



It's All About Asset Allocation

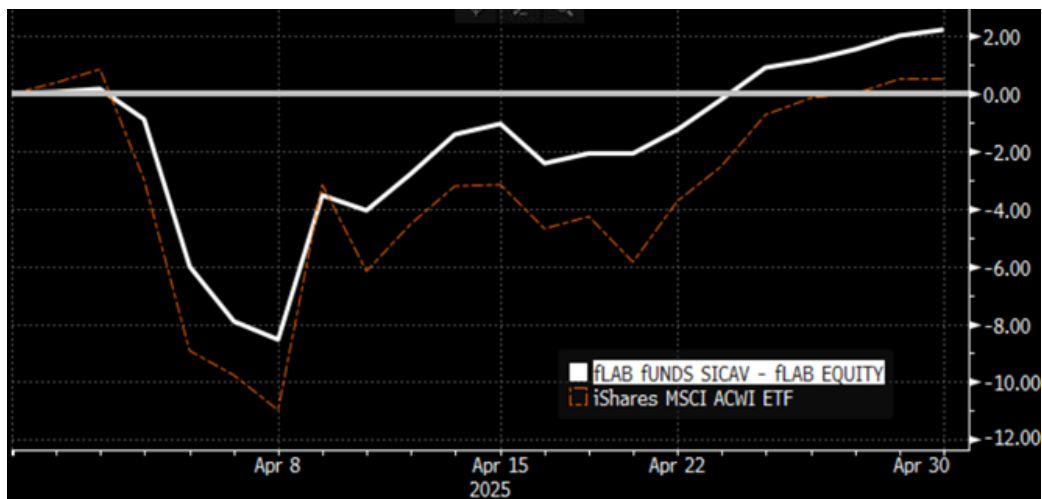
April 2026, Newsletter#114

March 31st marked the first anniversary of our global equity fund, fLAB Equity. Its performance has been fantastic: it has risen 25.4%, beating its benchmark, the highly efficient MSCI ACWI, by 5.39%.



And it hasn't been an easy year in the market. **We can distinguish three well-defined phases:**

- The fund's first month (April 2025) was affected by the chaos of Liberation Day, when the ACWI fell by as much as 10%. At the end of the month, fLAB Equity outperformed the benchmark by 1.28%.



- The following 10 months of a sustained bull market, from May 2025 to the end of February 2026: fLAB Equity outperformed the benchmark by an additional 2.97%.



- And this past month, March 2026, during which we witnessed the market crash due to Iran, fLAB Equity once again beat the benchmark by 0.78%.

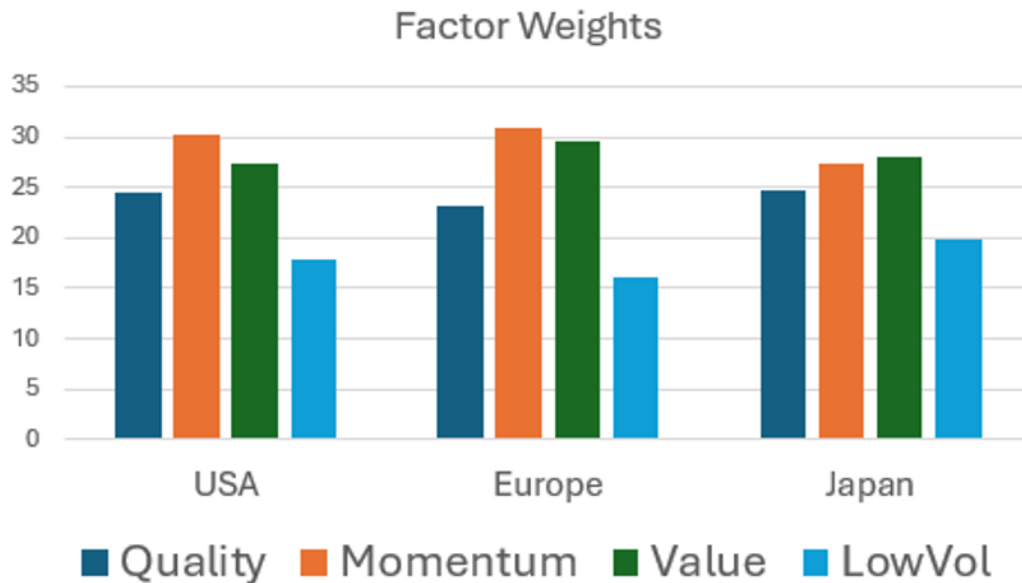


In summary, in each of the three phases—the volatile Liberation Day period, the annual bull market, and this month's bear market—we significantly outperformed the index.

