



75 Montgomery Ferry Drive
Atlanta, GA 30309
917-709-9663
fourthwardllc.com

August 6, 2026

Dear Investors and Interested Parties,

Year-to-date through July 31st, Fourth Ward generated a **15.5%*** return compared with **9.3%** for the S&P 500 Index (including dividends). We generated this performance with average exposure of 53%. We are up 52%* since the inception of Fourth Ward in January 2024 with average long exposure of 53%. We generated a 1.1% return in July compared with -0.1% for the S&P. We have \$30.5 million in assets under management. Our current portfolio has a weighted average P/E of 13.5x and a weighted average dividend plus repurchase yield of **5.7%**.

We are very pleased with our performance, both absolute and relative this year, especially in light of significant market rotation among sectors, very often daily. Our top exposure is to Information Technology and Communication Services. With the violent rotation away from the chip and hardware sectors we have concentrated our technology bets among the hyperscalers (primarily GOOGL and MSFT) and the cheap, beaten-up software companies. ADBE (2.8% position), for example, had a good month in July, up 22%. ADBE trades at 9x next year's EPS with 9% projected sales growth, a PEG of 1x. Over the last 12 months ADBE repurchased 9% of shares.

The market is pricing in close to 2 rate hikes through the remainder of the year. Our second largest sector exposure is to financials and insurance companies which should benefit under a higher interest rate scenario. They trade at a 10x average forward P/E multiple and a 7% average dividend plus repurchase yield.

We don't envision Middle East events being resolved soon (unfortunately). Our Energy exposure is nearly 7% or 2x the S&P exposure. These companies fit our value-oriented model with a focus on returning cash to shareholders. They have an 11x average forward P/E and 5% dividend plus repurchase yield.

We will continue to look for growing companies generating cash and selling at reasonable valuations.

Please reach out to us with your questions and interest.

Best,

Michael Messner
Beth Reynolds



*Performance for Fourth Ward Capital Partners, L.P. (the “Fund”) is presented on a total return basis (without provision for federal or state income taxes) including all interest, accrued income, realized and unrealized gains or losses, and is net of all execution costs. Performance is net of all applicable advisory fees and expenses. Performance figures include the reinvestment of dividends and income. Monthly and 2026 performance is estimated. Past performance does not guarantee future results. Individual results may vary based on the timing of contributions and withdrawals.

Sector	Market Value (\$)	% of Portfolio (NLV)
Financials	\$3,664,185	12.0%
Information Technology	\$3,872,407	12.7%
Communication Services	\$1,526,642	5.0%
Energy	\$2,077,426	6.8%
Health Care	\$587,036	1.9%
Consumer Staples	\$308,980	1.0%
Materials	\$482,859	1.6%
Gold/Commodities	\$444,552	1.5%
Diversified Equity ETFs	\$3,997,625	13.1%
Cash	\$13,600,122	44.5%
TOTAL	\$30,561,834	100.0%