

White Brook Capital

*Investment Strategies Overview*

# Disclaimer

---

This presentation is strictly confidential and provided exclusively for the use of the person to whom White Brook Capital LLC has delivered it in connection with ongoing or intended discussions with White Brook Capital LLC.

By accepting this summary, the recipient agrees to keep its content confidential and not to disclose it to any third party without express written permission of White Brook.

This summary has been prepared solely for informational purposes and does not constitute an offer to sell or a solicitation of an offer to buy interests or any other securities.

An investment with White Brook Capital is speculative and involves significant risks. There can be no assurance that the strategy will achieve its investment objective or that there will be any return of capital.

Performance data reflect a composite of managed accounts and assume investment at inception and reinvestment of earnings. Returns are estimates calculated by White Brook Capital and are unaudited.

Past performance is not indicative of future results.

Additional information about White Brook Capital, including its Form ADV Part 2A brochure, is available upon request or at [adviserinfo.sec.gov](http://adviserinfo.sec.gov).

# The Firm

*Two decades of experience, three strategies, one set of principles.*

**01**

Firm at a glance

Three strategies, one philosophy

FIRM AT A GLANCE

# Two decades of long-only and long/short equity experience.



White Brook Capital is a long-only equity firm founded by Basil F. Alsikafi in 2016, building on prior roles managing risk and conviction across long/short, relative-value, and TMT-focused mandates from analyst to portfolio manager.

Basil F. Alsikafi  
FOUNDER & PORTFOLIO MANAGER

## CAREER ARC

2016 – Current	White Brook Capital Founder & PM • Long Only
2011 – 2016	MSF / Entrust Capital Analyst → Jr. PM • \$500mm L/S
2005 – 2008	BBT Capital Mgmt Global Telecom • \$2.0bn RV
2004 – 2005	Investment Banking Analyst, TMT

THREE STRATEGIES, ONE PHILOSOPHY

# Three pillars run on the same exclusionary principles.

## PILLAR I

### Ethical Large Cap Index

TAX EFFICIENT, PASSIVE, ETF-LIKE

---

Hand-built index of S&P 500 companies that pass our defense & vice analysis;

Has historically tracked the S&P 500 closely (since inception);

ETF-like fees, full transparency

## PILLAR II

### Small Cap Absolute Growth

SMALL, ACTIVE, LESS CORRELATED

---

Concentrated 1-30 positions in companies with market caps between \$50mm-\$500mm

Will hold high levels of cash

No management fee; performance fee on annual profits

Qualified clients only

## PILLAR III

### Ethical All Cap

ENDOWMENT-STYLE MANDATE

---

Endowment-style long-only across cap

Singles + ETFs + active cash;

1.25% expense ratio; low turnover,

Tax-efficient

# Exclusionary Principles

*The screen we apply across every strategy at the firm.*

## 02

The Problem

Our Answer

Exclusions

Identifying hidden exposure

Case Study - Cadence Design Systems

## THE PROBLEM

# Indiscriminate index investing makes investors silent partners in death, destruction, and vice.

The S&P 500 ETFs and mutual funds that most Americans rely on own every largest company by definition — including those whose growth is funded by weapons sales and use, predatory lending, and vice.

For investors who would not personally own these businesses, the passive vehicle silently does it on their behalf.

