

**Fanvestments Corporation**  
*Global Investments - Global Returns*  
Invest today, Build Wealth Forever

FVAM Fund Quarterly Portfolio Report  
Q2 - 2025

***Fanvestments Alternative Investment Fund (FVAM)***

This Report describes the Fanvestments Alternative Investment Fund (the "Fund", "FVAM"). Fanvestments Corporation (the "Management"), a Rhode Island S-Corporation, serves as the Fund's Management Business. The following summary highlights information about the fund, during the 2nd Quarter of 2025 & into Q3-2025, and info about the fund's investment strategy and expectations. Except where the context otherwise requires or indicates, in this report, (i) "Fanvestments," "the Business," "we," "us", "Firm", "management" and "our" refer to Fanvestments Corporation and/or owner, and its Primary offering, with respect to FVAM, a private Alternative Investment Fund, referred to as "the Fund", "the portfolio", or "FVAM".

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## **PRINCIPAL INVESTMENT STRATEGY**

The FVAM Fund is a diversified, equity long-bias portfolio primarily investing in individual stocks and ETFs, with limited hedging and occasional exposure to commodities, fixed income, and currencies. FVAM has a dual goal of capital appreciation AND preservation, targeting strong returns while applying a layer of defense to handle all types of economic and global financial cycles and market volatility. The fund employs multiple strategies, including fundamental research (earnings, revenue, growth, valuation), technical analysis (charts, price action, trends, overbought/oversold indicators), as well as a macro environment overlay. Other strategies, more of a focus within a sector, such as biotech, looking for companies that are trying to find cures/preventions for major diseases. Within Technology, to find innovation helping to disrupt and shape the future, such as AI, Big Data, Cloud, Security, Analytics, FinTech (financial technology). The fund prioritizes price and returns over timeframes ("PriceFrame") but expects to hold core investments for the mid-to-long term.

The fund is an actively managed portfolio with a blended investment approach, focusing on Growth at a Great Value, "Growth-on-Sale," employing a "buy the blood" (buy low, sell high) strategy as its core philosophy. It seeks opportunities in event-driven scenarios, including potential buyouts, mergers, FDA approvals, momentum, fund flows, and unusual options activity. The fund aims to be a high-quality investment vehicle, complementing a traditional 60-40 portfolio while striving to outperform both it and comparable hedge funds. FVAM prioritizes low market correlation for independent returns and incorporates protective measures against market volatility and crashes to ensure stability, avoiding a high-risk "YOLO" approach. Hedging and short exposure are minimal, primarily using options (e.g., index/ETF options, positional/sector hedges, or bond/fixed-income exposure) rather than direct short selling. Risk management is emphasized through diversification, position sizing, asset allocation, and continuous monitoring of positional exposure relative to portfolio risk. The fund also employs performance monitoring, regularly analyzing volatility and daily performance statistics to maintain stability and investor confidence.

The FVAM Fund is an "all-weather" investment vehicle designed to thrive across diverse economic and market cycles, capturing upside potential while mitigating major selloffs. Unlike thematic funds, FVAM employs diversified, risk-sensitive strategies suitable for investors of all ages, addressing the fear that prevents many from participating in the wealth-building potential of the stock market. It aims to outperform conservative 3-4% fixed-income investments, offering a bolder yet stable alternative. FVAM is "market neutral," not aiming to mirror any index, ETF, or market timing, and instead focuses on creating a unique portfolio with assets handpicked by Fanvestments Management. This approach ensures reduced market correlation and lower volatility compared to major indices like the S&P 500, which serves as a performance barometer but not a direct benchmark. The fund's strategy integrates high portfolio quality, continuous analysis, and relentless financial market research, combining technical analysis for timing, fundamental analysis for valuation, and macro research to identify global trends and assess market risk. FVAM emphasizes rigorous risk and allocation management, ongoing performance metric analysis, and a commitment to perpetual improvement for consistent, investor-friendly outcomes.

**Make the Money - Make More Money, Don't lose the Money .**

## Q2 Highlights

In Q2 2025, the FVAM Fund delivered an impressive +15% return, with monthly gains of +4.3% in April, +4.1% in May, and +6.6% in June, outperforming the S&P 500's +10.2% for the quarter. Following a strong 2024 with a +17.9% return, FVAM continued its momentum into Q3, gaining +7% for the quarter, through mid-August. Year-to-date through mid-August, FVAM's Net Client Return (NCR) stands at +17.6%, surpassing the S&P 500's +9.9% by over 7 points and outperforming 80% of ~45 tracked indexes/sectors by an average of 8%. The fund's Sharpe Ratio, a measure of risk-adjusted return, is an exceptional +3, compared to the S&P 500's +1.5 and the Barclays equity-long bias hedge fund's up +8.6% through July (versus FVAM's +14.7%). FVAM is also more than doubling the performance of a 60/40 stocks/bonds portfolio (+8%), the Dow Jones (+7.3%), and the small-cap IWM ETF (+6%). While the ACWX ETF (global ex-US stocks) returned +22% and Cathie Wood's ARKK fund gained +34%, ARKK's one-year Sharpe Ratio is only +1.4, reflecting higher volatility. Although FVAM does not aim to mirror the S&P 500's performance, assets, or timing—employing a multi-cap, multi-strategy approach with mixed-asset exposure, risk management, and limited hedging—it uses the S&P 500 as its primary rival for performance and volatility comparison. Other key benchmarks include the S&P 500 Low Volatility ETF (SPLV, +6.3%) and Warren Buffett's Berkshire Hathaway B shares (+7.9%, one-year Sharpe just a +0.5). FVAM's +17.6% YTD return and +3 Sharpe Ratio highlight its ability to deliver superior returns with significantly lower volatility, aligning with its goal of being a less volatile alternative to the S&P 500.

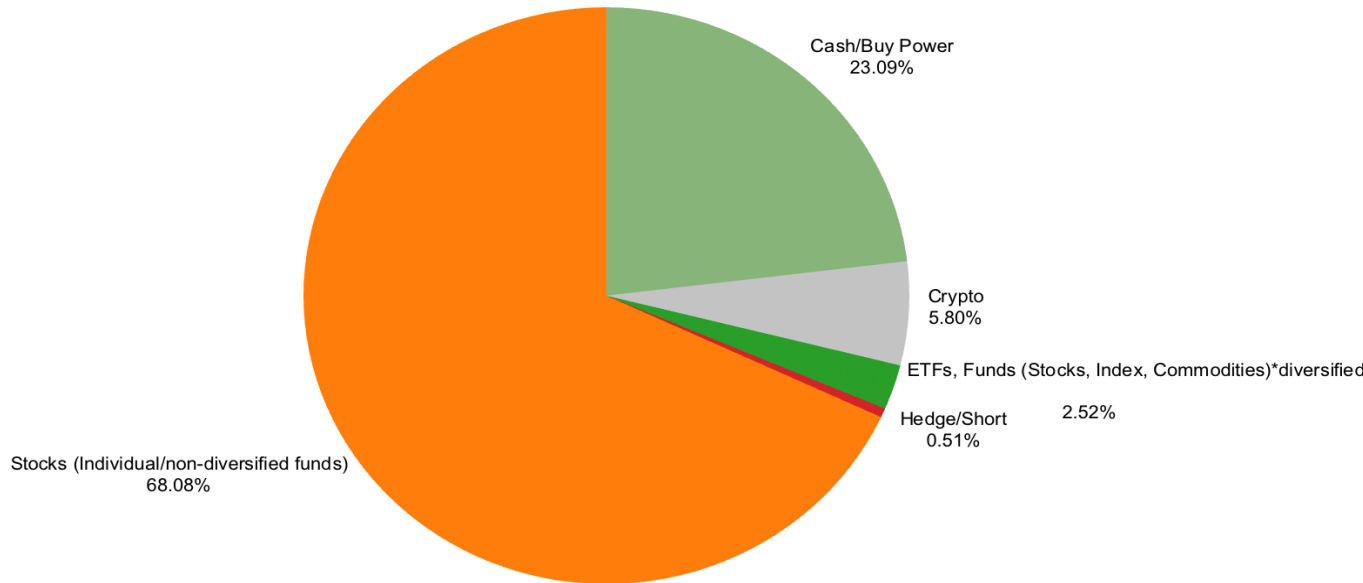
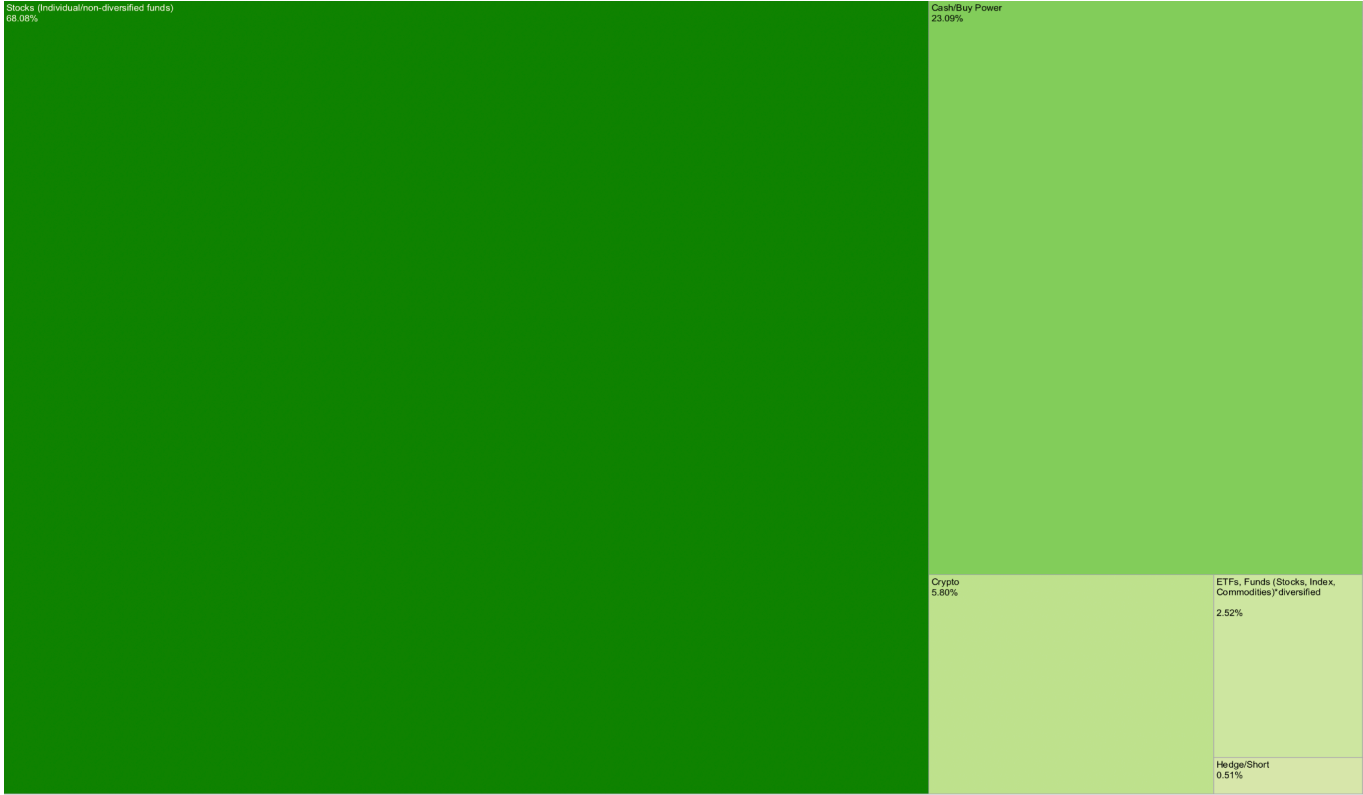
The fund's top investments through the end-of-Q2, best first, were Robinhood (HOOD), Micron Technology (MU), First Solar (FSLR), MP Materials (MP), and Ionq (IONQ) as the top 5. Following them up was Boeing (BA), Newmont (NEM), Bitcoin (BITU), Netflix (NFLX), and Shopify (SHOP), rounding out the top 10. Of those top 10; HOOD, MU, FSLR, MP, IONQ, BA, NEM, and SHOP have all been sold-in-full, between late Q2 and Early Q3. Bitcoin remains a longer-term position, did reduce for now, w/Netflix remaining a core position, and have increased position. Amazon remains the fund's largest position, and the fund's only "supercore" currently. Fund also sold out of Flagstar (FLG), ASML, MP materials, Nemont (NEM), Gilead (GLD), and [JD.com](#) (JD), all 6 for profits. Reduced positions in Bitcoin (BITU). Fund bought/initiated positions in Merck (MRK), Pepsi (PEP), Marvel (MRVL) and KKR (KKR). Fund also added to Netflix (NFLX) and Rocket Co (RKT). Looking further into Netflix, position is the fund's 7th largest, in the green and potentially looking to increase, currently about a 5% position. Fund has an average price ~\$1130, w/the stock @ 1215. Netflix, Inc. (NFLX) is a global streaming service offering a wide variety of TV shows, movies, and original content, is widely regarded as the leading streaming service due to its vast subscriber base of over 300 million, extensive original content, and global reach. Looking for \$2,000/share out 1-2 years. Growing revenue over 15% YoY reaching \$39 billion, driven by original content, ad-supported tiers, and live events like sports and gaming initiatives, with strong subscriber growth of over >300 million globally. At 2k/share, this would mean a market cap of ~860billion, but can see Netflix crossing into the trillion-dollar-club at some point.

