MM Fund

Spartan Fund Management

June 2026

Spartan Overview

Established in 2006, Spartan Fund Management is an investment fund manager that specializes in providing a broad selection of alternative investment solutions that meet a variety of investment needs. We believe that niche, non-conventional investment strategies tend to outperform more traditional strategies and/or add needed diversification. We also believe that alternative investment strategies provide better risk-return opportunities for investors than do conventional strategies. Spartan accesses alternative investment strategies either through internal investment teams or by way of feeder funds that invest in existing funds that are

Fund Overview, Objectives and Strategy

The MM Fund invests utilizing a "core and more" approach. The core portfolio consists of sustainable high yielding or dividend paying Canadian equity securities and, to a lesser extent, real estate investment trusts, convertibles, debt securities, preferred shares and U.S. equity securities.

The "more" consists of equity and debt, plus potentially warrants, small and micro capitalization stocks, that will likely have more volatility but a higher potential for capital gains. We will focus on inexpensive secular growth securities or beaten down stocks that have turnaround potential, because of new management, or because of an improvement in their macro-economic factors. We may also look to shorter-term event driven trading opportunities around, for instance, earnings, politics, war, famine, scandal, seasonality, apathy, etc.
Investments will mostly be made in Canadian equity securities and, to a lesser extent, debt securities and U.S. equity securities. The holdings in the core portfolio will typically be held for longer periods.

Monthly Performance[1]

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	TSX
2026	+8.26%	+4.17%	-8.08%	+8.94%	+1.28%	-3.20%							+10.72%	+10.99%
2025	+0.10%	-3.72%	-0.98%	-1.01%	+5.58%	+5.79%	+3.44%	+7.49%	+8.27%	+7.85%	0.00%	+5.85%	+45.03%	+31.68%
2024	+4.92%	+2.96%	+9.00%	+0.15%	+1.33%	-3.66%	+5.50%	-2.01%	+2.20%	+1.86%	+3.89%	-1.81%	+26.39%	+21.65%
2023	+8.37%	-1.63%	+0.54%	+0.14%	-4.57%	+1.09%	+8.38%	-0.71%	-2.92%	+1.32%	+5.11%	+1.80%	+17.27%	+11.75%
2022	-1.14%	+2.95%	+2.21%	-4.78%	+0.92%	-9.33%	+6.18%	-2.52%	-6.53%	+8.34%	+0.98%	-3.18%	-7.13%	-5.84%
2021	+7.45%	+6.55%	+0.57%	+1.94%	-0.44%	-1.26%	-1.95%	+1.25%	-1.02%	+3.58%	-3.25%	+1.29%	+15.09%	+25.09%
2020	+0.30%	-7.54%	-23.34%	+19.79%	+11.07%	+4.95%	+8.08%	+3.50%	-2.21%	+2.85%	+10.98%	+11.25%	+37.90%	+5.60%
2019	+8.01%	+7.55%	+4.14%	+0.83%	-4.33%	+1.10%	+0.95%	-4.72%	+1.49%	+1.76%	+3.43%	+1.91%	+23.54%	+22.88%
2018	+0.20%	-2.07%	-1.86%	+1.99%	+1.54%	-0.22%	+0.29%	-1.24%	-1.29%	-9.57%	-4.79%	-6.07%	-21.32%	-8.89%
2017	-0.72%	+1.54%	+0.68%	+5.44%	+4.30%	+1.41%	-1.65%	-0.67%	+1.45%	+2.38%	+2.80%	+0.61%	+18.79%	+9.10%
2016	-6.98%	+5.47%	+4.15%	+0.68%	+3.53%	+0.50%	+0.97%	+5.78%	+3.49%	+3.17%	+1.08%	+1.73%	+25.52%	+21.08%
2015							-2.26%	-7.08%	-4.17%	+7.06%	+3.69%	+1.56%	-1.87%	-9.93%

Statistics[1]

	MM Fund	TSX
Cumulative Return (since inception)	398.91%	229.18%
Annualized Compound Return	15.80%	11.44%
Last 12 Months Return	52.17%	32.67%
Sharpe Ratio	0.90	0.90
Avg. Monthly Gain	3.83%	2.86%
Avg. Monthly Loss	-3.78%	-2.80%
Max. Drawdown	31.03%	22.25%
Annualized Std. Deviation	17.57%	12.78%
% of Winning Months	67.42%	66.67%
Correlation	0.78	

