

Q2 2026 Strategy Overview

The AMI Amplified Growth strategy rose 42.73% (42.48% on a net basis) in Q2 versus 16.74% for the Russell 1000 Growth index and 15.20% for the S&P 500 index. Outperformance was mostly from stock selection with some contribution from asset allocation. Outperforming picks in Tech drove performance, partially offset by stock picks within Communication Services. Being overweight Technology helped, while being underweight Industrials hurt.

As seen in the table below, the top contributors to Q2 performance were Advanced Micro Devices, ARM Holdings, Micron, Intel, and ASML. The bottom contributors were Cameco, Spotify, Palantir, Alibaba, And Netflix.

Top Contributors in Q2

Company	Avg. Weight	Return	Contribution
Advanced Micro Devices	9.28%	185.56%	12.60%
ARM Holdings	7.02%	134.38%	8.36%
Micron Tech.	4.77%	241.67%	6.53%
Intel	4.32%	216.41%	5.29%
ASML	7.24%	50.95%	3.70%

Bottom Contributors in Q2

Company	Avg. Weight	Return	Contribution
Cameco	3.08%	-6.21%	-0.25%
Spotify	4.82%	-5.32%	-0.29%
Palantir	3.26%	-14.02%	-0.80%
Alibaba	3.99%	-22.78%	-1.22%
Netflix	5.62%	-25.74%	-1.67%

As of 6/30/26. Data from Bloomberg.

**Please see last page for important disclosures.

Top Contributors



AMD was one of the quarter's biggest AI winners as investors looked beyond Nvidia for AI infrastructure exposure. Strong data center growth, increasing adoption of its MI-series AI accelerators, and continued server CPU share gains from Intel demonstrated momentum across both GPUs and CPUs. The broader rotation into semiconductor infrastructure further fueled the stock's strong performance.



ARM rallied as investors recognized both stronger royalty growth and a major expansion of its business model. The company unveiled its first server CPU in decades, with Meta as the lead customer, positioning ARM to benefit directly from rising AI infrastructure spending rather than just collecting royalties. As AI workloads drive demand for significantly more CPUs alongside GPUs, ARM is gaining share in hyperscale data centers, while strong licensing growth and a growing product backlog reinforced the bullish outlook.



Micron surged as AI-driven demand transformed the memory market from a cyclical commodity business into a supply-constrained one. Record quarterly results and tight supply of high-bandwidth memory (HBM), a critical component in AI accelerators, reinforced expectations for sustained pricing power and earnings growth. Investors increasingly viewed Micron as one of the clearest beneficiaries of the AI infrastructure buildout.



Intel was one of the semiconductor sector's strongest turnaround stories after years of underperformance. Improving data center results, renewed confidence in its upcoming 18A manufacturing process, and optimism around its foundry business drove a sharp re-rating of the stock. With expectations previously very low, even modest operational progress produced outsized gains.



ASML rose sharply as investors viewed it as one of the clearest beneficiaries of the AI chip buildout. The company maintains an effective monopoly on EUV lithography, the critical equipment needed to manufacture the most advanced AI chips, and demand continues to exceed supply. Strong results, higher 2026 guidance, and growing orders from memory manufacturers expanding HBM capacity reinforced confidence in a multi-year growth cycle.

Bottom Contributors



Cameco declined mainly because uranium sentiment cooled after a strong run earlier in the year. Profit-taking hit uranium miners broadly, while temporary production disruptions and slightly lower 2026 delivery guidance added near-term uncertainty. The longer-term nuclear demand story tied to energy security and AI-driven power needs remains intact, but the stock had been priced for near-perfect execution.



Spotify fell because investors focused on higher spending and slightly softer guidance rather than weak fundamentals. Revenue, free cash flow, and premium subscribers all beat expectations, but the company signaled increased operating expenses, partly tied to AI investments, and guided to subscriber growth just below consensus. The selloff reflected multiple compression in a market that became less willing to pay premium valuations for non-AI infrastructure companies. We continue to like the company following newly announced AI tools and features which may drive higher levels of engagement.