Can read more about NFLX here: [NFLX Investor Relations](#)

Looking into Q3 2025, new positions were initiated in Ethereum (ETHA), Baidu (BIDU), and Alexandria Real Estate (ARE). Added to positions in KKR, Marvel (MRVL), Netflix, Tesla, and Merck. Fund reduced/sold-in-full positions in BMNR (in-full), Boeing (in-full), Crispr (reduced), AMD (reduced), Micron (in-full), [JD.com](#) (in-full), SDGR (replaced stock with call options, reducing overall position size), and Robinhood (HOOD), sold-in-full. Robinhood remains the best position of the year, with Reddit and Micron a close 2nd, looking to re-enter Robinhood at lower prices. Looking further into Reddit, the fund's 10th largest position after reducing slightly, taking some gains off the table. Reddit operates a social media platform with over 16 billion posts and comments, generating revenue primarily through advertising and premium memberships. Fund has an average price ~130, with the stock now @ \$225. They produced \$1.67 billion in revenue over the last 12 months, with Q2 2025 revenue at \$500 million, up 78% year-over-year. Daily active users (DAUs) grew 21% year-over-year, and average revenue per user (ARPU) increased by 47%. Looking for \$3 billion in sales out 1-2 years, using 20x sales (curr. @ 25x) would get stock up to \$325/share, curr. \$230. Could see Reddit make it to a 100-billion market cap, which would get stock above \$500/share. Can read more about RDDT here: [RDDT Investor Relations](#).

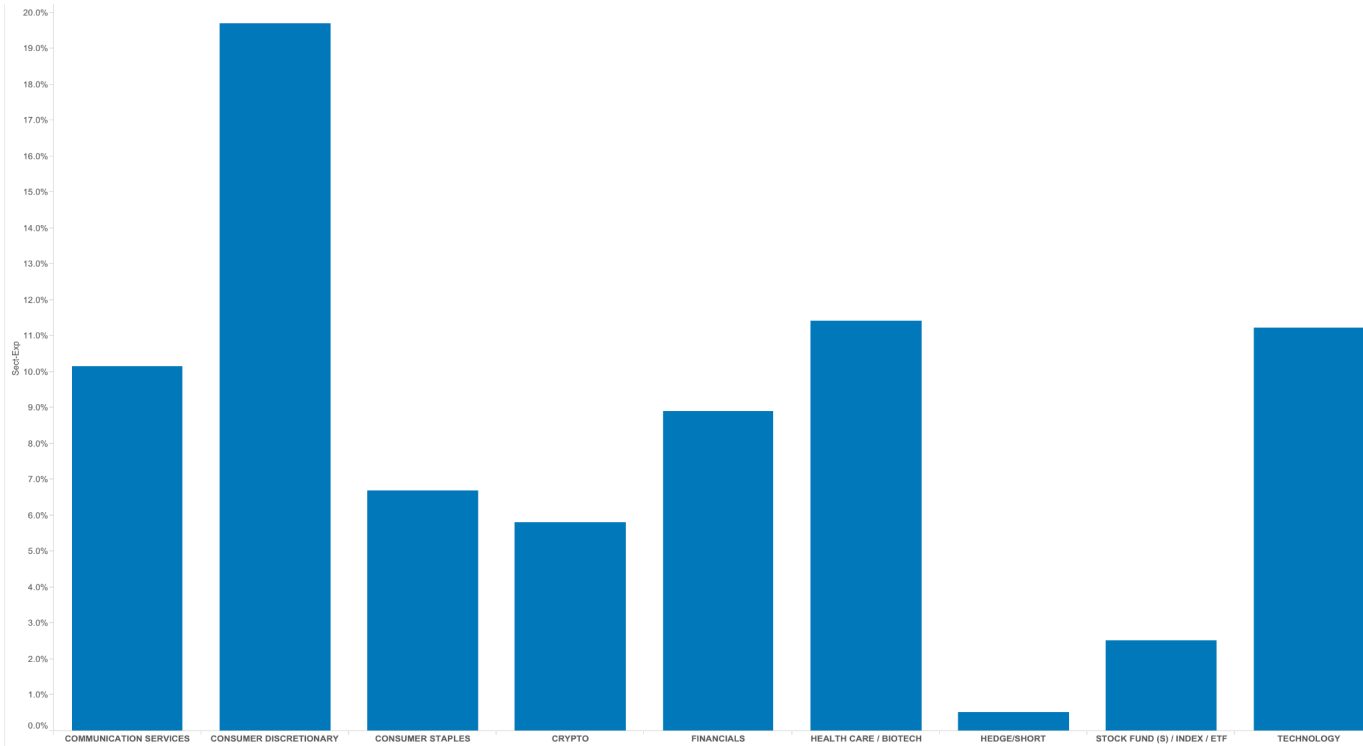
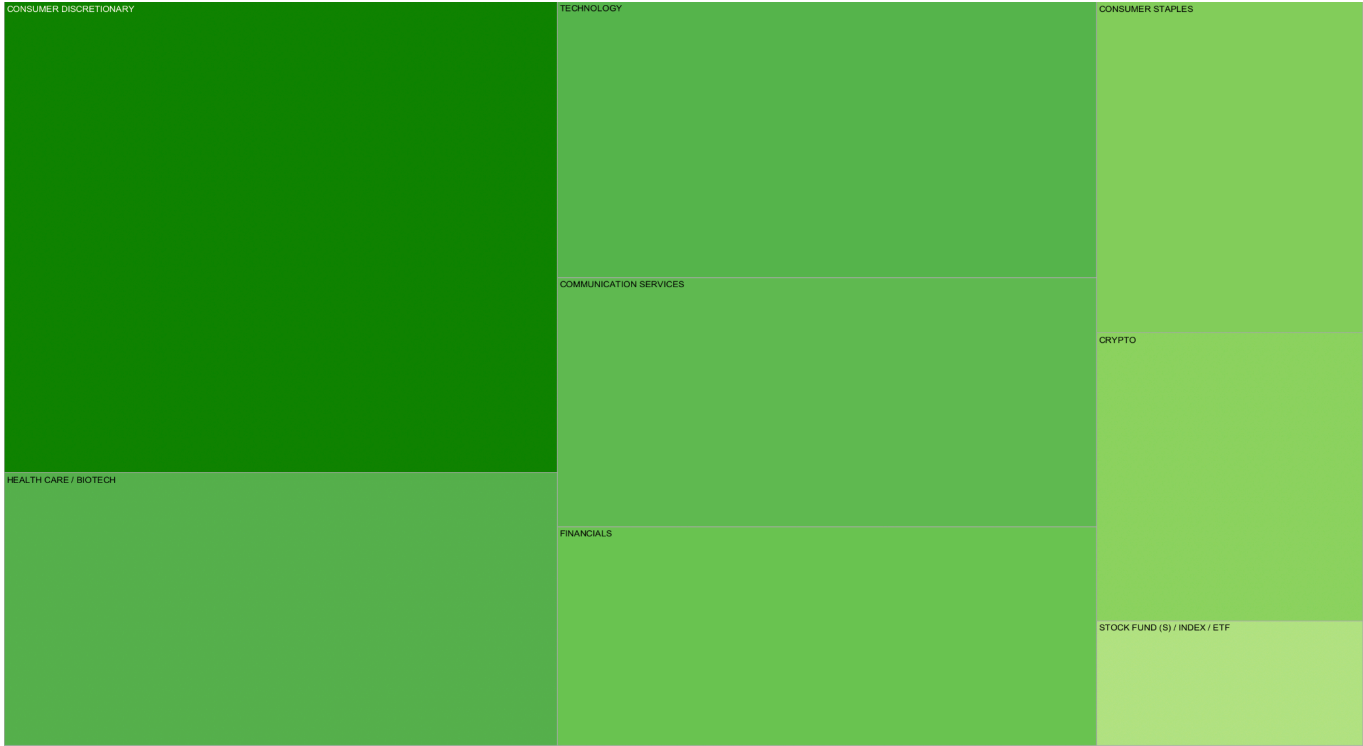
Below shows reporting created & analyzed within Data Analytics software, Tableau Software, which has data integration into the fund’s internal database/spreadsheets. (\*Portfolio Data as-of July 2025)

High Level allocation heat map and pie chart:



