



Review

The Fund's F Acc share class units returned 1.87% compared to the S&P 500 Index ETF return of 1.55% in sterling terms. The IA North American sector average return was 1.87%.

Three sectors drove February's performance: industrials, technology and materials all of which contributed positively to returns. The three biggest detractors of performance at the sector level were consumer discretionary, financials and consumer staples. The market was rocked by fears over how AI might disrupt companies and indeed whole sectors. The trouble started when Anthropic released its latest AI model, Claude CoWork which caused the software sector, which had already been weak, to sell off even more. This time however, the fear was not contained to the tech sector, other sectors like logistics and really any businesses with proprietary software came under scrutiny. One of our holdings, CH Robinson a logistics and trucking company was caught up in this when a claim was made that AI could replicate its software. The stock sold off but has since recovered most of the losses.

The question is whether these corrections are warranted or not. It's certainly the case that companies are not going to replace their systems of record, or the core part of their technology stack overnight with AI. There are far too many obstacles to that: cost, legal and regulatory issues and trustworthiness to name but a few, but the market is shooting first and asking questions later. It may not be happening today, but is it inevitable at some point in the future? If it is, there is an existential risk to some companies.

In this backdrop we were pleased to see our technology holdings perform well. Our tech holdings contributed 1.18% return vs the S&P tech sector being -0.66%. We do not have any exposure to software in the fund, which helped, and our tech stocks are beneficiaries of AI spend rather than being disrupted by AI. Other areas of strength were industrials, where our aerospace stocks performed well and materials, which was boosted by our gold and copper mining stocks.

Consumer discretionary has been an area that hasn't performed very well so far this year. One stock that we have recently bought and are very excited about is Warby Parker which is one of the very few players in the AI glasses space. The stock popped 17% on the day of their earnings call as investors became increasingly intrigued by this new product category. They have not yet announced a launch date, but we believe it could be as soon as April. They are partnered with Google and Samsung, and we are expecting big things from this first truly AI-native consumer product.



Capital at Risk – the value of investments can fall as well as rise and you may not get back what you invested

Past performance is not a reliable indicator of future results.

Market Outlook

We remain bullish for 2026, despite the considerable geopolitical uncertainty that abounds at the moment. Whilst we do not seek to downplay the seriousness of what is going on in the Middle East, markets tend to worry about these types of issues for a shorter period than many expect, and volatility tends to be episodic rather than bringing about a change in trend.

The economy is strong, many companies are reporting great numbers, and despite fears over AI, there are plenty of places to invest in the US market. We are at a key juncture for US investors, where the old guard mega cap tech companies are underperforming, and the cyclical parts of the market are outperforming. This is where the fund is focused and this is where we believe the best opportunities can be found.

Felix Wintle, Fund Manager, 28 February 2026

Data sources: Bloomberg.

Contact Details:

Fund Manager – Felix Wintle fwintle@tyndallim.co.uk
Head of Distribution – Theresa Russell trussell@tyndallim.co.uk



Capital at Risk – the value of investments can fall as well as rise and you may not get back what you invested

Past performance is not a reliable indicator of future results.

Disclaimer

WARNING:

All information about the VT Tyndall North American Fund ('The Fund') is available in The Fund's prospectus and Key Investor Information Document which are available free of charge (in English) from Valu-Trac Investment Management Limited (www.valu-trac.com). Any investment in the fund should be made on the basis of the terms governing the fund and not on the basis of any information provided herein.

The information in this Commentary is presented using all reasonable skill, care and diligence and has been obtained from or is based on third party sources believed to be reliable but is not guaranteed as to its accuracy, completeness, or timeliness, nor is it a complete statement or summary of any securities, markets or developments referred to. The information within this Commentary should not be regarded by recipients as a substitute for the exercise of their own judgement.

The information in this Commentary has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient and is published solely for informational purposes and is not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. In the absence of detailed information about you, your circumstances or your investment portfolio, the information does not in any way constitute investment advice. If you have any doubt about any of the information presented, please consult your stockbroker, accountant, bank manager or other independent financial advisor.

Capital at Risk- Value of investments can fall as well as rise and you may not get back the amount you have invested. Income from an investment may fluctuate in money terms. If the investment involves exposure to a currency other than that in which acquisitions of the investments are invited, changes in the rates of exchange may cause the value of the investment to go up or down. Past performance is not necessarily a guide to future performance.

Any opinions expressed in this Commentary are subject to change without notice and Tyndall Investment Management is not under any obligation to update or keep current the information contained herein. Sources for all tables and graphs herein are Valu-Trac Investment Management Limited unless otherwise indicated.

The information provided is "as is" without any express or implied warranty of any kind including warranties of merchantability, non-infringement of intellectual property, or fitness for any purpose. Because some jurisdictions prohibit the exclusion or limitation of liability for consequential or incidental damages, the above limitation may not apply to you.

Users are therefore warned not to rely exclusively on the comments or conclusions within the Commentary but to carry out their own due diligence before making their own decisions. Employees of Tyndall Investment Management, or individuals connected to them, may have or have had interests of long or short positions in, and may at any time make purchases and/or sales as principal or agent in, the relevant securities or related financial instruments discussed in this Commentary.

© 2026 Tyndall Investment Management.

Tyndall Investment Management is a trading name of Odd Asset Management. Authorised and regulated by the Financial Conduct Authority (UK), registration number 660915. This status can be checked with the FCA on 0845 730 0104 or on the FCA website (UK). All rights reserved. No part of this Commentary may be reproduced or distributed in any manner without the written permission of Tyndall Investment Management.

Investment Manager: 5-8 The Sanctuary, London, SW1P 3JS.



Capital at Risk – the value of investments can fall as well as rise and you may not get back what you invested

Past performance is not a reliable indicator of future results.