

DAFI™ Fact Sheet

Diversified Algorithmic Fixed Income Alternatives™

(Use Case: Absolute Return at 1x Exposure)

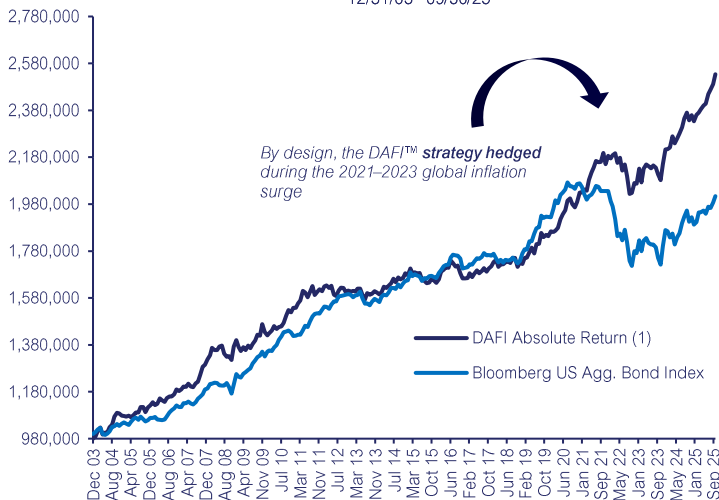
HIGHLIGHTS

- The DAFI™ strategy was designed for people in their retirement years, or for younger wealth creators seeking an absolute return strategy designed historically to be **consistently up, year-over-year, with minimal downside impact and periods.**
- The DAFI™ strategy seeks robust performance and was designed to **hedge against inflation** and thus, **preserve wealth.**
- The DAFI™ strategy again proves its efficacy during the **2021–2023 global inflation surge.**
- DAFI™ is a systematic rules-based strategy designed with potential **besting the Bloomberg U.S. Aggregate Bond Index (AGG)**, the global standard investment-grade bond reference.
- The DAFI™ is **without the credit risk associated with the AGG.**
- Potential characteristics are **risk reduction, hedging against inflationary cycles** and **yield superiority in bond bull markets.**

REASONS TO IMPLEMENT DAFI™ IN YOUR PORTFOLIO

- Performance Alignment:** Absolute return strategy heavily weighted to 5-year US Treasury Notes.
- Real Economy Exposure:** Rapidly responds to global economic movements—beyond single asset class proxies.
- Systematic Long/Short Design:** Implements a rules-based absolute return strategy using real economic price signals.
- Efficient Portfolio Integration:** Return enhancement over the baseline DAFI™ achieved by usage of minimal incremental exposure

Diversified Algorithmic Fixed Income Alternatives™
DAFI™ Absolute Return Strategy⁽¹⁾
Monthly Logarithmic Net of 1% Management Fee Equity Graph
12/31/03– 09/30/25



RISK/RETURN STATISTICS (01/01/2004 - 09/30/2025)	DAFI™ ABSOLUTE RETURN ⁽¹⁾	BLOOMBERG US AGG. BOND INDEX
Compounded Return (Annualized)	4.46%	3.27%
Standard Deviation (Annualized)	4.36%	4.20%
Gain Deviation (Annualized)	1.09%	0.99%
Loss Deviation (Annualized)	0.73%	0.75%
Sharpe (RFR = 1.71%)	0.63	0.37
Sortino (MAR = 0.00%)	1.77	0.37

COMPARATIVE PERFORMANCE OVER TIME	2025 YTD	LAST 12 MONTHS	LAST 24 MONTHS	LAST 36 MONTHS
DAFI™ Absolute Return ⁽¹⁾	8.57%	6.91%	20.28%	25.22%
Bloomberg US Agg. Bond Index	6.41%	3.15%	15.08%	15.82%

COMPARATIVE ANNUAL PERFORMANCE	2025	2024	2023	2022
DAFI™ Absolute Return ⁽¹⁾	8.57%	5.48%	7.05%	-5.46%
Bloomberg US Agg. Bond Index	6.41%	1.25%	5.53%	-13.01%

