JAG CAPITAL MANAGEMENT LLC
Forward. Together.

Enhanced Core Fixed Income

Highlights

- **The JAG Enhanced Core Fixed Income (ECFI) portfolio returned 0.57% net of model fee and 0.45% net of wrap fee in Q2, compared with 0.43% for the Bloomberg Intermediate Gov/Credit Index. Gross of fees, ECFI returned 0.82%.**
- **Returns in Q2 stemmed primarily from coupon as bond prices modestly declined, with yields moving higher as inflation reaccelerated. As of June, markets signaled a greater likelihood of rate hikes this year than rate cuts.**
- **Corporate bonds rebounded relative to Treasuries as spreads re-narrowed from the widening episode of Q1. Investment grade spreads were marginally tighter on the year, while high yield spreads were marginally wider.**
- **Kevin Warsh was sworn in as the Federal Reserve's new Chair, succeeding Jerome Powell. His first press conference struck a surprisingly hawkish tone, reaffirming 2% inflation as the clear priority over labor market concerns, a notable signal given expectations that President Trump's pick would lean toward faster cuts.**

Portfolio Review

- ECFI saw a tailwind from the credit market's Q2 recovery, outperforming the index both gross and net of model fee. Just as the risk-off conditions of Q1 represented a relative headwind for our strategies, quarters characterized by spread recovery and credit outperformance tend to work in our favor, and Q2 was consistent with that pattern.
- Allocation effects, stemming from our overweight to corporates and underweight to government bonds, led our relative result, with positive security selection contributing nearly as much. Across credit sectors, our industrial and utility holdings outperformed their respective index sectors, while our financials slightly underperformed; selection within industrials was the standout.
- By rating cohort, our high yield holdings contributed positively as spreads re-tightened, mirroring the broader market, where lower-rated credit outperformed. Block, Inc. was a notably strong performer within the cohort.
- We put a modest amount of capital to work, adding select positions while spreads remained elevated from the Q1 widening episode. As we noted last quarter, broad and highly correlated moves tend to offer limited incremental value; that remained largely true as spreads re-tightened quickly. Nevertheless, we were pleased to add a couple of well-followed issuers at more attractive levels than had been available for some time.
- We continue to hold a meaningful cohort of near-term maturities and likely calls, which serve as a natural liquidity buffer. These positions provide price stability and, more importantly, recurring dry powder we can redeploy as opportunities emerge, without being forced sellers at unattractive levels.

Market Outlook

- Leadership at the Federal Reserve changed hands in May, and Chair Warsh wasted little time distinguishing his approach. The Fed held rates steady in June, but roughly half of officials now project a hike this year, and the committee stepped away from forward guidance altogether. Markets assign greater odds to a hike than a cut in 2026, a remarkable shift from the start of the year.
- The hawkish turn reflected data: inflation reaccelerated in Q2 to its highest level in roughly three years, driven in part by energy costs stemming from the conflict with Iran. We do not dismiss inflation as a risk; it is a central reason our strategy is intermediate in duration rather than long. Our curve exposure remains balanced and positions us to withstand a wide range of outcomes.
- We hear reemerging concern about rates, but we would offer a different perspective: today's yield curve is, in both shape and level, about as normal as we have seen in years. Modest steepness and intermediate yields near 4–5% offer genuine compensation to lenders and is a healthy foundation rather than a cause for alarm.
- Spreads have returned to the tight end of their historical range, while the macro data and earnings reports we follow continue to point to real-economy strength. With issuance likely to remain heavy through year-end, elevated supply against tight spreads can create attractive entry points. Our steady runoff of near-term maturities and calls leaves us well prepared to act.

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

Composite Performance (%) as of 6/30/2026

Performance*	Q2	YTD	1 Year	3 Years	5 Years	10 Years	Inception
Pure Gross	0.82%	0.57%	3.49%	5.49%	1.96%	2.75%	4.78%
Model Net	0.57%	0.07%	2.47%	4.44%	0.95%	1.73%	3.74%
Wrap Net	0.45%	-0.18%	1.94%	4.04%	0.64%	1.43%	3.75%
BIGC	0.43%	0.40%	3.14%	4.68%	1.22%	1.92%	3.82%

* 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 (1.50%), 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

Block Inc (XYZ) 6.50% due 5/15/2032 (Ba1/BB+) rebounded after reporting better-than-expected growth and profitability in May. Continued momentum at Cash App and improved operating leverage led management to raise its full-year outlook, supporting further spread recovery following Q1 weakness.

D.R. Horton Inc (DHI) 5.50% due 10/15/2035 (A3/BBB+) outperformed as its spread recovered from elevated Q1 levels, with the bond's longer duration amplifying the benefit. The company reported improved order activity and a material reduction in unsold completed homes while maintaining low leverage and ample liquidity.

Arrow Electronics Inc (ARW) 5.875% due 4/10/2034 (Baa3/BBB-) outperformed after reporting results above guidance in May. Recovery broadened across both operating segments, while improved book-to-bill ratios and a growing backlog reinforced evidence of strengthening demand and supported further spread tightening.