Defense systems & munitions

---

Tobacco

---

Alcohol

---

Gambling

---

Adult entertainment

---

Predatory & subprime lending

---

**and the suppliers who quietly enable them.**

OUR ANSWER

# An ethical large cap index, designed to replace your existing S&P 500 ETF

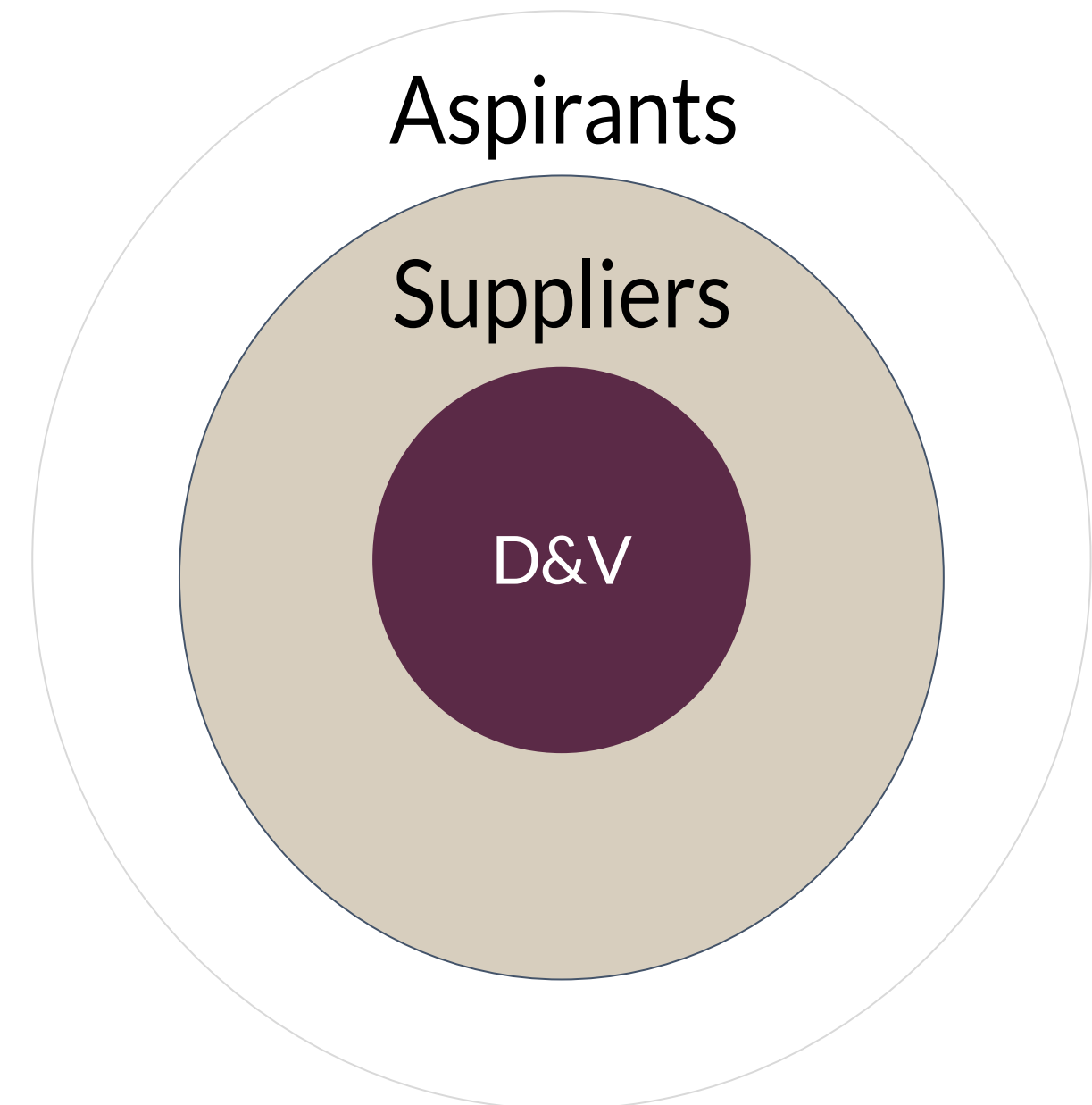
Index-tracking exposure to U.S. equities — without the ethical complexity of profiting from the military industrial complex or vice industries.

INCEPTION	MANAGEMENT FEE	CURRENT # OF HOLDINGS	CUSTODY
<p><i>May 1, 2025</i></p> <p>Separately-managed accounts</p>	<p><b>0.45%</b></p> <p>No performance fee, no minimum</p>	<p><b>263</b></p> <p>Diversified across all sectors</p>	<p>Charles Schwab</p>

## WHAT WE EXCLUDE

## Three levels of defense and vice exposure.

- **Defense & Vice Companies**  
Mainline defense contractors, alcohol, tobacco, gambling, adult entertainment, subprime lenders.
- **Defense & Vice Suppliers**  
Companies whose specialized products or services materially enable the above — even when categorized far more innocuously.
- **Defense & Vice Aspirants**  
Companies with disclosed or undisclosed exposure today but who are actively pursuing defense and vice as a future growth engine.



## METHODOLOGY

# We don't wait for a 10-K disclosure.

---

## Mainline activity (*easy*)

Direct revenue from defense, alcohol, tobacco, gambling, adult entertainment, or high-rate / subprime lending.

## Customization for illicit activity (*hard*)

A screw maker isn't excluded because their screw is used in a tank. They *are* excluded if they manufacture a special screw for tanks.

## Growth from illicit activity (*hard*)

HR listings, M&A activity, filings, and trade and investor presentations are mined to surface corporate strategy.

Companies don't always have to disclose. Even when they do, the rules are based on revenue. We care about profits.

## Continuous effort

We care. We strive for the best diligence available, adjust as companies adjust, and correct if we discover an error.