We are also keeping the outperformance YTD: fLAB Equity Clean USD 5.75% vs 2.50% (ACWI, Apr 10th)

It's important to note that the fLAB Equity portfolio has remained **neutral throughout the year, both geographically and sectorally**, compared to its benchmark (MSCI ACWI). In other words, we haven't sought alpha by allocating more or less to specific sectors or geographic areas, but rather through stock selection within our factor model. Simply put, we've been selecting the stocks that have shown the greatest positive sensitivity to market factors each quarter.

As a summary, here's the average (over the four quarters) showing how we've prioritized these four factors in the three main areas:



Thank you so much to everyone who has trusted us from the beginning. It's not easy to compete and carve out a niche in this market, where large international asset managers and local banking networks monopolize the business.

But we're having a great time, no doubt about it.

For those of you who haven't yet joined, we encourage you to do so by replacing under-performing equity funds or too generic ETFs with **fLAB Equity, an actively managed fund that follows a quantitative factor analysis model, managed with clear and transparent rules:**

1. Geographic and Sector Neutrality vs. MSCI ACWI
 2. Quarterly rebalancing prioritizing the quartile of stocks with the best factor combination (Value-Momentum-Quality-LowVol) based on 3 variables:
 - Macroeconomic Situation
 - Momentum of the Factors
 - Risk On / Risk Off
 3. Bloomberg optimizer for obtaining the most efficient portfolio
- If you'd like to learn more about the origin of this surprising Alpha, simply reply to this email and I'll be happy to explain.

In summary, here are our main current over/under weightings relative to the MSCI ACWI:

Where fLAB Equity Alpha comes from? Our biggest bets vs ACWI (Apr 26)

