Validus US Equity Cost-Effective Tail Protection and Overlay

VALIDUS

I. Validus S&P 500 Cost-Effective Tail Protection Overlay

This Strategy holds a core long position in the S&P500 Total Return Index and additionally purchases the Validus Put Protection Strategy in an equal notional.

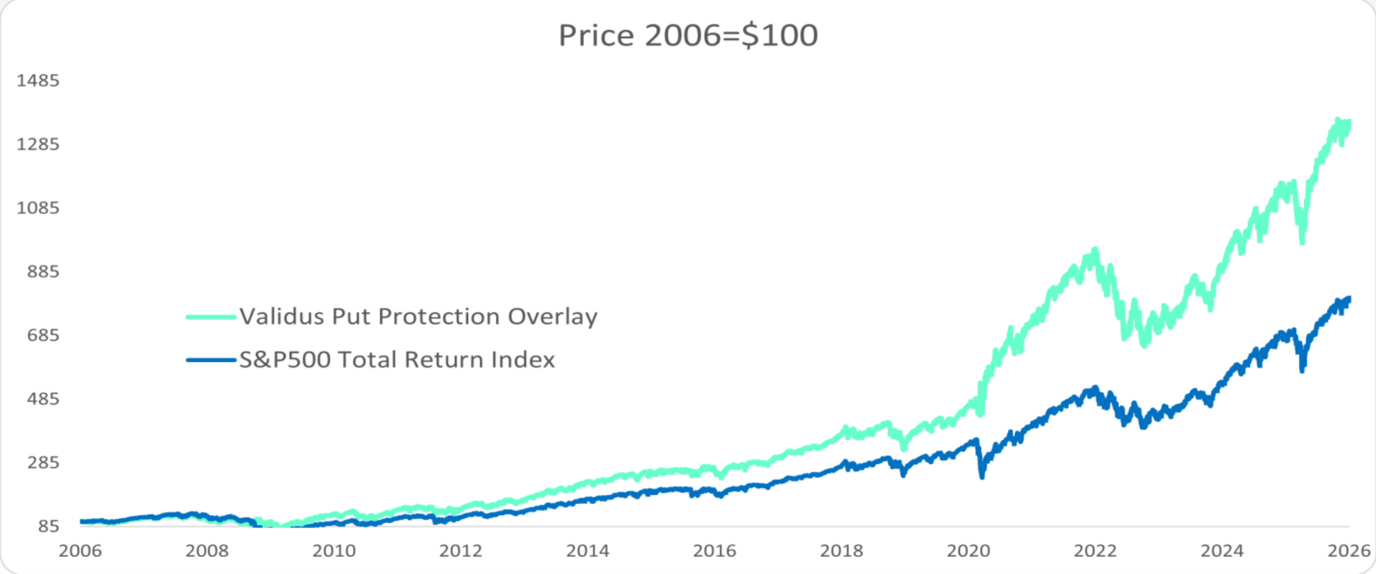
After initiation, the strategy rebalances the allocation between the S&P500 TR and the Cost-Effective Tail Protection Overlay if either of the respective weights deviates by more than 7%.

This approach helps crystalize the performance of the “tail”-like put protection strategy and generate superior risk-adjusted returns over the long-term while reducing drawdowns.

Performance Statistics

January 13, 2026

Name	Period Return	Annual Return	Annual Volatility	Info Ratio	Max Drawdown	Longest Drawdown
SPTR Overlay	1259.8%	13.97%	20.3%	0.69	-42.0%	619
S&P 500 Total	704.9%	11.02%	19.5%	0.565	-55.3%	1128



Annual Returns

Name	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
SPTR Overlay	11.7%	1.1%	-12.9%	24.0%	11.3%	1.9%	19.7%	37.3%	12.9%	4.3%	
S&P 500 Total	13.9%	5.5%	-37.0%	26.5%	15.1%	2.1%	16.0%	32.4%	13.7%	1.4%	
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
SPTR Overlay	11.7%	23.7%	-7.6%	35.0%	58.7%	30.1%	-25.9%	28.3%	23.5%	19.5%	1.9%
S&P 500 Total	12.0%	21.8%	-4.4%	31.5%	18.4%	28.7%	-18.1%	26.3%	25.0%	17.9%	1.5%

Period Returns

Name	YTD	1M	3M	6M	1Y	3Y	5Y	10Y	All
SPTR Overlay	1.85%	0.75%	2.01%	10.91%	21.67%	24.63%	13.66%	17.86%	13.97%
S&P 500 Total	1.48%	1.19%	3.74%	12.16%	19.63%	23.81%	15.19%	15.21%	11.02%

Source: Bloomberg, Validus. Note: Validus Strategy figures do not include fees.

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II. Validus S&P 500 Cost-Effective Tail Protection Strategy

The strategy systematically purchases puts on the S&P500 index with maturities of 3 months or less.

The strategy aims to generate performance during extreme market drawdowns with minimal negative carry during period of risk-on.

Performance Statistics

January 13, 2026

Name	Period Return	Annual Return	Annual Volatility
Put Protection Strategy	50.4%	2.07%	7.2%
	Information Ratio	Max Drawdown	Longest Drawdown
	0.286	-15.6%	1424

Annual Returns

Name	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
Put Protection Strategy	-2.3%	-4.7%	31.8%	-2.5%	-3.7%	-0.3%	3.1%	5.4%	-0.4%	3.2%	
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Put Protection Strategy	0.0%	2.0%	-3.6%	2.9%	25.7%	1.1%	-8.9%	-0.7%	-1.8%	2.0%	0.4%

Period Returns

Name	YTD	1M	3M	6M	1Y	3Y	5Y	10Y	All
Put Protection Strategy	0.37%	-0.48%	-1.78%	-1.12%	2.41%	-0.03%	-1.62%	1.57%	2.07%

Source: Bloomberg, Validus. Note: Validus Strategy figures do not include fees.

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