## IN ACTION — CADENCE DESIGN SYSTEMS

## Defense exposure most "ethical" indices miss, surfaced through fundamental analysis.

**STEP 1** Not categorized as Aerospace & Defense — and most peers include CDNS in their "ethical" indices.

*"As the digital transformation in aerospace and defense accelerates, we saw continued strength in this vertical as the U.S. Air Force and Army expanded their commitment to Cadence's solutions..."*

CDNS — Q3 '24 EARNINGS CALL

**STEP 2** M&A activity raised suspicion — the Intrinsix acquisition's low price relative to CDNS signaled a *capability* tuck-in.

*"We strengthened our collaboration with GlobalFoundries through a significant expansion of our EDA and system solutions... for aerospace and defense."*

CDNS — Q1 '24 EARNINGS CALL

**STEP 3** Deal materials and earnings calls repeatedly cite expansion in aerospace and defense as a strategic priority.

*"The integration has gone well and we have added nearly 100 new logos, including competitive wins... notably in aerospace and defense."*

CDNS — Q4 '22 EARNINGS CALL

**DECISION** Excluded. Cadence customizes its EDA and systems offerings to make them better for defense customers to make their missiles more effective — a defense company by another name.

# Ethical Large Cap Index

## Strategy

*Index-like returns, without the cost to conscience.*

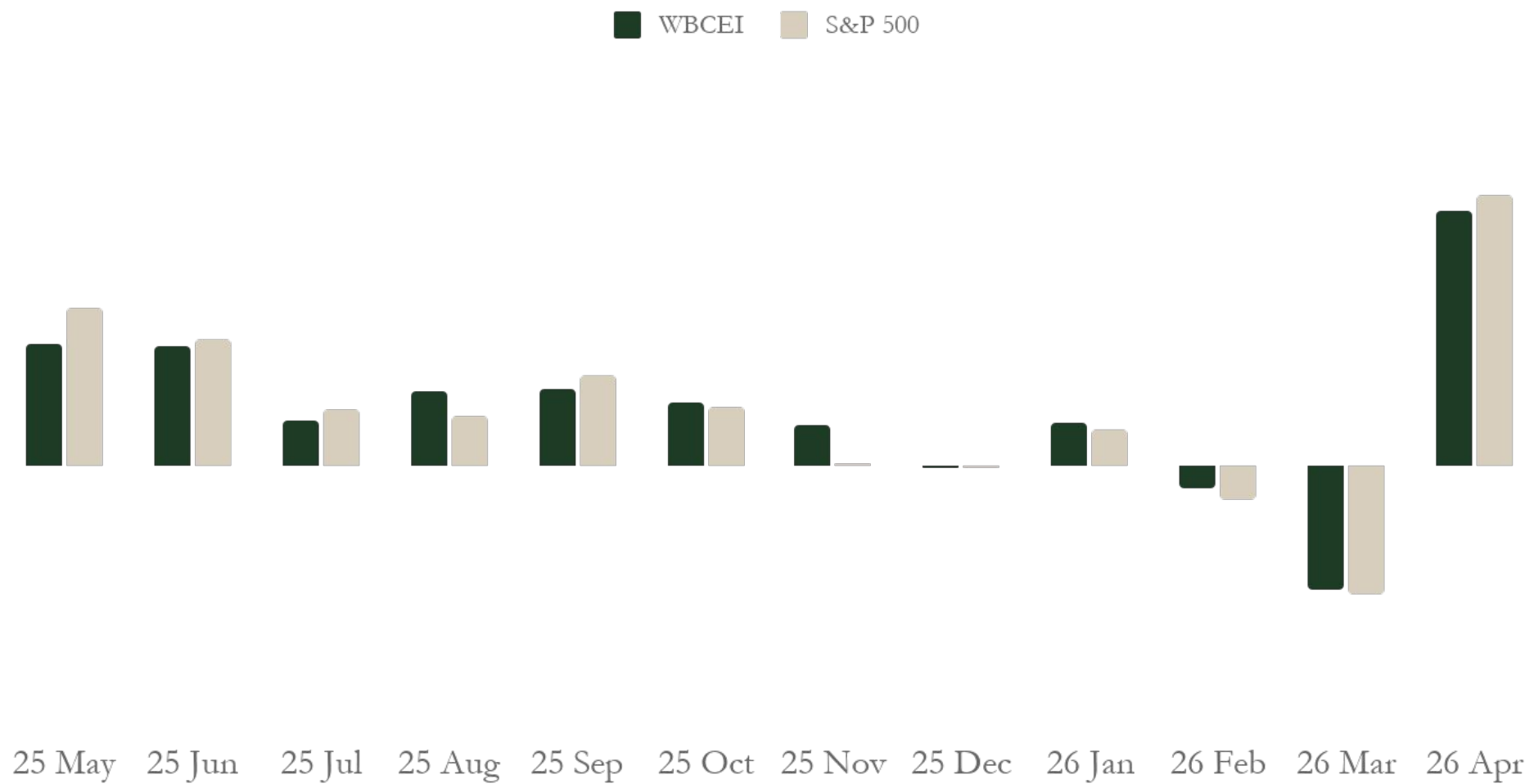
Performance vs S&P 500

Sector Exposure

03

PERFORMANCE · MAY 1, 2025 — APRIL 30, 2026

# Net of fees, the WBC Ethical Large Cap Index has tracked the S&P 500.



	2025		2026	
	WBCEI	SPX	WBCEI	SPX
May	4.74%	6.15%	Jan	1.70% 1.45%
Jun	4.68%	4.96%	Feb	-0.84% -1.30%
Jul	1.76%	2.17%	Mar	-4.81% -4.98%
Aug	2.89%	1.91%	Apr	9.93% 10.49%
Sep	2.99%	3.53%	YTD	5.52% 5.70%
Oct	2.43%	2.27%		
Nov	1.62%	0.13%		
Dec	-0.06%	-0.05%		
PF 2025	22.98%	22.93%		

Reflects the actual results of the first account invested. Performance, net of all fees. Past performance is no guarantee of future results.

Source: WBC, S&P.

## PORTFOLIO COMPOSITION

263 holdings, market-cap weighted, rebalanced annually.

SECTOR	WBCEI	vs S&P
Info Technology	30.0%	(5.0%)
Comm Services	15.8%	4.8%
Fin Services	14.6%	2.6%
Healthcare	10.7%	2.2%
Cons Cyclical	9.0%	(1.0%)
Cons Defensive	5.2%	0.3%
Industrials	3.5%	(5.3%)
Utilities	2.6%	0.3%
Energy	2.3%	(1.2%)