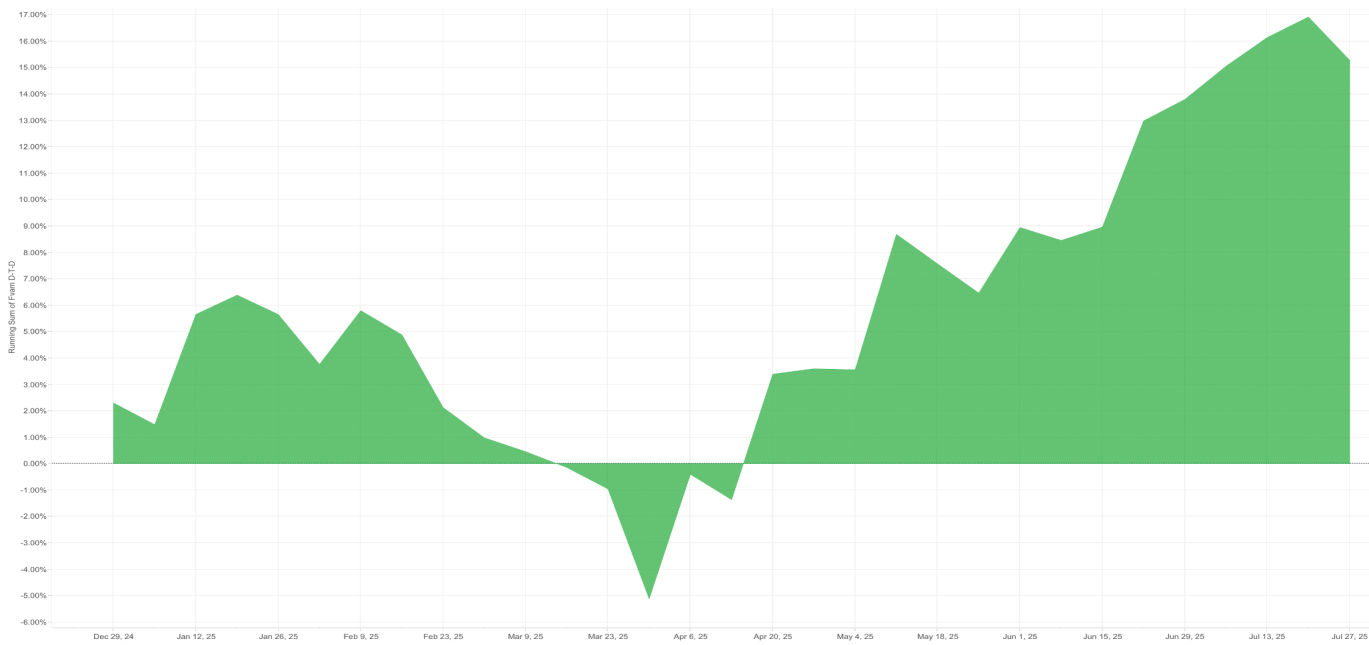


Below shows the further breakdown of only the fund’s equity/option exposure.

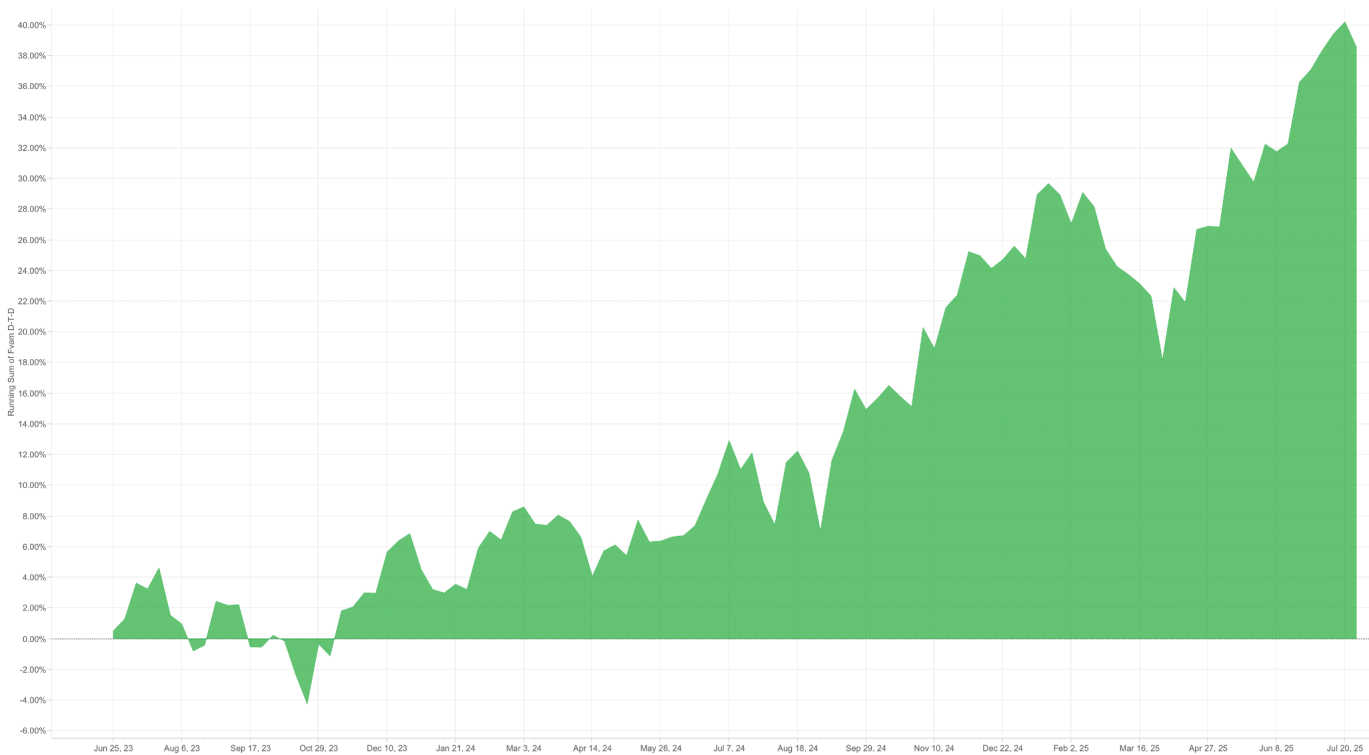


Performance Analysis: Analyzing the breakdown of the Fund’s performance, as well as comparisons to other investment vehicles/index, such as the S&P 500, \$BRK-b (Warren Buffett’s ‘Berkshire Hathaway’), ACWX which tracks Global Markets minus the US (World x-US), and the Russell 2000 small cap index (\$IWM)

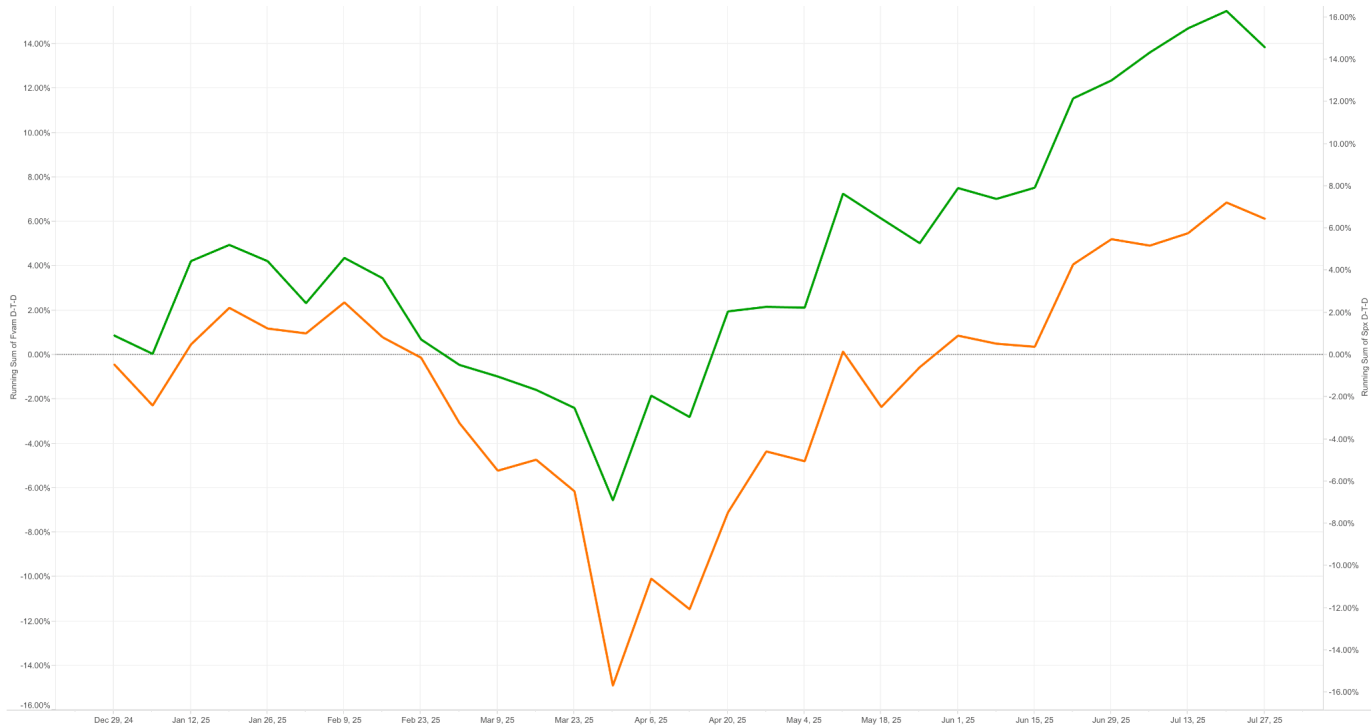
FVAM fund, total return, 2025-YTD thru July