DIVERSIFIED ALGORITHMIC FIXED INCOME ALTERNATIVES™ ("DAFI™")⁽¹⁾ DAFI™ ABSOLUTE RETURN STRATEGY (NET OF 1% FEE)

1/1/2004 – 09/30/2025

Total Contributions:	US\$ 100,000,000	This year's Rate of Return (2025):	8.57%
Current Net Asset Value:	US\$ 2,533,755	Cumulative Compounded Performance since 1/1/2004:	158.55%
Largest peak-to-valley drawdown:	-7.94% Oct 2021 to Sep 2022	Compounded Rate of Return since 1/1/2004 (Annualized):	4.46%
Largest Monthly Drawdown:	-3.62% September 2022	PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS	

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2004	0.95%	2.32%	1.53%	-2.89%	0.76%	0.16%	2.18%	1.03%	3.30%	1.56%	-0.35%	-0.84%	9.99%
2005	-0.14%	-0.18%	0.38%	-0.70%	0.91%	1.04%	0.01%	2.12%	0.00%	-1.93%	1.84%	0.70%	4.06%
2006	1.18%	-1.00%	0.49%	2.06%	-0.73%	-0.60%	1.42%	0.58%	0.04%	0.82%	1.67%	-0.55%	5.45%
2007	0.55%	1.07%	-0.07%	1.06%	-0.95%	-0.19%	1.28%	0.64%	2.31%	2.78%	0.69%	1.73%	11.39%
2008	1.39%	2.38%	-0.75%	0.02%	1.09%	0.28%	-2.48%	-1.01%	0.26%	-1.24%	4.31%	1.98%	6.21%
2009	-2.02%	-1.26%	1.22%	-0.91%	1.38%	-0.83%	1.36%	1.07%	1.77%	-0.33%	3.53%	-2.36%	2.48%
2010	-0.95%	0.65%	0.83%	1.30%	-0.90%	0.63%	0.14%	1.08%	2.12%	1.49%	-0.58%	1.21%	7.19%
2011	0.04%	1.24%	0.77%	2.64%	-0.43%	-1.32%	1.38%	1.67%	-2.36%	0.84%	0.72%	-0.54%	4.64%
2012	1.28%	0.23%	-0.66%	0.61%	-2.37%	-0.32%	1.45%	0.76%	-0.04%	-1.11%	0.44%	-0.33%	-0.12%
2013	0.23%	-0.22%	0.79%	0.00%	-1.57%	-1.30%	1.69%	-0.40%	0.26%	0.68%	-0.36%	-0.45%	-0.69%
2014	0.56%	1.49%	-0.38%	0.57%	0.70%	1.16%	-0.94%	1.24%	-0.49%	0.39%	1.19%	-0.47%	5.10%
2015	1.71%	-1.23%	0.26%	-0.34%	0.21%	-1.64%	-0.40%	-0.56%	0.17%	0.95%	-0.44%	-0.61%	-1.95%
2016	0.90%	1.96%	0.53%	0.64%	-0.19%	1.86%	-0.64%	-0.85%	0.22%	-1.91%	-1.26%	-0.01%	1.18%
2017	0.07%	1.18%	-0.93%	0.86%	0.82%	-0.73%	0.59%	0.71%	-0.88%	0.84%	0.58%	1.00%	4.15%
2018	0.54%	-1.67%	0.59%	0.00%	0.49%	0.28%	-0.44%	1.28%	-0.01%	-2.19%	1.08%	-0.36%	-0.47%
2019	1.51%	0.08%	1.29%	1.12%	-1.36%	2.24%	0.05%	2.54%	-0.91%	0.46%	-0.30%	1.16%	8.09%
2020	-0.18%	0.34%	0.61%	1.97%	1.09%	0.88%	2.09%	0.51%	-1.20%	-0.74%	1.23%	1.95%	8.83%
2021	0.07%	0.64%	-0.31%	2.29%	1.54%	1.02%	1.25%	-0.26%	0.06%	1.78%	-2.18%	1.68%	7.76%
2022	-0.54%	0.66%	0.36%	-1.83%	0.98%	-2.47%	1.22%	-2.34%	-3.62%	0.20%	2.12%	-0.17%	-5.46%
2023	3.09%	-2.73%	2.83%	0.81%	-0.30%	-0.41%	0.58%	-0.50%	-1.33%	-1.16%	3.31%	2.86%	7.05%
2024	0.07%	0.34%	2.15%	-1.34%	0.97%	0.89%	1.14%	1.66%	1.06%	-1.38%	0.95%	-1.09%	5.48%
2025	1.14%	0.44%	0.59%	0.67%	0.34%	1.68%	0.76%	0.95%	1.70%				8.57%

