7.47%	0.42	5.64	4.77
2019	1,516	102	60	95	9.19%	8.87%	10.29%	10.14%	0.36	2.16	2.26
2018	1,070	86	55	98	-1.75%	-2.05%	-0.74%	-0.23%	0.17	2.08	2.27
2017	1,181	82	54	99	2.94%	2.75%	3.99%	3.92%	0.21	2.21	2.41
2016	1,051	73	51	99	3.11%	2.92%	4.14%	4.04%	0.77	2.54	2.59
3 Yr Ann.					5.40%	4.96%	6.46%	6.47%			
5 Yr Ann.					1.40%	1.03%	2.41%	1.60%			
10 Yr Ann.					2.59%	2.27%	3.63%	3.29%			
Information for period(s) ending March 31, 2026											
1st Qtr. '26	1,805	66	56	63	-0.74%	-0.91%	-0.48%	-0.22%	0.06		
Since Inception Annualized					3.94%	3.64%	4.99%	4.60%			

Disclosures

JAG Capital Management, LLC, (the "Firm") is a registered investment adviser. The Firm's Corporate Fixed Income Composite (the "Composite") is a composite of actual accounts invested in the Corporate Fixed Income investment strategy. The composite was formally created March 31, 2009 from a pre-existing client account with an inception date of 3/31/09. Returns are presented pure gross and net of management fees and include the reinvestment of all income. Model net returns reflect the highest fee (1.0%) relevant to the intended audience. They were calculated by reducing the gross returns by the highest tier of the firm's balanced account fee schedule on a monthly basis. Pure gross returns are shown as supplemental information, as wrap fee accounts are stated gross of all fees and transaction costs. Wrap fee net returns were calculated using the highest applicable annual wrap fee (currently 1.68%), applied monthly. Wrap fees include all charges, transaction costs, portfolio management fees, custody fees, and other administrative fees. The wrap net highest annual wrap fee used for performance calculations may differ from fees listed due to the fee schedule of the independent sponsoring firm. They are available upon request, respectively. An individual client's return will vary based on their actual advisory or wrap fee and the timing of their investment into the strategy. There is no guarantee that an investment with the strategy will meet its investment objectives. Performance is reported in US Dollars. **PAST PERFORMANCE SHOULD NOT BE CONSIDERED INDICATIVE OF FUTURE PERFORMANCE. ANY INVESTMENT CONTAINS RISK INCLUDING THE RISK OF TOTAL LOSS.**

JAG Capital Management, LLC, is a Missouri company and a wholly owned subsidiary of J.A. Glynn & Co., registered as an Investment Adviser with the Securities and Exchange Commission under the Investment Advisers Act of 1940, as amended. Prior to May 1, 2013, JAG Capital was defined and conducted business as J.A. Glynn & Co. with the advisery business under the name JAG Advisors.The redefinition was a result of corporate restructuring.

The Corporate Fixed Income Composite is comprised of intermediate-maturity corporate bond securities with average S&P rating typically of BBB. Minimum account size for the composite is $500,000.

The index comparison is appropriate for the following reason: the Bloomberg Intermediate Corporate Bond Index is an unmanaged index that covers USD-denominated, investment-grade, fixed rate, taxable securities sold by industrial, utility and financial issuers. It includes publicly issued US corporate and foreign debentures and secured notes that meet specified maturity, liquidity and quality requirements with maturity of greater than or equal to one year and less than 10 years. Prior to November 1, 2008, this index was published by Lehman Brothers. This index is used for comparison purposes only and is not meant to be indicative of a portfolio's performance, asset composition, or volatility. The performance of the Composite may differ markedly from that of compared indices due to varying degrees of diversification and/or other factors. Return calculations for the Composite are provided by Advent APX and calculated by JAG. Individuals cannot invest directly in an index.

JAG Capital Management, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. The Firm has been independently verified for the periods April 1, 1996 to December 31, 2024. A copy of the verification report (s) is/are available upon request. **A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis.** Verification does not provide assurance on the accuracy of any specific performance report. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Policies for valuing investments, calculating performance, preparing GIPS Reports, and a list of the Firm's composite descriptions are available upon request.

The Firm's maximum balanced investment advisery fee schedule for the Corporate Fixed Income Composite is an annual fee of 1% on the first $5 million; 0.8% on the next $5 million; 0.6% on the balance.

The annual and quarterly composite dispersion is calculated through the use of an equal-weighted standard deviation for the accounts returns on a gross of fees basis included in the composite for the entire year or quarter, respectively.

All material presented is compiled from sources believed to be reliable and current, but accuracy cannot be guaranteed.The information contained herein should not be construed as personalized investment advice and should not be considered as a solicitation.