Real Estate	2.1%	0.2%
Materials	1.9%	0.0%

04

# Small Cap Absolute

## Growth

*Concentrated small cap*

Strategy and philosophy

Performance

## STRATEGY &amp; PHILOSOPHY

# A widely under-followed corner of the market, worked stock by stock.

Small and microcap investing — \$50mm to \$500mm in market cap — is lightly covered, often unprofitable, and a source of outsized returns when a company succeeds.

Venture investing in public markets. We focus on companies with upside measured in 100s of percent. From growth to deep value, from fast growers to net nets but with a focus on trustworthy management and a fundamentally sound business model..

For medium- and long-term holdings, we engage deeply with management as a trusted, arm's-length advisor.

Position turnover is higher in this strategy and while still better than most small cap strategies, higher than other White Brook Capital strategies.

---

INCEPTION	January 2025
-----------	--------------

---

CAP RANGE	\$50mm - \$500mm
-----------	------------------

---

HOLDINGS	1-30 (currently 13)
----------	---------------------

---

FEES	0% mgmt + 20% on profits
------	--------------------------

---

STRUCTURE	Separately Managed Accounts
-----------	-----------------------------

---

CUSTODIAN	Interactive Brokers preferred, Schwab
-----------	---------------------------------------

---

CAPACITY	\$20mm
----------	--------

---

ELIGIBILITY	Qualified Clients only
-------------	------------------------

---

PERFORMANCE, NET OF FEES

+145.26% in 2025, the Strategy's first full year.

2025	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
Small Cap Abs.	61.87%	49.07%	(12.56%)	(10.42%)	26.76%	5.35%	(3.25%)	(10.01%)	15.33%	(2.58%)	17.81%	(15.70%)	145.26%
S&P 500	2.70%	(1.42%)	(5.75%)	(0.76%)	6.15%	4.96%	2.17%	1.91%	3.53%	2.27%	0.13%	(0.05%)	16.39%
Russell 2000	2.62%	(5.35%)	(6.81%)	(2.31%)	5.34%	5.43%	1.74%	7.13%	3.11%	1.81%	0.96%	(0.58%)	12.79%

2026 YTD	JAN	FEB	MAR	APR	YTD
Small Cap Abs.	19.81%	(3.27%)	(14.99%)	9.05%	7.42%
S&P 500	1.37%	(0.87%)	(5.09%)	10.42%	5.31%
Russell 2000	5.39%	0.80%	(5.01%)	12.28%	13.32%

Chart reflects returns of actual account invested (after 20% performance fee, high-water mark basis). All accounts are invested in similar concentration, and traded in unison. Past performance is no guarantee of future results.