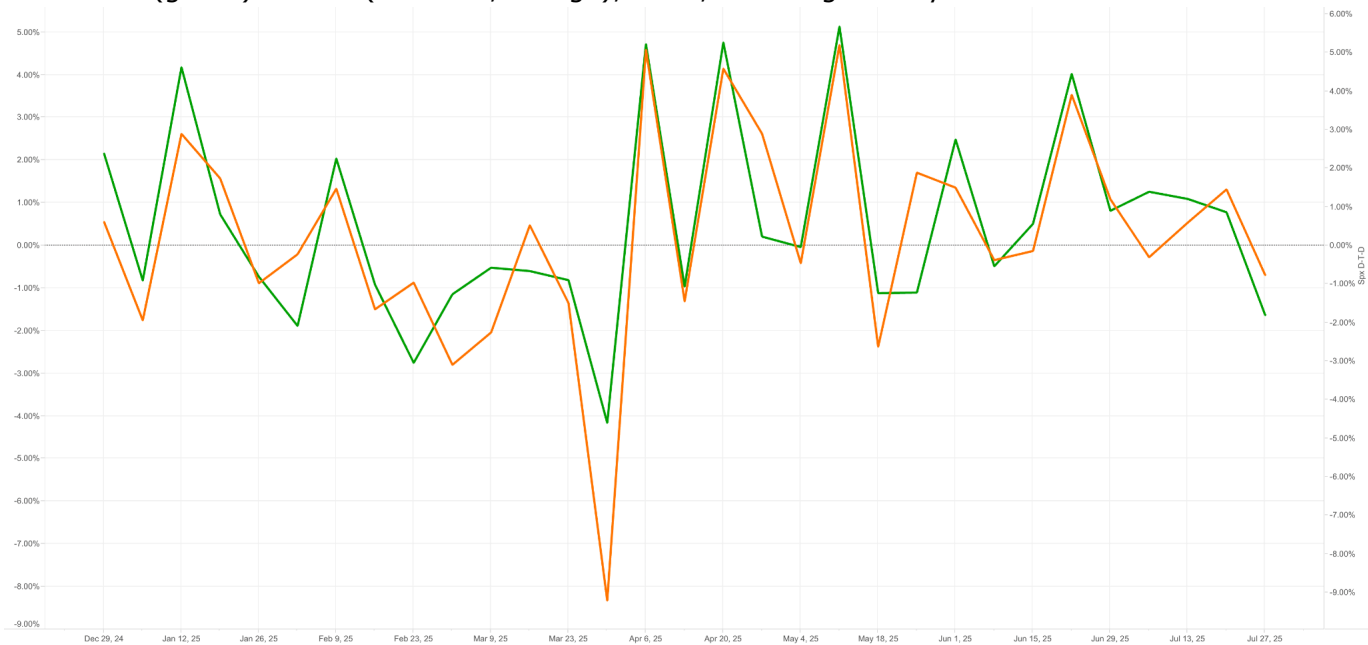
FVAM fund, 2-year total return



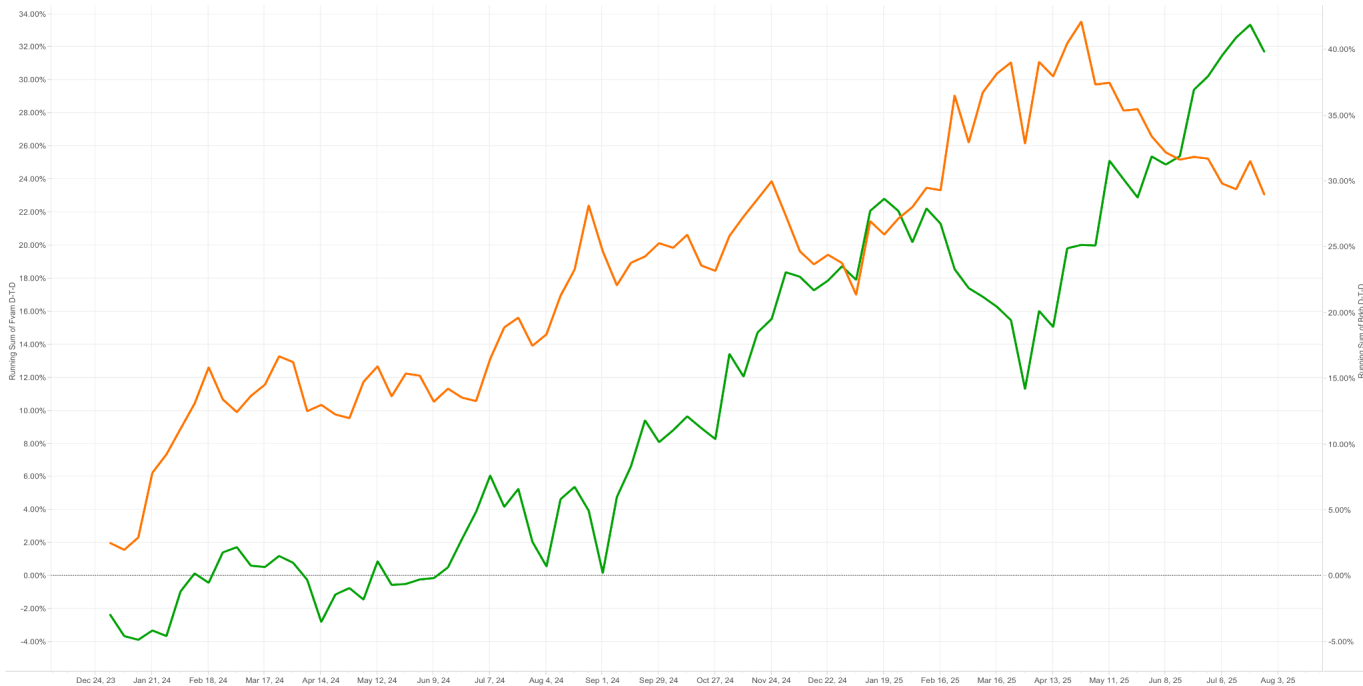
FVAM fund (green) vs SPX (S&P 500, orange), total return, 1 year thru mid-may



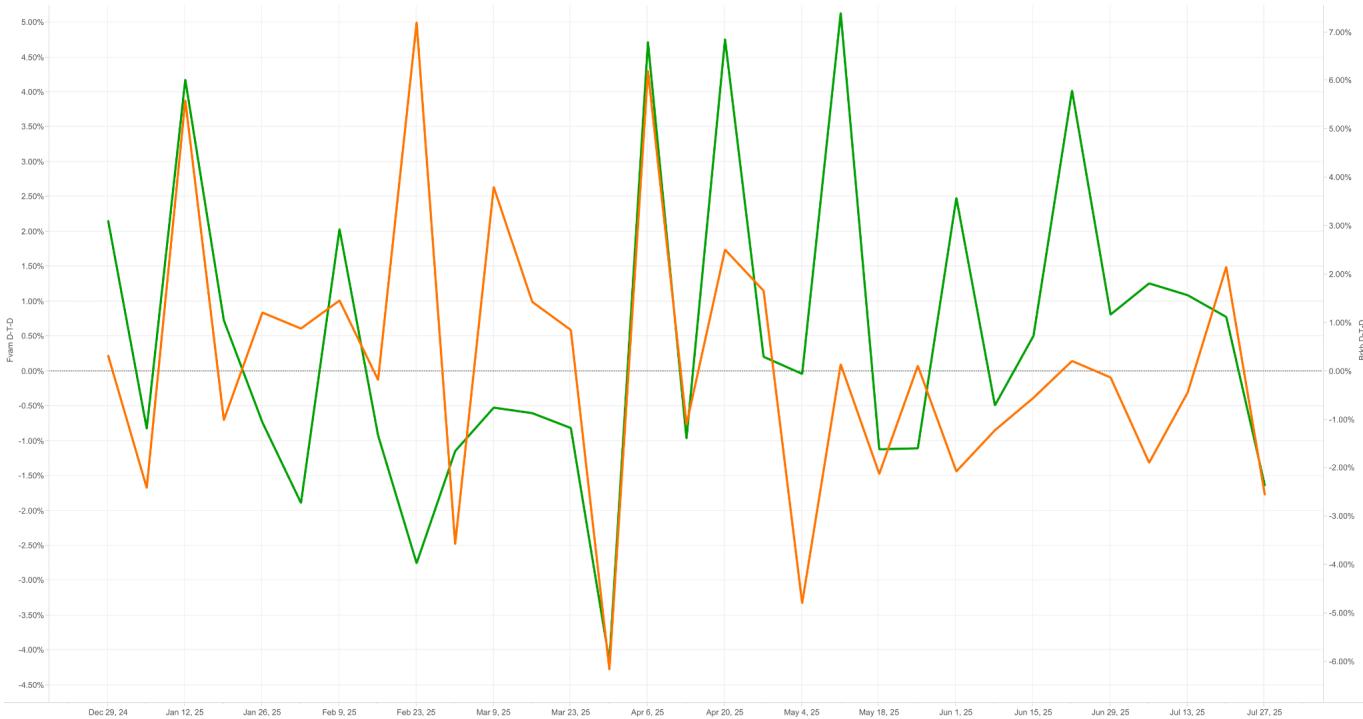
FVAM fund (green) vs SPX (S&P 500, orange), 2025, showing Weekly returns



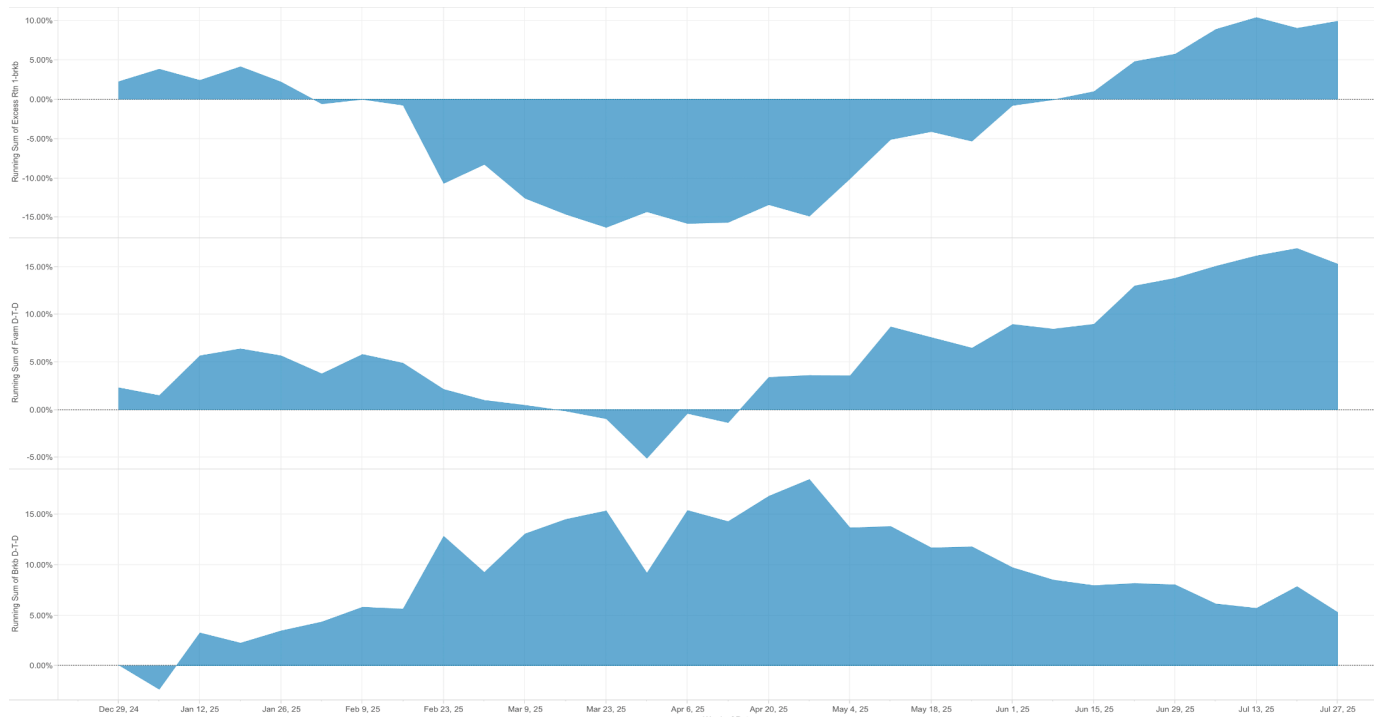
FVAM fund (GREEN, left) vs BRK/b (orange, right), Total Return, Jan '24 thru July '25 (\$BRK-B : Berkshire Hathaway B-shares)