Indicative terms, definitions for statistics and important disclaimers can be found on back page. →

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Bloomberg US Aggregate Bond Index (f/k/a the Barclays Capital U.S. Aggregate Bond Index; Lehman Brothers U.S. Aggregate Bond Index); This Index covers the U.S. dollar-denominated, investment-grade, fixed-rate, taxable bond market. The Bloomberg US Aggregate Bond Index includes bonds from the Treasury, government-related, corporate, mortgage- and asset-backed securities and commercial mortgage-backed security sectors. Bloomberg US Aggregate Bond Index. Data Source: Bloomberg; Ticker: LBSTRUU.

Standard Deviation (Annualized): A measure of the dispersion of a set of data from its mean - in this instance applied to the annual rate of a strategy's return to measure volatility.

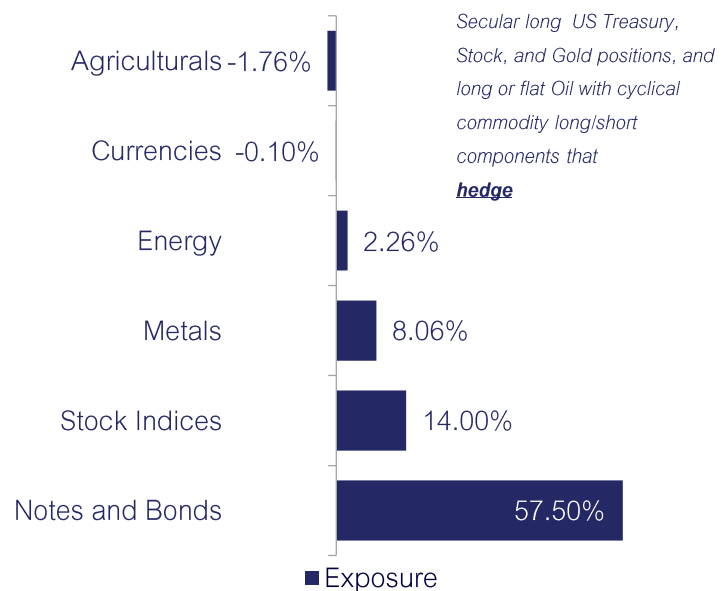
- **Gain Deviation (Annualized):** Similar to standard deviation, except this statistic calculates for only the gain periods around the gain mean to then measure the variation of those gain periods around this gain mean. This statistic measures the volatility of a strategy's upside performance.
- **Loss Deviation (Annualized):** Similar to standard deviation, except this statistic calculates for only the losing periods around the loss mean and then measures the variation of only the loss periods around this loss mean. This statistic measures the volatility of a strategy's downside performance.

Compounded Return: Expressed as a percentage in annual terms rate of return ("ROR") represents the cumulative effect a series of gains and losses has on the original amount of capital over the period of time measured on a compounded basis over time.

Sharpe: A ratio that measures risk-adjusted performance. It is calculated by subtracting the risk-free rate, such as the U.S. T-Bill rate of return which is considered zero risk, from the rate of return for a portfolio and dividing the result by the standard deviation of the portfolio returns. The Sharpe ratio tells us whether the returns of a portfolio are due to smart investment decisions or a result of excess risk.