Fund Information

RSP Eligible?	Yes
Minimum Investment	$500
Invest/Redeem Frequency	Weekly
Short Term Trading Fee	2% if < 30 days
Redemption Notice	1 day
'A' Class Fees (SPA520)	2.00% pa
'F' Class Fees (SPA521)	1.00% pa
Incentive Fee	10%
Hurdle	TSX Total Return Index

Service Providers

Advisor	Spartan Fund Management Inc.
Custodian	Laurentian Bank Securities
Auditor	Deloitte LLP
Administrator	SGGG Fund Services
Legal Counsel	Borden Ladner Gervais

NAV/Unit

- Class A	445.3662
- Class F	498.9062

[1] *Performance numbers are net of management and performance fees for the period commencing July 15, 2015 for the Class F units, but do not take into account early redemption fees if investments are held less than 1 year. Returns and statistics for other classes are available on request. '**Monthly**' returns are simple returns and are not annualized. '**Annualized Std. Deviation**' is the standard deviation, which measures the amount of variability of returns that has historically occurred relative to the average return. '**Max. Drawdown**' is the maximum percentage decline, from the highest point to the lowest point. '**Sharpe Ratio**' is the Annualized Compound Return divided by the Annualized Std. Deviation, both measured since inception. **Correlation** measures the degree to which two securities move in relation to each other.*

Monthly Commentary

The big news in June was the signing of the Memorandum of Understanding to end the Iran war. Although the ceasefire has been fragile, shipping of oil, natural gas, fertilizer etc. has resumed. Oil prices have plunged -33% since mid-May, benefitting consumers and companies. The U.S. 10-year bond yield also fell -20 bps in synch with oil, as lower oil prices generally mean lower inflation, benefitting borrowers and investors.

The new U.S. Federal Reserve Chair, Kevin Warsh, came out guns blazing as an inflation hawk in his first meeting. He suggested he wouldn't hesitate to raise rates quickly if needed. Ironically, long bond yields fell as bond holders feel the new Fed chair will protect their capital as he reiterated his commitment to bring down inflation.

He is not a fan of dot plots or forward guidance. He has since said he thinks the "Fed should get back to first principles" and simplify their process with less forward guidance, "spoon-feeding", so they can "get policy right". He also wants to use new data sources to understand what's happening in the economy in real time.

Warsh thinks monetary policy should work mainly through interest rates, rather than the big balance sheet, as this is fairest to the public. Expanding balance sheets (i.e. QE or money printing) helps the rich by inflating asset prices. In turn, this exacerbates wealth inequality by increasing the value of wealthy investors' assets while poor people face higher prices on a fixed budget.

Finally, he thinks "at least for the United States it's a time of high opportunity…never been more optimistic" referencing opportunities around AI and its effect on increasing productivity.
Bottom line: if Fed Chair Warsh succeeds in bringing down inflation, the economy, borrowers, and investors should benefit from lower inflation and rates.

MM was hurt by our gold and mining holdings in June, as gold prices plunged $US 540 (-12%). However, gold is already up $160 in July, and the Fund should continue to benefit as we enter the seasonally strong September period for gold, and as Middle East buying resumes with the ramping up of normal business there.

Bitcoin in contrast is down -20% in June, and -53% since last October, while gold hit record highs just in March. Bitcoin is still not considered a reserve asset by central banks, while gold has benefitted from aggressive central bank purchases over the last 5 years. There were 244 metric tonnes ($US 33 billion) of purchases by central banks in the first quarter of 2026.

Investor Contacts:

Gary Ostoich
416-601-3171
gostoich@spartanfunds.ca

Ed Sollbach
416-601-5607
esollbach@spartanfunds.ca

Paul Patterson
416-601-3175
ppatterson@spartanfunds.ca

Advisor Contact:

Brent Channell
416-601-3172
bchannell@spartanfunds.ca

Spartan Fund Management Inc.
150 King St. W., Suite 200
Toronto, ON M5H 1J9
www.spartanfunds.ca