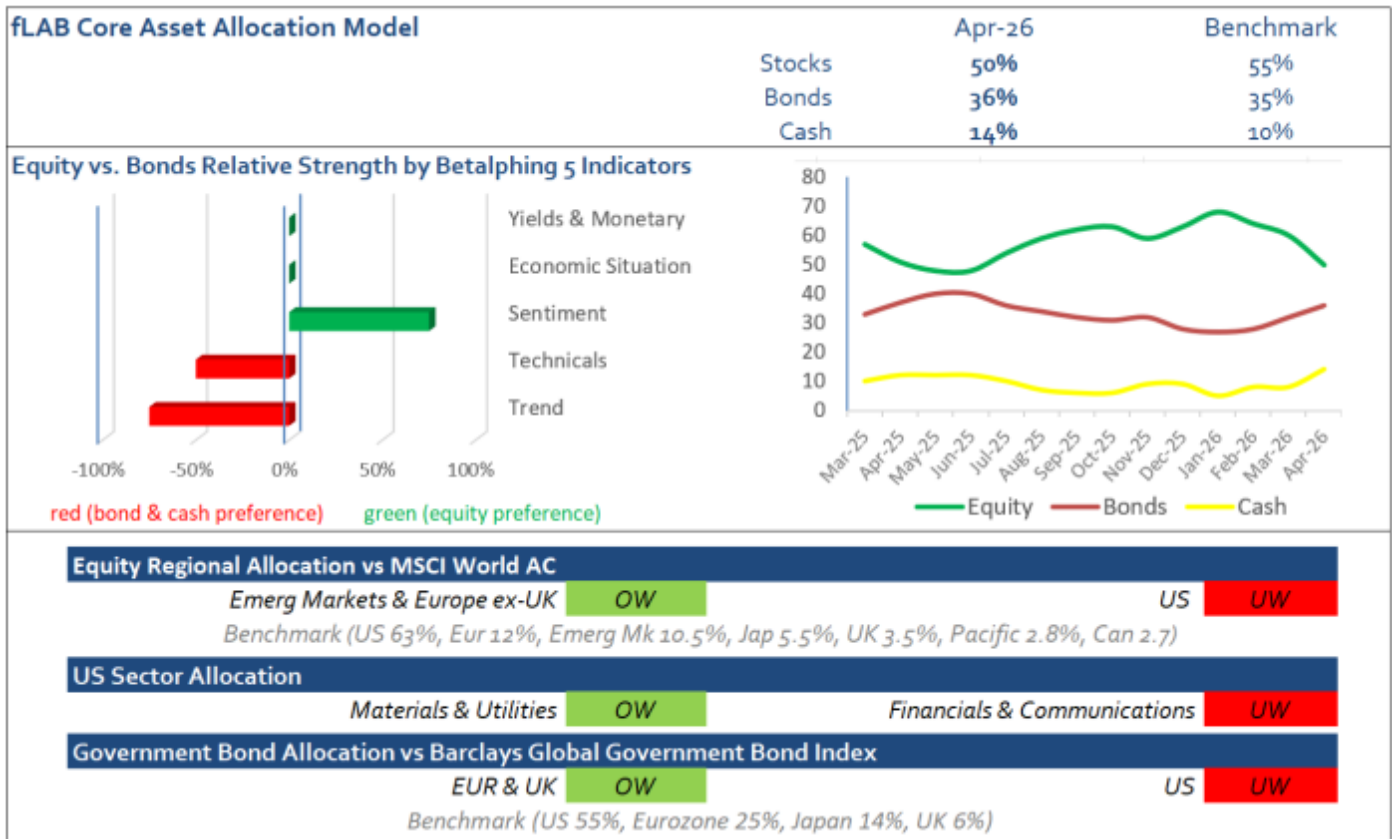
OVER WEIGHTS vs MSCI ACWI			UNDER WEIGHTS vs MSCI ACWI				
1	Devon Energy Corp	Energy	1,65%	Amazon.com Inc	Consumer Discretionary	-2,20%	
2	Jabil Inc	Information Technology	1,60%	Apple Inc	Information Technology	-2,08%	
3	Western Digital Corp	Information Technology	1,50%	Alphabet Inc	Communication Services	-1,81%	
4	CF Industries Holdings Inc	Materials	1,49%	NVIDIA Corp	Information Technology	-1,69%	
5	Edison International	Utilities	1,48%	Broadcom Inc	Information Technology	-1,50%	
6	Motorola Solutions Inc	Information Technology	1,46%	Tesla Inc	Consumer Discretionary	-1,14%	
7	Cencora Inc	Health Care	1,43%	JPMorgan Chase & Co	Financials	-0,88%	
8	Merck & Co Inc	Health Care	1,36%	Meta Platforms Inc	Communication Services	-0,86%	
9	NetApp Inc	Information Technology	1,20%	Eli Lilly & Co	Health Care	-0,81%	
10	Ameriprise Financial Inc	Financials	1,14%	Microsoft Corp	Information Technology	-0,80%	
11	Expedia Group Inc	Consumer Discretionary	1,12%	Berkshire Hathaway Inc	Financials	-0,74%	
12	Synchrony Financial	Financials	1,02%	Visa Inc	Financials	-0,57%	
13	Sysco Corp	Consumer Staples	0,98%	ASML Holding NV	Information Technology	-0,56%	
14	Cisco Systems Inc	Information Technology	0,96%	Costco Wholesale Corp	Consumer Staples	-0,50%	
15	3M Co	Industrials	0,90%	Mastercard Inc	Financials	-0,47%	
16	NVR Inc	Consumer Discretionary	0,90%	Chevron Corp	Energy	-0,46%	
17	Lululemon Athletica Inc	Consumer Discretionary	0,88%	Netflix Inc	Communication Services	-0,45%	
18	ACS Actividades de Constr	Industrials	0,86%	AbbVie Inc	Health Care	-0,43%	
19	Incyte Corp	Health Care	0,84%	Micron Technology Inc	Information Technology	-0,41%	
20	Expeditors International of	Industrials	0,84%	Procter & Gamble Co/The	Consumer Staples	-0,39%	
21	VICI Properties Inc	Real Estate	0,82%	Bank of America Corp	Financials	-0,37%	
22	OMV AG	Energy	0,80%	Advanced Micro Devices Inc	Information Technology	-0,36%	
23	Endesa SA	Utilities	0,80%	Palantir Technologies Inc	Information Technology	-0,36%	
24	American Express Co	Financials	0,76%	Caterpillar Inc	Industrials	-0,36%	
25	Exelon Corp	Utilities	0,76%	Coca-Cola Co/The	Consumer Staples	-0,35%	
			27,55%				-20,53%

Regarding our oldest fund, the **fLAB Core flexible mixed fund**, it has been able to withstand quite well the perfect storm of the combined stock and bond market decline this past month.

After a strong performance over the last 12 months, our USD Clean Share was at -0.66% in the year, at the end of the quarter, but has almost fully recovered up to +1.92 YTD (Apr 10th).

In this type of fund, which is undoubtedly more conservative than fLAB Equity, abrupt changes in direction are not advisable in situations like the one we're experiencing, which are completely external to its investment logic.

Our Asset Allocation for April is as follows:



In the medium term, the market isn't oversold at all, which makes it vulnerable to multiple downturns if the raw materials supply crisis triggers an economic slowdown.

Have a good second quarter and good luck out there.