Highlighted Detractors

Meta Platforms Inc (META) 3.85% due 8/15/2032 (Aa3/AA-) underperformed despite strong operating growth and cash generation. Management raised its capital-spending outlook and completed a large multi-tranche debt offering during the quarter to support expanding AI infrastructure, creating a technical headwind for outstanding Meta issues.

Amazon.com Inc (AMZN) 3.60% due 4/13/2032 (A1/AA) lagged despite broad operating strength, including continued momentum at AWS and improved profitability across its retail businesses. Rapid investment in AI and data-center capacity reduced free cash flow, while additional debt issuance kept attention focused on the company's elevated capital requirements.

Atmos Energy Corporation (ATO) 3.00% due 6/15/2027 (A2/A-) underperformed as its short remaining life limited participation in the quarter's spread recovery. Company developments were otherwise positive, with management raising fiscal-year guidance while continuing substantial investment in system safety and reliability and maintaining a strong financial profile.

* 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 ECFI	BIGC
Yield-to-Worst	4.55%	4.43%
Average Coupon	4.12%	3.74%
Average Maturity (yrs)	4.54	4.29
Average Modified Duration (yrs)	3.57	3.81
Average Effective Duration (yrs)	3.59	3.73

Quality Distribution[1]

Rating	%
Aaa	3.4%
Aa	44.9%
A	16.5%
Baa	26.2%
Below IG	7.6%
Unrated	1.3%

Sector Distribution[1]

Sector	%
Treasury	43.5%
Industrial	31.0%
Financial	20.7%
Utility	1.4%
Cash	3.4%

Effective Duration Distribution[1]

Years	%
0 – 1 yrs	17.7%
1 – 3 yrs	26.1%
3 – 5 yrs	25.4%
5 – 7 yrs	19.5%
7 – 10 yrs	11.3%

[1] As of 6/30/26. 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 Enhanced Core 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	BIGC	Dispersion %	JAG Pure Gross %	BIGC %
2025	1,902	353	121	60	6.39%	5.85%	7.45%	6.97%	0.10	2.86	3.77
2024	1,696	322	110	61	3.20%	2.86%	4.23%	3.00%	0.07	4.51	5.00
2023	1,552	299	105	72	5.14%	4.98%	6.19%	5.24%	0.40	4.30	4.58
2022	1,573	211	82	75	-8.87%	-9.02%	-7.96%	-8.23%	0.17	5.51	3.82
2021	2,148	247	91	72	-0.72%	-0.98%	0.28%	-1.44%	0.25	4.45	2.34
2020	1,963	268	100	98	5.29%	5.03%	6.35%	6.43%	0.64	4.46	2.31
2019	1,516	266	103	96	7.90%	7.63%	8.95%	6.80%	0.29	1.90	2.04
2018	1,070	249	95	97	-1.58%	-1.83%	-0.58%	0.88%	0.23	1.84	2.09
2017	1,181	287	116	95	2.19%	1.78%	3.20%	2.14%	0.24	1.88	2.11
2016	1,051	268	112	95	2.84%	2.46%	3.86%	2.08%	0.74	2.18	2.22
3 Yr Ann.					4.90%	4.55%	5.95%	5.06%			
5 Yr Ann.					0.87%	0.59%	1.88%	0.96%			
10 Yr Ann.					2.07%	1.77%	3.09%	2.29%			
Information for period(s) ending June 30, 2026											
2nd Qtr. '26	2,020	350	128	55	0.57%	0.45%	0.82%	0.43%	0.07		
Since Inc. Ann.					3.74%	3.75%	4.78%	3.82%			

Disclosures

JAG Capital Management, LLC, (the "Firm") is a registered investment adviser. The Firm's Enhanced Core Fixed Income Composite (the "Composite") is a composite of actual accounts invested in the JAG Enhanced Core Fixed Income investment strategy. The composite was formally created March 31, 2001 from pre-existing client accounts with an inception date of 3/31/98. 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 1.50%), 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 Enhanced Core Fixed Income Composite (formerly called Intermediate Fixed Income Composite) is comprised of intermediate-maturity fixed income securities with average S&P rating typically of single A. As of 3/31/06, the Composite's name was changed. Minimum account size for the composite is $500,000. Prior to 3/31/07, the Firm maintained an Enhanced Core Fixed Income Composite and a Taxable Fixed Income Composite. These were combined at 3/31/07 with history on the Enhanced Core Fixed Income Composite displayed here. The composite now contains taxable and non-taxable fixed income accounts.

The index comparison is appropriate for the following reason: the Bloomberg Intermediate Govt/Credit Bond Index is an unmanaged index that represents securities that are US dollar-denominated US Treasury bonds, government-related bonds (i.e., US and non-US agencies, sovereign, supranational and local authority debt) and investment-grade US corporate bonds that have a remaining maturity of greater than one year and less than ten 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, 2025. The verification reports 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 maintenance, 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 Enhanced Core 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 pure 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.