MAIN®
MANAGEMENT, LLC

Q2 2026 – MAIN MANAGEMENT ALL ASSET STRATEGY

As it did in Q1, the All Asset Strategy outperformed the 70/30 benchmark in Q2. While equities moved broadly higher, the fixed income space faced a few more challenges as an unexpectedly hawkish FOMC meeting in June resulted in rates moving up and weighing on bonds. The result was a meager return for the Bloomberg US Aggregate Bond Index. On the other hand, international equities continued their solid performance, but we saw some marked divergence as Emerging Markets handily outperformed Developed Markets in Q2 after being pretty evenly matched in Q1. The result is that EM finished Q2 up around +24%, while DM trailed at +11% and the U.S. landed between the two, up around +15%. Our shorter-duration fixed income position again performed better than the longer-dated US Agg Bond Index.

We did not make any changes to the portfolio in the second quarter, maintaining our slight overweight to international equities relative to the benchmark. We still believe international equities provide exposure to an under-owned, attractively valued diversifier, trading at a meaningful discount to U.S. equities with multiple potential catalysts – including P/E expansion, solid EPS growth expectations. Within our international equity allocation, we have positioned our International strategy (available in ETF format: INTL) to be overweight Emerging Markets with favorable EPS growth forecasts and the potential for P/E expansion. International equities currently trade at roughly 14x versus U.S. Large Cap Value (which has similar sector exposure) at 17.9x, which implies meaningful upside if that spread reverts toward historical levels. We also held steady in our fixed income allocation, where the duration and maturity remain below benchmark in order to better balance interest-rate sensitivity while still maintaining solid credit quality, with a yield boosted by distributions from the Main BuyWrite ETF (BUYW). (All valuation metrics per FactSet Data.)

We consider this strategy to be a comprehensive, diversified portfolio that has historically generated attractive long-term, risk-adjusted returns. Our international exposure skews a bit more towards Emerging Markets relative to the benchmark, and our position in the Main BuyWrite ETF has provided some additional volatility management. We continue to focus on the cost and tax-aware delivery of a globally diversified strategy. Attached, please find the updated fact sheet with a comparison to the Morningstar US World Allocation Category and the 70% MSCI All Country World Index / 30% Bloomberg US Aggregate Bond Index benchmark. We encourage our current and prospective investors to contact us with any questions regarding individual ETFs or our overall asset allocation.

Sincerely,

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CEO and Portfolio Manager

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