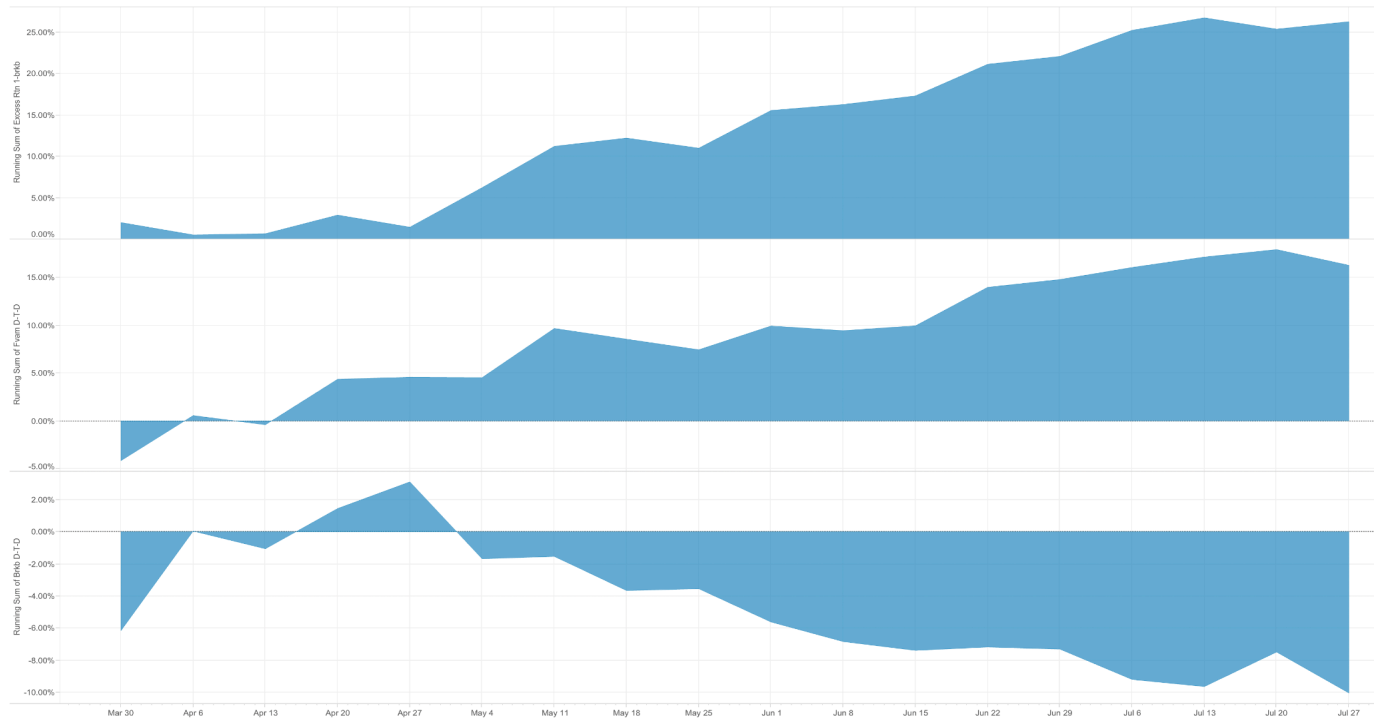
FVAM fund (green, left) vs BRK/b (orange, right), YTD 2025, Weekly



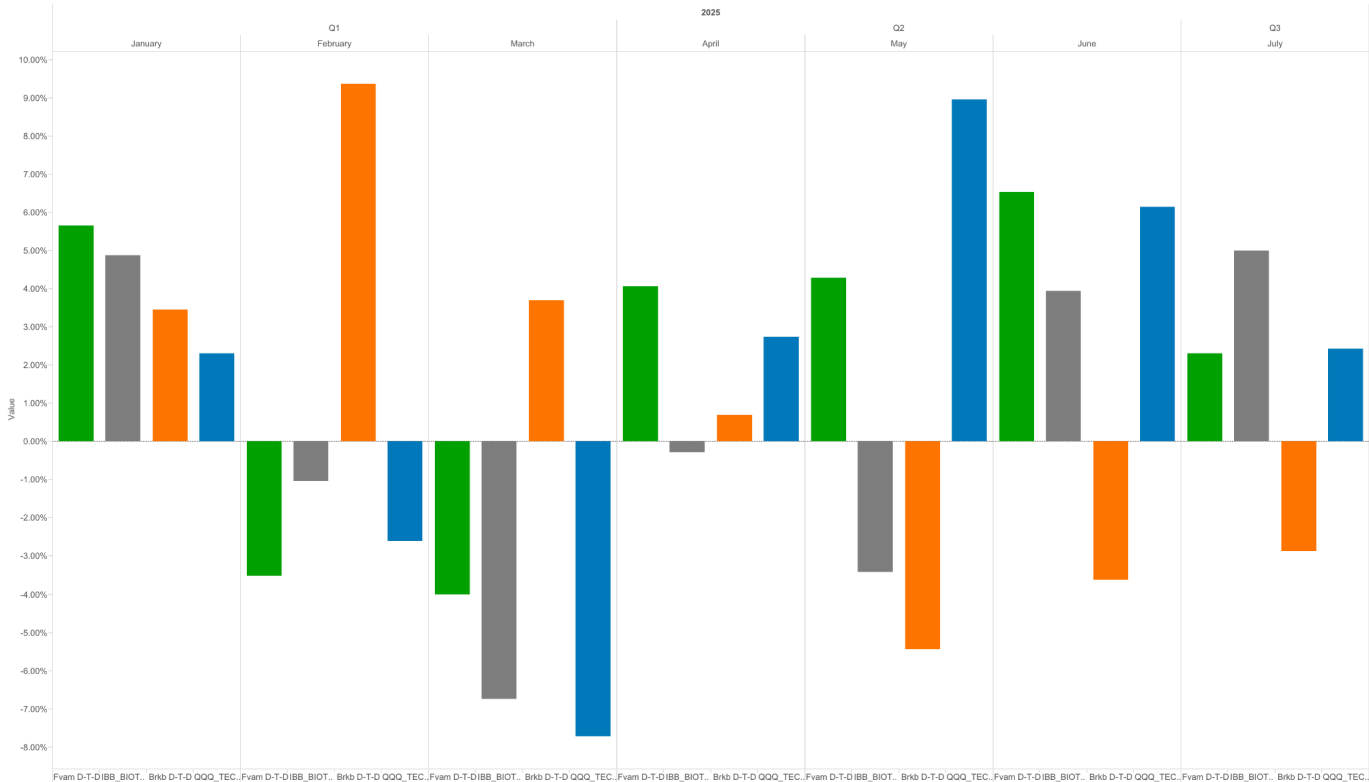
FVAM vs BRK/b and relative return (FVAM vs BRK/b), YTD-2025  
(excess: positive = outperformance, negative = underperformance)



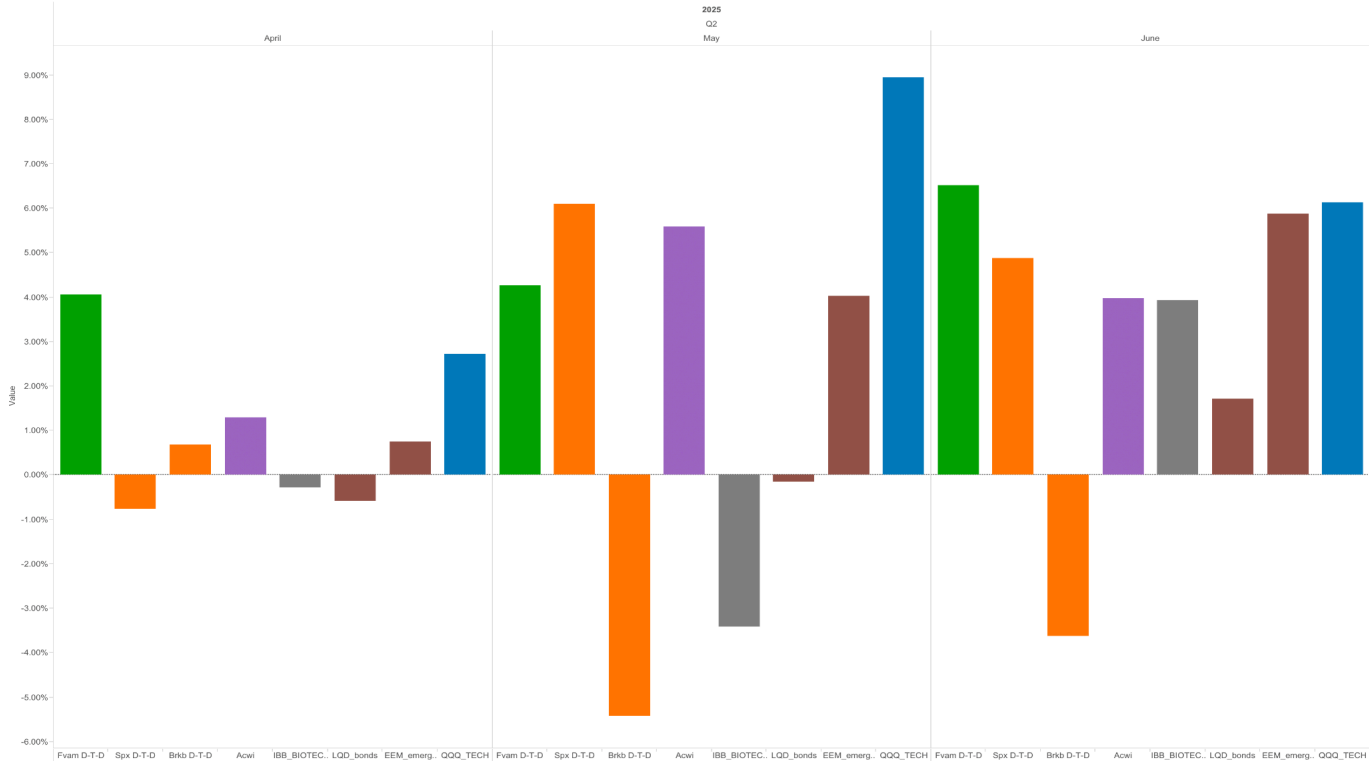
FVAM vs BRK/b and relative return (FVAM vs BRK/b), Q2 2025  
(excess, positive = outperformance, negative = underperformance)



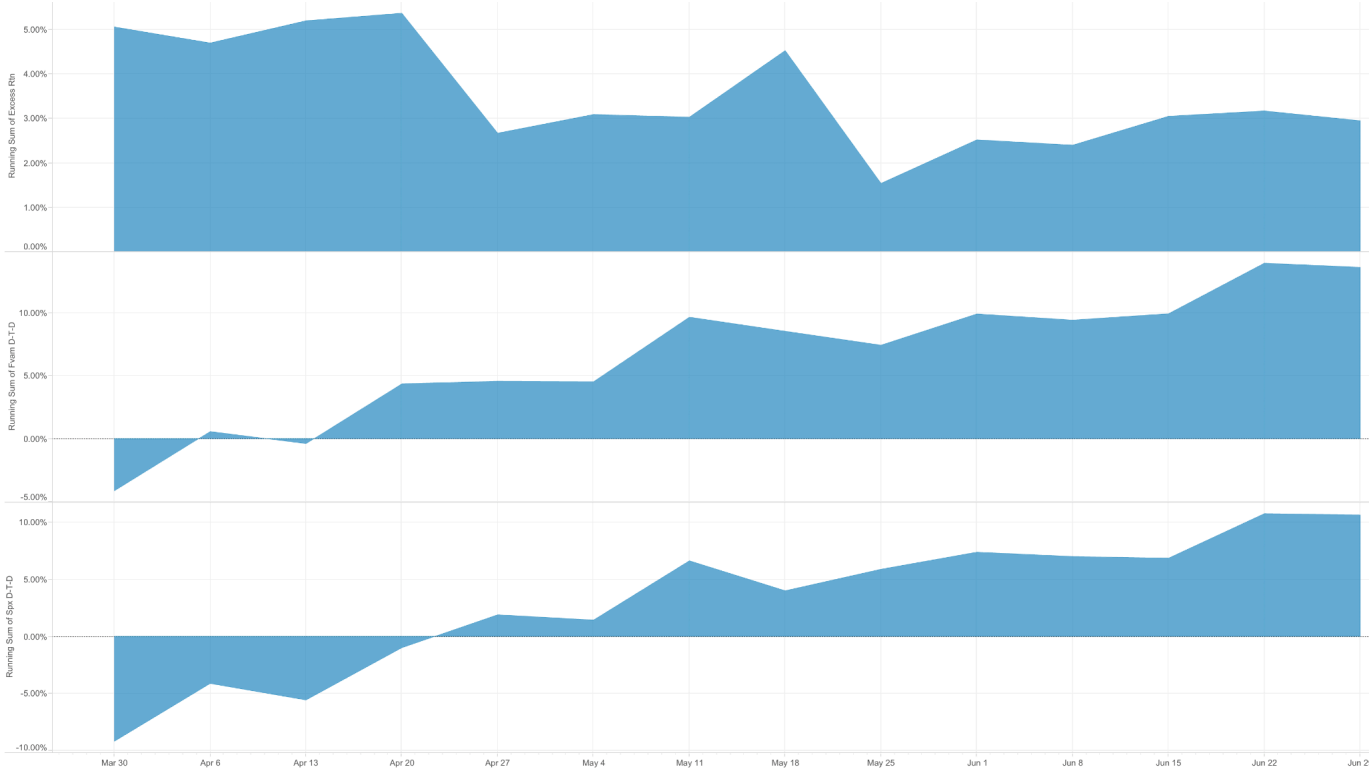
FVAM (Green) vs IBB (BioTech Index Fund) vs BRK/b (Berkshire Hathaway) vs QQQ (Nasdaq-100), Q2 '25