Sortino: A ratio that differentiates between gain and loss volatility in the Sharpe ratio. This differentiation of upwards and downwards volatility allows the results to provide a risk-adjusted measure of a strategy's performance without penalizing it for upward price changes. Also, the Sortino ratio solves for a minimum acceptable return ("MAR"). The minimum acceptable return is target against which that investment is to be assessed.

Diversified Algorithmic Fixed Income Alternatives™ DAFI™ Absolute Return Strategy Asset Allocation as of 09/30/25



Subscription/Redemptions:	Monthly	Domicile:	Cayman Islands Delaware, USA Bespoke Jurisdiction (TBD)	Hedge Fund Reporting:	Net Monthly NAV
Fund Minimum:	US\$ 5,000,000	Redemption Notice:	30 days for Hedge Fund 10 business days for SMA	Hedge Fund Accounting:	Annual Audits
Separately Managed Account Minimum:	US\$ 10,000,000	Hedge Fund Management Fee:	1%	Global Integrated Counsel:	White & Case
Capital Guarantee (PPN) Minimum:	US\$ 50,000,000	Hedge Fund Incentive Allocation:	10%	Offshore Counsel:	Loeb Smith Attorneys
Capital Guarantee Rating:	A2/A or better credit rating	Hurdle Rate:	No	Frontier Markets Counsel:	Kinstellar
Investor Type:	Offshore; USA; Bespoke (TBD)	High Water Mark:	Yes	Administrator:	SS&C Fund Services (Cayman) Ltd.
Currency Basis:	USD, GBP, EUR, JPY, CNY	Separately Managed Account (SMA) Fee:	1%	Auditors:	Ernst & Young Ltd.

(1) **DISCLAIMER:** Strategies in these materials may have track records in other vehicles implementing those strategies at Baron Point Capital Management Group Ltd. ("Baron Point"), or otherwise. The Diversified Algorithmic Fixed Income Alternatives Strategy Family™, Diversified Algorithmic Fixed Income Alternatives Fund™, Diversified Algorithmic Fixed Income Alternatives SMA™, and Diversified Algorithmic Fixed Income Alternatives Portable Alpha™ (collectively "DAFI™") return profiles from April 26, 2021, to Present, are based on values that have been released to the public and/or distributed internally, for example via websites, data feeds, fact sheets, or presentations, on a daily basis. The Strategy has been implemented by licensees since December 2021. The Strategy contains rules-based methodologies that have been calculated and published since January 2004. All data prior to April 26, 2021, for the Strategy is hypothetical performance as it does not reflect the returns of live accounts utilizing the Strategy. It is "back tested" prior to April 26, 2021, which is calculated by running the Strategy backwards in time on historical data, and "tracked" from April 26, 2021, forward, which is calculated by running the Strategy forward on live data. Despite its historical existence, there is not necessarily a correlation (or non-correlation) between the DAFI™ and the Bloomberg US Aggregate Bond Index. DAFI™ is a synthetic functioning representation of volatility and, historically, DAFI™ behaves similarly to the Bloomberg US Aggregate Bond Index. However, these securities/indices are not similar either in composition or element of credit risk, and other risks. Any hypothetical composite of the historical performance of different asset class exposures and rules-based methodologies, such as DAFI™s strategy, is subject to several material inherent limitations, including that the compositing process was done with the benefit of hindsight. See "Certain Risk Factors" in the Private Placement Memorandum and any Supplement in respect to DAFI™ (together, the "Memorandum") and to any securities associated with this material. The information set out in this material should be read in conjunction with, and is qualified in its entirety by, the full text of the Memorandum, incorporated by reference to this material as are all other investment strategies, documents and agreements referred to herein for important risk factors and disclosures, and other information on the methodology used and assumptions made in preparing this statistical review. Past performance is not indicative of future potential.

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