## HOLDINGS &amp; POSITIONING

# A concentrated book, currently overweight healthcare.

## TOP 5 HOLDINGS

Codexis	CDXS
Jakks Pacific	JAKK
Perma-Fix Environmental Services	PESO
Rapid Micro Biosystems	RPID
Sanara MedTech	SMTI

## CURRENT POSITIONING

Overweight healthcare, meaningful sector-specific risk, but avoiding potential economic slowdown in United States.

Cash held above index averages, but well below 2025 peaks.

Investment timelines have shortened; up- and downside volatility in small cap is elevated.

Appropriate only for qualified investors who can absorb significant principal loss.

# Ethical All Cap

*Endowment-style U.S. equity, without style or cap constraints.*

Strategy and philosophy

Performance

05

## STRATEGY &amp; PHILOSOPHY

# Endowment-style U.S. equity exposure — ETFs and singles, no style or cap box.

A somewhat diversified U.S. equity book prioritizing *preserving wealth* first, then seeking to outperform the S&P 500 by investing in attractive risk/reward opportunities.

Each single-security investment undergoes fundamental research and our *BENCH* analysis focused on investing in companies that provide products and services that are the best, easiest, necessary, or most cost effective, while also being properly incented or have established a culture to work for shareholders (heart).

ETFs round out exposure when attractive.

Same exclusionary screen

INCEPTION	July 2025
MANDATE	All-cap, all-style U.S. equity
HOLDINGS	Concentrated singles + ETFs
CASH	Active position; no constraint
TURNOVER	Low — tax-efficient
EXPENSE RATIO	1.25%
STRUCTURE	Separately Managed Accounts
CUSTODIAN	Charles Schwab

HOLDINGS & WHAT MAKES IT DIFFERENT

# ETFs, single stock investments, cash and an ethical core.

TOP 5 HOLDINGS

Cash	—
Builders FirstSource	BLDR
Alphabet	GOOG
JB Hunt Transport Services	JBHT
Rapid Micro Biosystems	RPID

*As of 12/31/2025.*

UNIQUENESS

Exposure to the country’s smallest companies and its largest, with the freedom to hold elevated cash.

# Investing With Us

06

*Aligned terms, transparent reporting, no minimum.*

## CLIENT-FRIENDLY ECONOMICS

# Direct access — or seamlessly through your existing advisor.

All strategies can be invested in directly with White Brook Capital or seamlessly with other Schwab custodied advisors.

We will also work with your trusted advisor who custodies elsewhere.

## PILLAR I

## Ethical Large Cap Index

TAX EFFICIENT, PASSIVE, ETF-LIKE

Hand-built index of S&P 500 companies that pass our defense & vice analysis;

Has historically tracked the S&P closely (since inception);

ETF-like fees, full transparency

## PILLAR II

## Small Cap Absolute Growth

SMALL, ACTIVE, LESS CORRELATED

Concentrated 1–30 positions in companies with market caps between \$50mm–\$500mm

Will hold high levels of cash

No management fee; performance fee on annual profits

Qualified clients only

## PILLAR III

## Ethical All Cap

ENDOWMENT-STYLE MANDATE

Endowment-style long-only across cap

Singles + ETFs + active cash;

1.25% expense ratio; low turnover,  
Tax-efficient

## RISKS TO CONSIDER

## Material risks every prospective investor should weigh.

- 
- |   |   |
|---|---|
| <p><i>i.</i>    General investment risk<br/>Deterioration in the financial markets generally — falling equity values, liquidity stress, dislocations.</p>   | <p><i>ii.</i>   Strategy risk<br/>Failure of the manager's investment strategy or methodology to achieve its stated objective.</p>  |
| <p><i>iii.</i>   Institutional risk<br/>Counterparty failures and the financial difficulty of brokerage firms, banks, and other custodial institutions.</p> | <p><i>iv.</i>    Concentration risk<br/>Holding a limited number of positions may increase volatility and the impact of any single investment on overall portfolio performance.</p>                                   |
| <p><i>v.</i>     Operational risk<br/>Day-to-day risks including process, systems, and human error.</p>   | <p><i>vi.</i>    Tax risk<br/>Considerations arising from the operation of an investment vehicle including capital gains recognition, wash sale rules, and the impact of portfolio turnover on after-tax returns.</p> |
-

WHITE BROOK CAPITAL

---

*Investing without the cost to  
conscience.*

BASIL@WHITEBROOKCAPITAL.COM

WWW.WHITEBROOKCAPITAL.COM