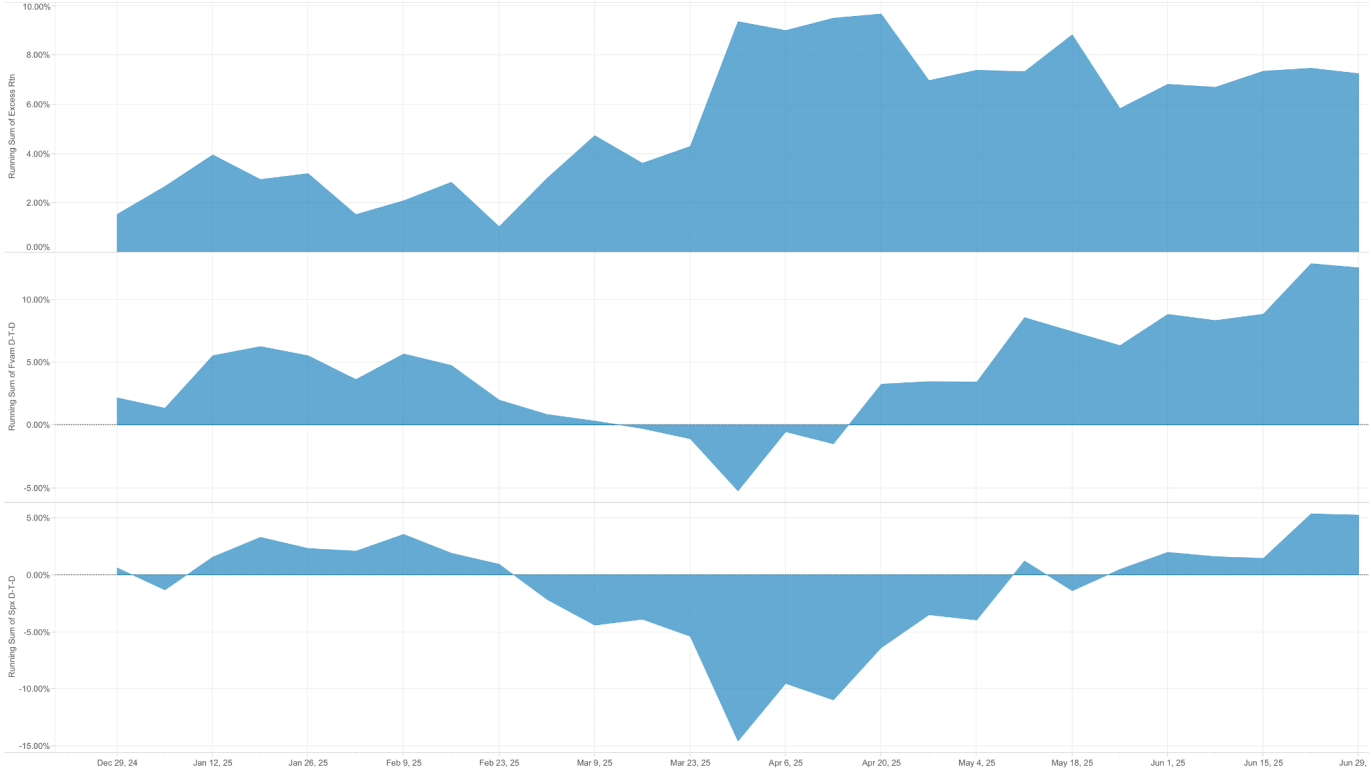
FVAM (green) vs S&P500 vs BRK/b (Berkshire Hathaway) vs ACWI (World Index) vs IBB (BioTech Index Fund) vs LQD (Bonds) vs EEM (Emerging Markets) vs QQQ (Nasdaq), Q2-'25



FVAM vs SPX and relative return (FVAM vs SPX), Q2 - 2025, weekly  
 (\*excess return shows relative performance)