Palantir declined despite exceptional business performance, making it one of the clearest examples of a valuation reset rather than a fundamental deterioration. Revenue growth remained extremely strong, U.S. commercial demand accelerated, and management raised full-year guidance, but the stock's very high valuation left little room for disappointment. Broader software-sector weakness and a few headline contract concerns amplified the pullback before shares partially recovered.



Alibaba fell as investors focused on the near-term earnings impact of its aggressive AI and cloud investment plans. While cloud revenue accelerated on strong AI demand, heavy infrastructure spending, weaker e-commerce profitability, and broader China-related risks weighed on sentiment. Investors remain reluctant to reward the company's long-term AI opportunity until margins begin to recover.



Netflix declined as investors reacted to softer-than-expected guidance and a series of negative headlines rather than weakening fundamentals. While first-quarter results were strong, management issued conservative Q2 guidance, did not raise full-year revenue expectations, and announced that co-founder Reed Hastings would not seek re-election to the board. A pair of unsuccessful acquisition bids also weighed on sentiment, leading to a pullback in the stock despite higher free cash flow guidance and a new \$25 billion share repurchase authorization.

Portfolio Additions and Deletions

In Q2, we added Palantir.



Palantir builds AI-powered operating platforms for large institutions: Gotham for government and defense, Foundry for commercial data operations, and AIP, its generative AI platform that connects large language models to an organization's data and workflows so enterprises can deploy AI agents in production with governance and security controls. The growth profile is without peer in software: Q1 2026 revenue grew 85% y/y, with US revenue up 104%, US commercial revenue up 133%, and US government revenue up 84%, and management raised full-year guidance to 71% growth. The broader tech-trend logic is that as frontier models commoditize raw intelligence, the scarce asset becomes the software layer that operationalizes it inside complex enterprises and government agencies, which is precisely Palantir's ontology-and-AIP franchise. CEO Alex Karp noted the company's Rule of 40 score of 145% is matched only by AI infrastructure companies like NVIDIA and Micron. Visibility is strong, with \$2.4 billion of total contract value closed in the quarter alongside GAAP operating margins of 46% that make it one of the rare hypergrowth stories that is also highly profitable.

Sincerely,

Your AMI Investment Management Team

Disclosures

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**** Source AMI and Bloomberg.** The top five and bottom five contributors information is based on a representative account taken from the AMI Amplified Growth composite. The representative account was selected because it closely reflects the AMI Amplified Growth investment strategy. Due to factors such as portfolio size, specific investment guidelines and inception dates of individual accounts, there will be dispersion between the weight, returns, and contributions of this account and other accounts in the composite. The Contribution is calculated by multiplying the weight (i.e., percentage of the total account) invested in each holding times the rate of return for that holding during the measurement period. The holdings identified do not represent all of the securities purchased, sold or recommended for AMI's clients. Actual client holdings and characteristics may vary and holdings are subject to change. The reader should not assume that (1) an investment in the securities identified was or will be profitable or (2) that the AMI Amplified Growth Strategy will hold these stocks in the future. References to specific securities are not intended as representative of past recommendations by AMI. The securities shown should not be considered recommendations or solicitations and may not have been or in the future be, profitable. Nothing presented herein is or is intended to be constitute investment advice, and no investment decision should be made based on any information provided herein. Past performance is not an indication of future returns. There is a risk of loss from an investment in securities, including the risk of loss of principal.

To obtain free of charge (1) a complete list of composite descriptions, (2) the calculation's methodology and a list showing every holding's contribution to the overall account's performance during the measurement period, and/or (3) a complete list of all buy and sell recommendations for this strategy within the last 12 months, please contact Katharine Kim at (424) 320-4003 or katharine@amiassetmanagement.com.