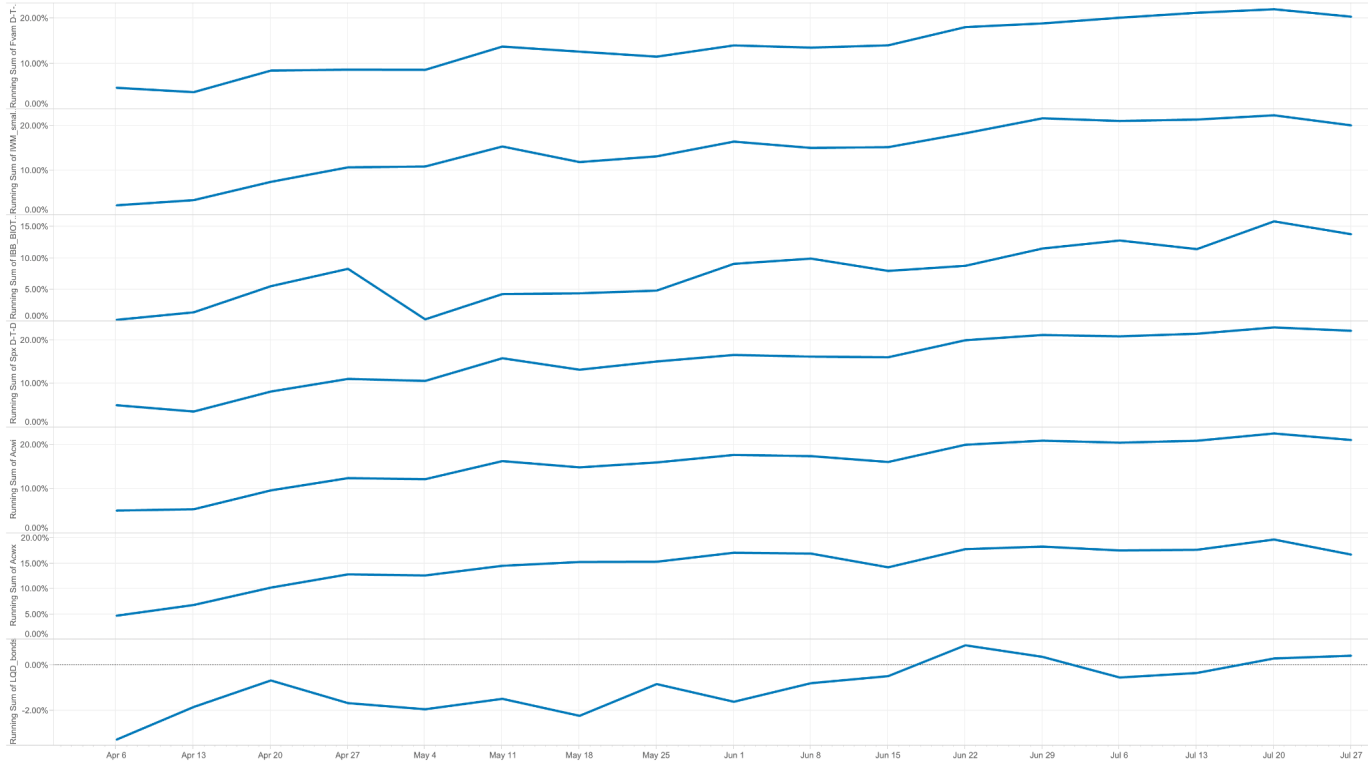


FVAM vs SPX and relative return (FVAM vs SPX),YTD thru November

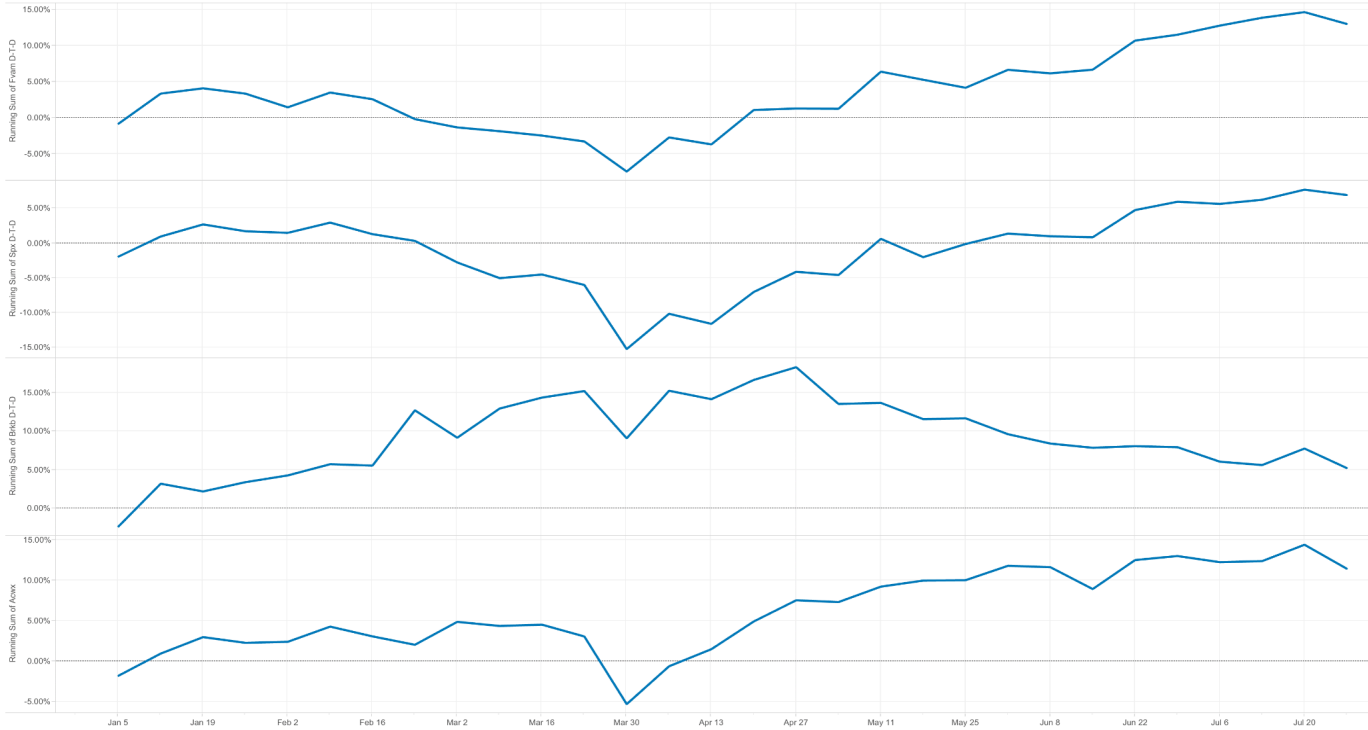




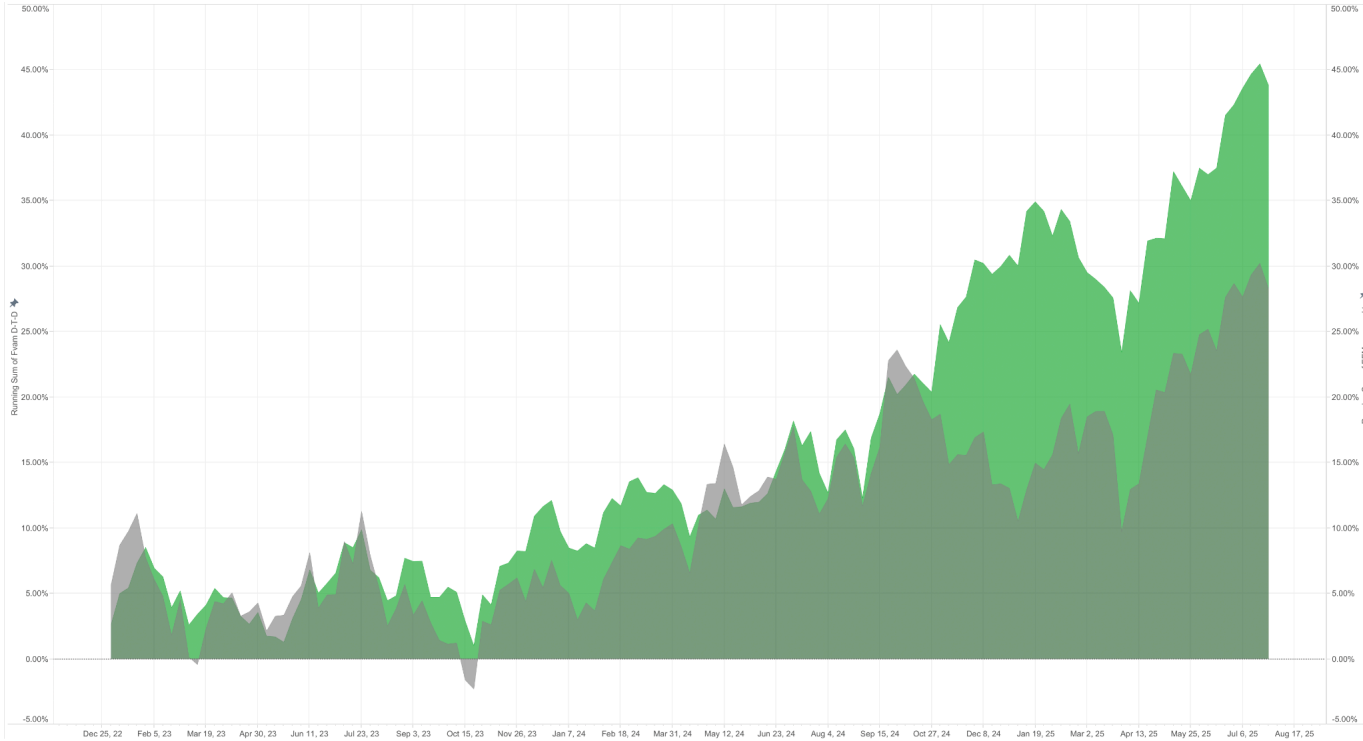
FVAM vs IWM (small caps) vs IBB (biotech) vs SPX (S&P 500) vs ACWI (world index) vs ACWX (world x-US) vs LQD (bonds), Weekly, Q2



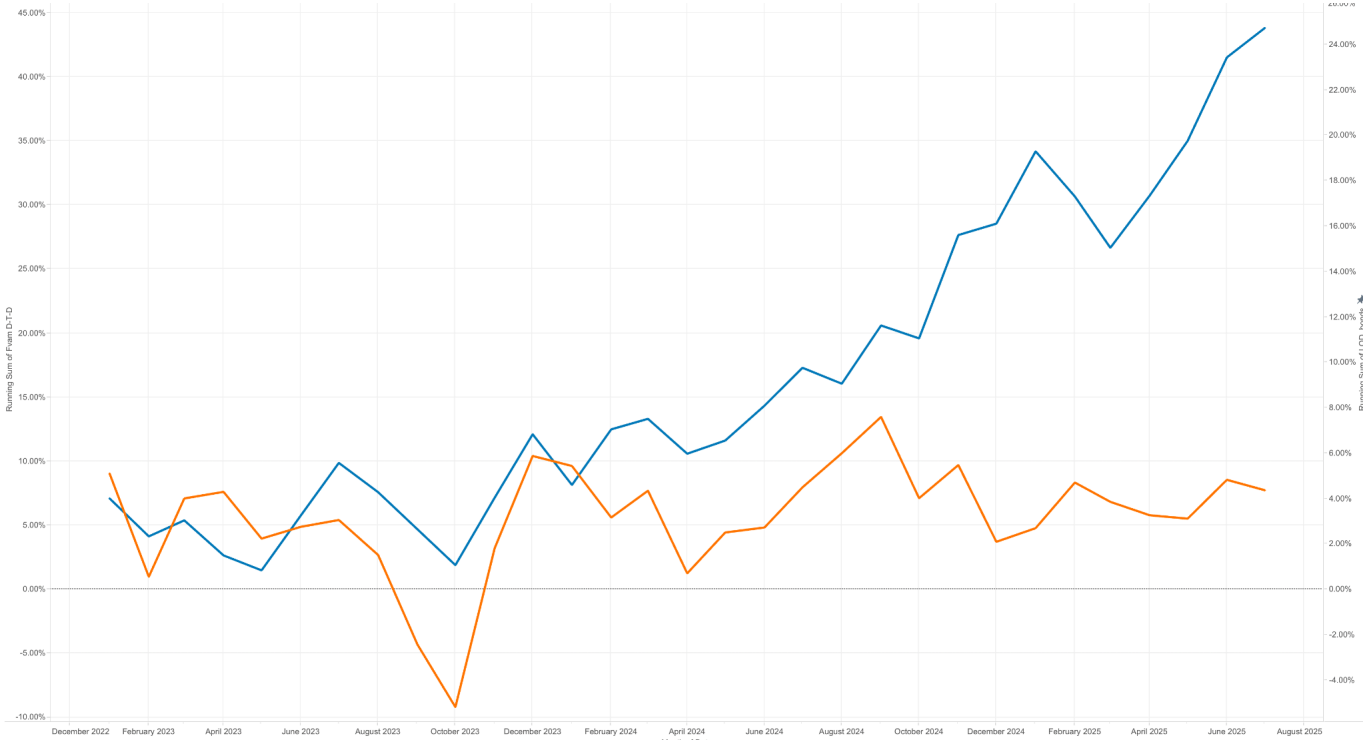
FVAM vs S&P 500 (\$SPX) vs Berkshire Hathaway (\$BRK/b) vs \$ACWX (World Index x-US etf), YTD



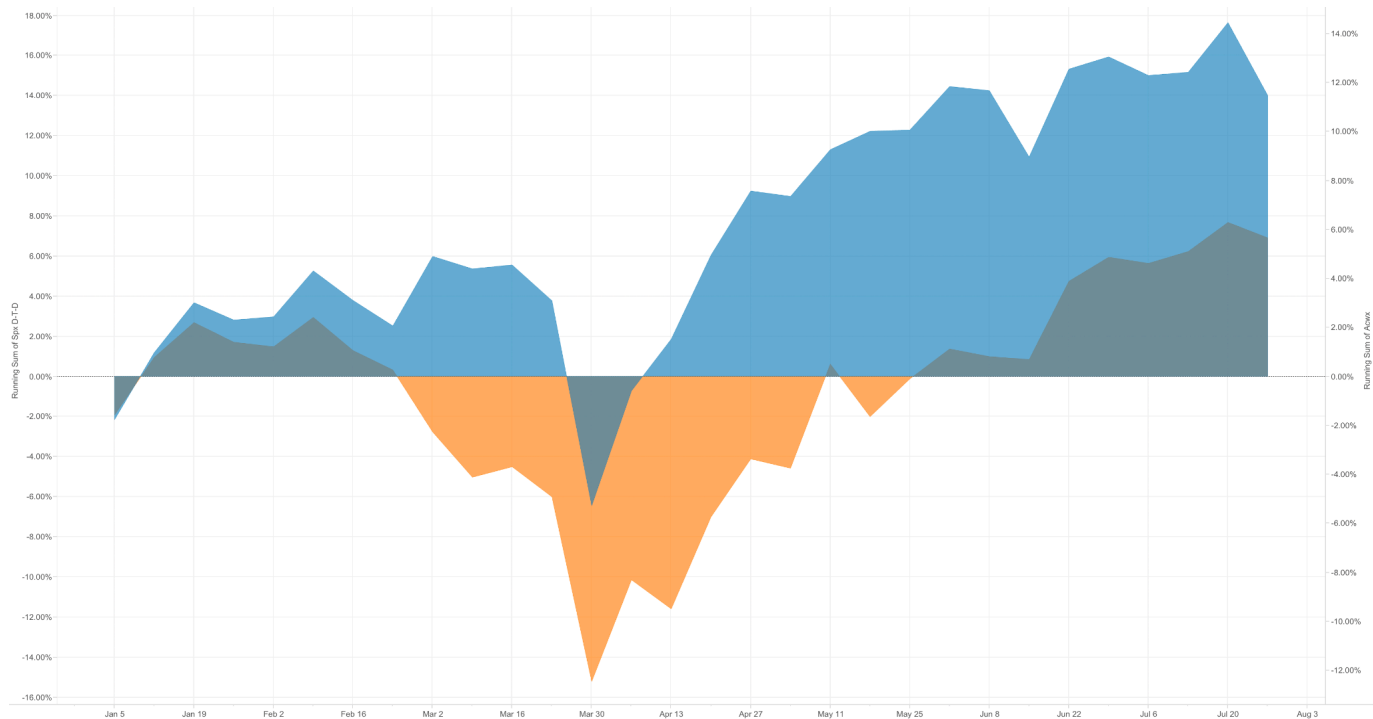
FVAM (green) vs EEM (Emerging Markets) , since Jan 2023



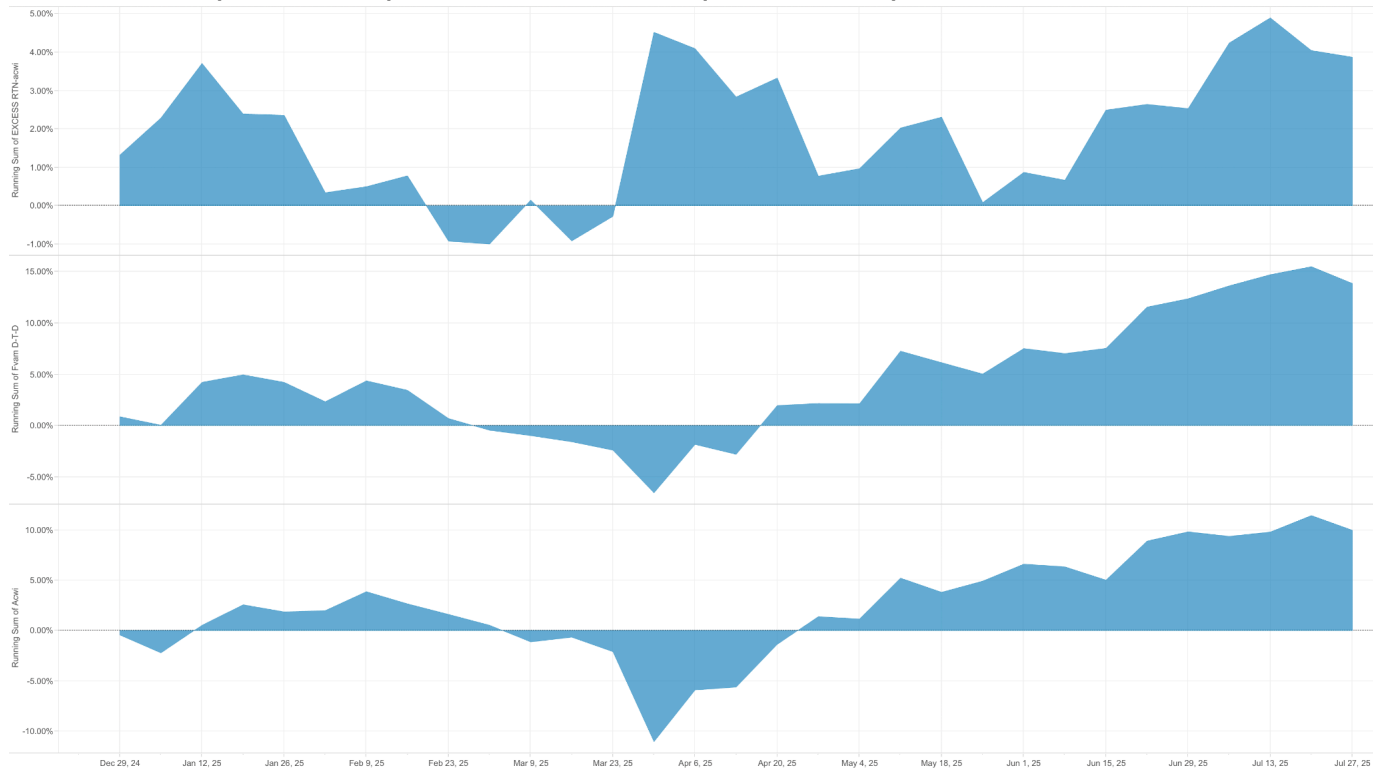
FVAM (blue) vs LQD (Investment Grade Corporate Bonds), since Jan 2023



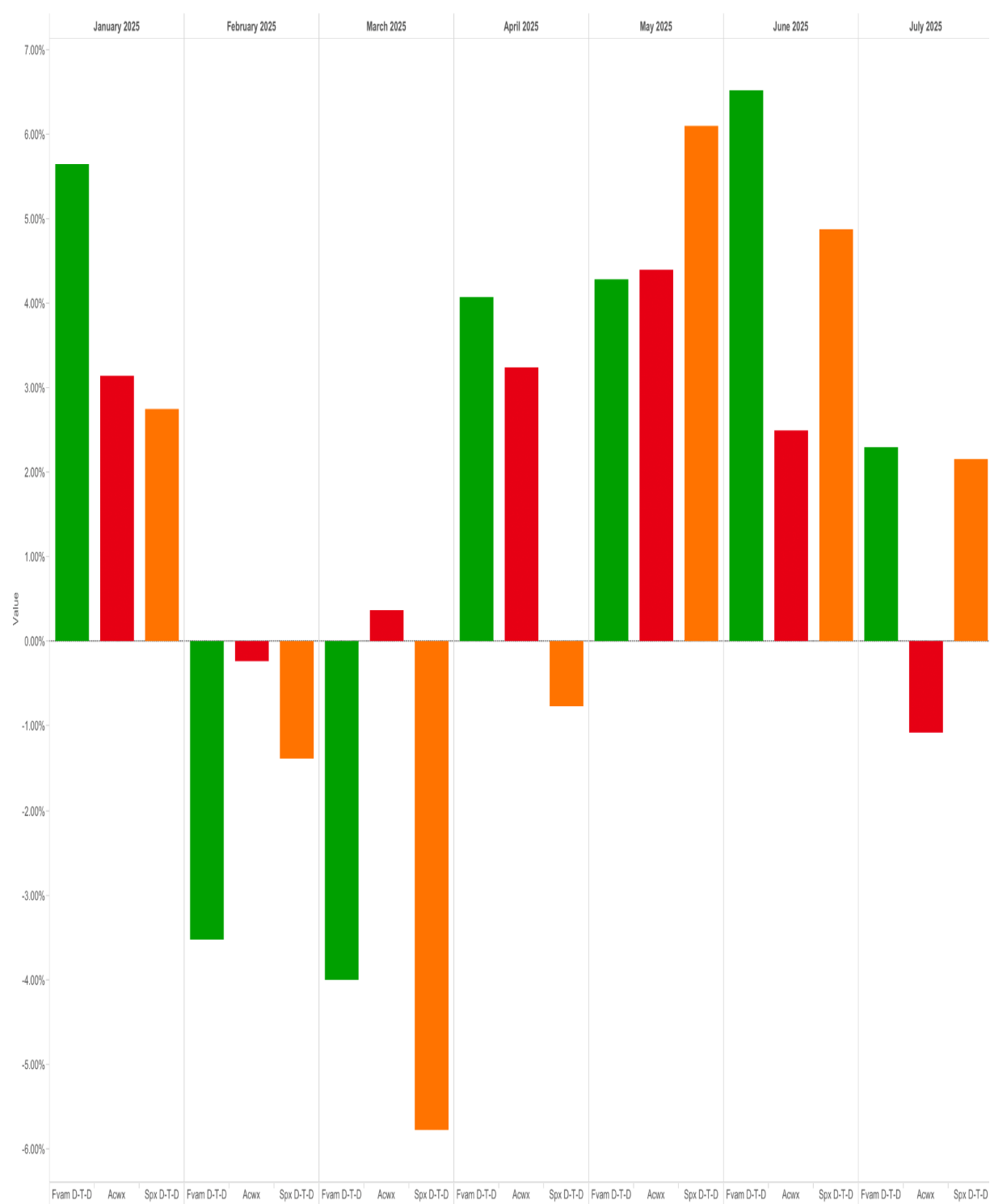
S&P 500 (orange) vs ACWX (blue, World Index minus U.S.), Q2 2025, Weekly



FVAM vs ACWI (World Index), with Relative Return (excess return), YTD '25



FVAM (green) vs ACWX (World Index minus USA, red) vs S&P 500 (orange), monthly returns

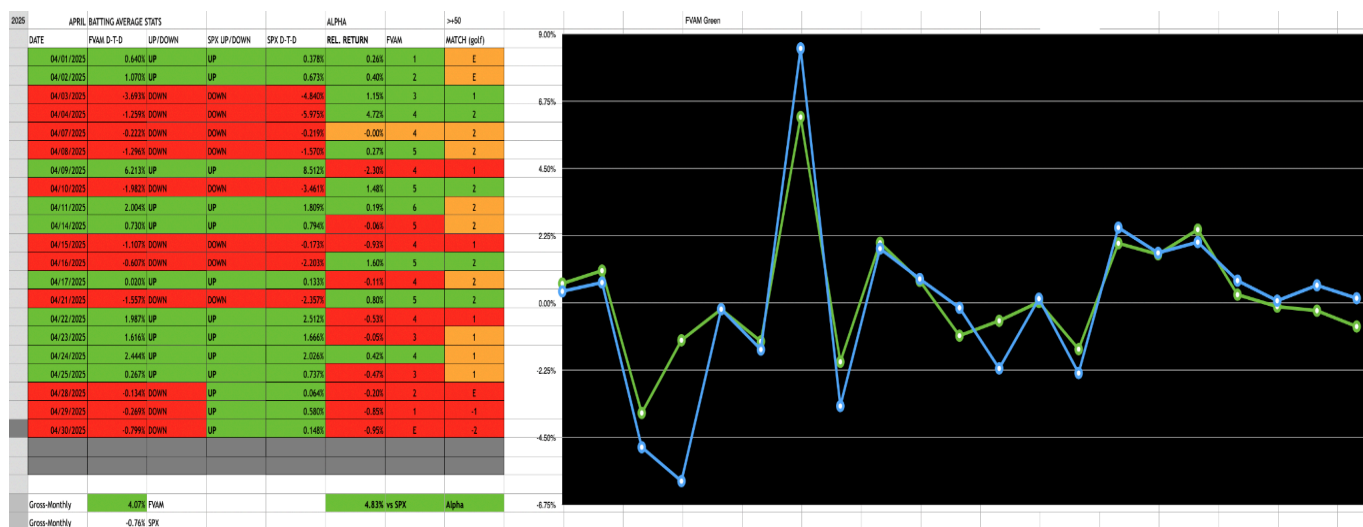


## Reference 1: FVAM Fund Performance Stats (showing view of January 2025, FVAM vs SPX, Statistics)

The data below, displaying just April 2025 in this example, shows performance statistic data maintained daily, showing the FVAM fund vs the S&P 500, even though FVAM is not trying to match or mimic the actual underlying stocks, within the S&P 500, or match the performance of the index. Data shows performance for FVAM, performance for the S&P 500 (\$SPX), as well as relative performance and mathematical statistics (showing risk & volatility). The chart displays daily performance for both FVAM (green) and SPX (blue). Another very important factor for FVAM is to be less volatile than the SPX, which is being analyzed using Statistics, such as Standard Deviation (SDDEV). Excess Return shows relative performance between FVAM and \$SPX (outperformance positive, or underperformance negative). Index C shows plus or minus on a progressive (rolling) basis through the month. The "match (golf)" column also shows that progressive relative performance, but for larger outperformance or underperformance, using a 50bp (+/- 0.5%) differential.

\*\* #FVAM finished up strong, +4% for the month, while S&P 500 finished down -0.7% ! \*\*

April 2025



\*SPX (S&P500 index), BRK/B (Berkshire Hathaway) and any other index/fund/investment vehicles' performance using internal data tracking and data from multiple public internet sources, "non-official" data only.

Heat Map for the S&P 500, showing each stock within that index/sector along with its relative size and weight compared to the overall index (**larger the block size the larger percentage that stock makes up within the index**). The colors represent gains or losses for that current day.  
 (\*as of Aug 2025)



